



2Q20 RESULTS

Daniel Slaviero – CEO • Adriano Rudek de Moura – CFO



DISCLAIMER

Any statements made during this event involving Copel's business outlook or financial and operating forecasts and targets constitute the beliefs and assumptions of the Company's Management, and the information currently available.

Forward-looking statements are not guarantees of performance and involve risks, uncertainties and assumptions, given that they refer to future events, and thus are dependent on circumstances that may or may not occur.

The general economic conditions, industry conditions and other operating factors could come to affect the future performance of Copel and lead to results that are materially different from those expressed in said forward-looking statements.

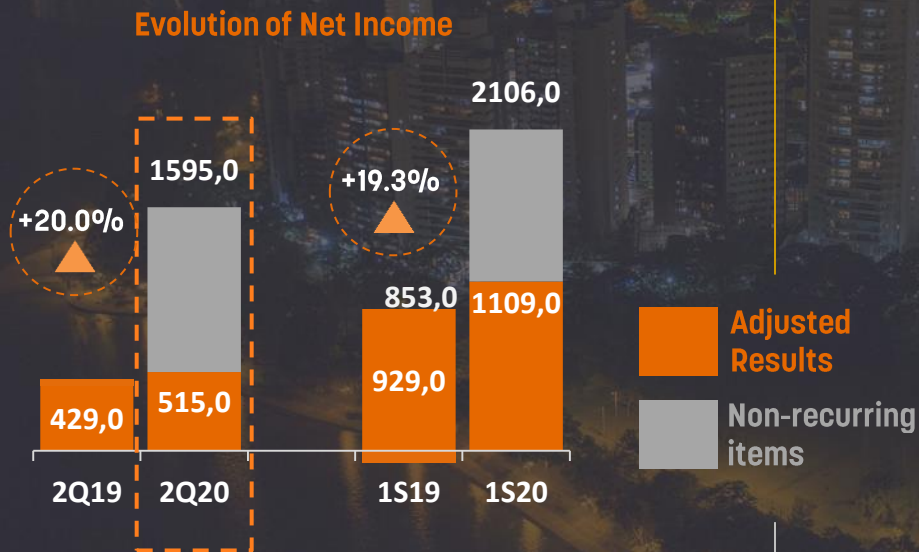


BUSINESS OVERVIEW

Daniel Slaviero

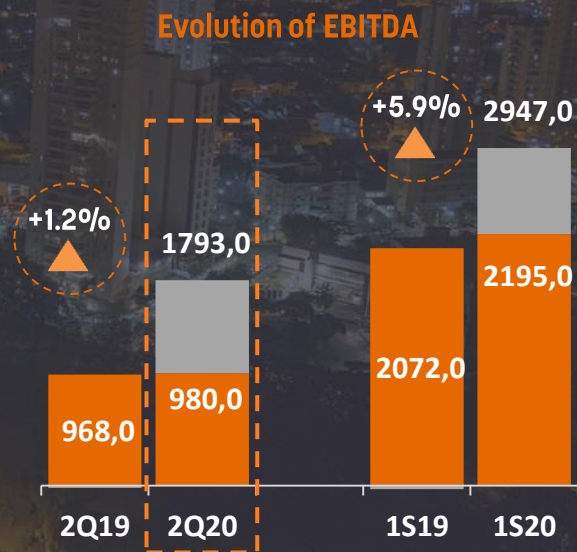
Net Income & EBITDA of 2Q20

Another quarter of solid and consistent results



Net income in 2Q20
of **R\$ 1,595 million**

Adjusted of Net Income of **R\$ 514.6 million** in 2Q20



R\$ 1,793 million in
2Q20 of **EBITDA**

Adjusted of EBITDA of **R\$ 979.6 million** in 2Q20

COPEL DIS

Demand reduction **-5.9%**
and Increase in default **1.92% of revenues**
(R\$ 36 million only due to **COVID**)

Copel Mercado Livre

Short impacts, instead of court decisions and installments

Challenging 2020

COVID-19 and Extreme
Weather Events

COPEL GeT

Water Crisis

historic drop in the level of reservoirs

TEO (MRE)

Variation of **R\$ 55 million**

Cyclone-Bomb

Intense work to repair the damage in **1.6 million of consumers affected**

**Fitch Ratings high for
'AA+(bra)'** positive outlook

**Copel DIS – Efficiency of
9.8% (vs. Regulatory)**

EBITDA of R\$ 1.2 billion (LTM)

**Copel GeT – Progress in
the conclusion of works**

MSG 87.6% of ARP total

Copel Mercado Livre
Among the **Largest in the
Sector**

5.5 GWh on 1H20 (+42% vs. 1H19)

RELEVANT ADVANCES IN 2Q20

Performance
improvement and
efficiency in all
bussinesses

Sale of Copel Telecom

Virtual Open

Data-Room and Public & Open
Consultation

UNITs Program and
Potencial **Migration to Level
2 (B3)** Hiring of Financial and
legal Advisors

**COPEL becomes part of
the “MSCI” index**

Emerging Markets and All Country
World Indexes

**...and remains in the
“FTSE”** FTSE4Good Index Series



State Owned with **private mindset**



RESULTS

2Q20

Adriano Rudek de Moura - CFO



Robust Cash Position

R\$ 3.2 billion
in June.20

Robust Cash Generation

R\$ 1.2 billion in 2020
[+17% vs 2019]

Conta-Covid

+R\$869.5 million em 31.07.20

Financial Leverage reduction

1.49x in 2020
[2.01x in 2019]

Solid Current Liquidity of 1.43x

Net Working Capital of +R\$2.6
bilhões

STRENGTH TO FACE THE CRISIS

Focus on adapting to
the new reality

PIS/COFINS - Credit

R\$ 5.6 billion on assets & R\$ 1.152
million on net income of 2020

Low Debt Maturity

R\$ 1.2 billion
next 12 months

Tariff Readjustment - DIS

0.41% applied as of June.20

APRs adjustments of Transmission assets

+R\$ 194.3 million
[+R\$ 233.8 million considering the
SPCs]

CAPEX 2020 R\$ 1.853 million (R\$
792 million no 1H20)

Financial Plan **focused on cash**

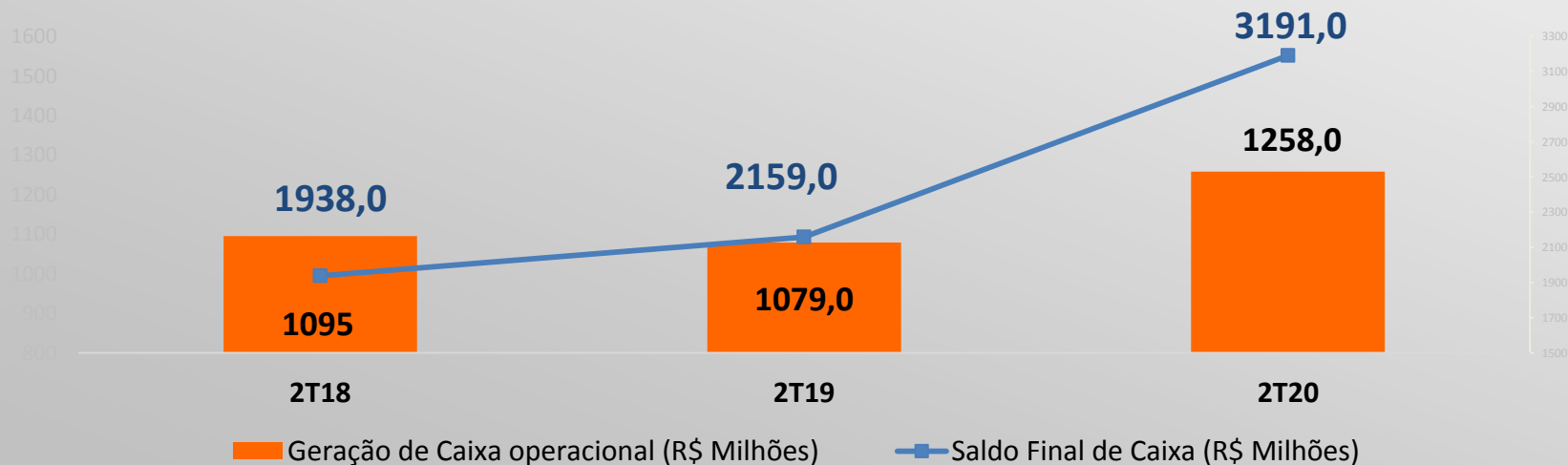
Financial Plan focused in short-term actions (2-3 months)...

Relocation of
CAPEX -R\$ 271
million in 2Q20

Reduction of costs &
relocation of expenses
R\$ 112 million no 2Q20

Postponement of Federal
tax & charges (PIS/COFINS,
INSS e FGTS) R\$ 262 million
no 2Q20

Raising of long term loan
with BNDES – Lot E (GeT)
(R\$ 432 million; 24-year
term)



Non-recurring items

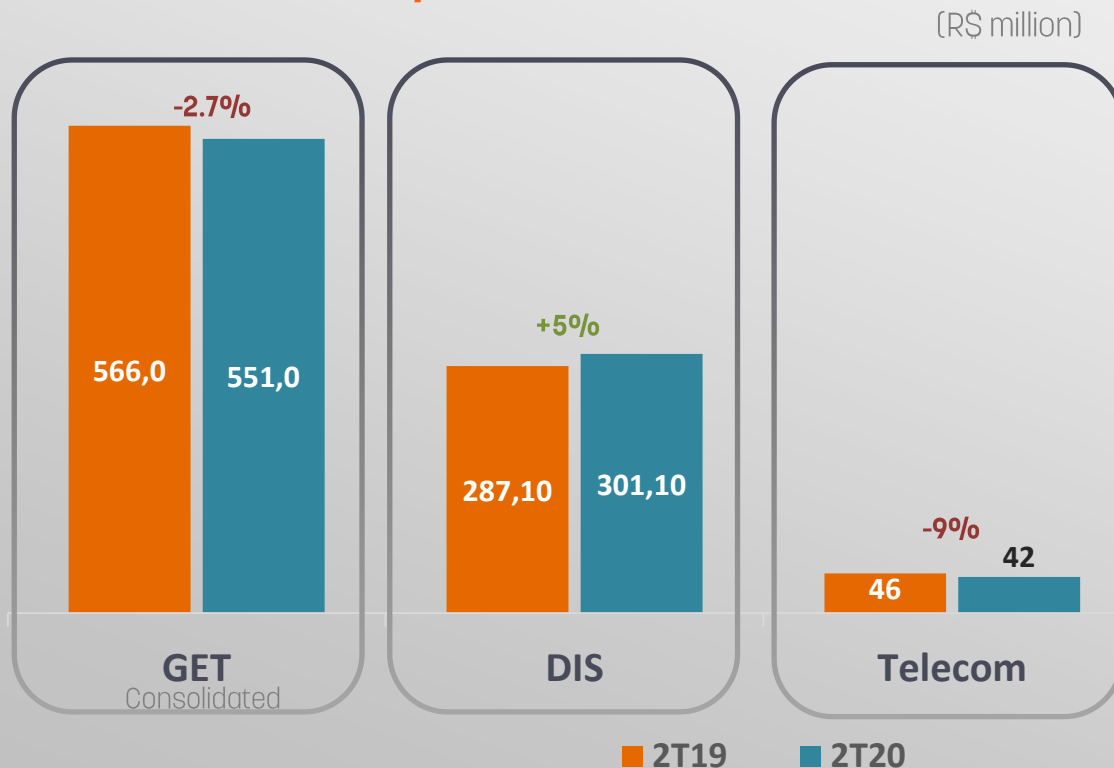
Adjusted EBITDA of **2Q20** vs. **2Q19** & **1H20** vs. **1H19**

	R\$ million					
Adjusted EBITDA	2Q20 (1)	2Q19 (2)	Var.% (1/2)	1H20 (3)	1H19	Var.% (3/4)
EBITDA	1,793.3	947.0	89.4	2,946.6	2,039.2	44.5
(-) / + Impairment of generation assets	70.4	14.0	-	102.6	19.3	-
(-) / + Tariff Review Contract No. 060/2001 transmission	(122.0)	-	-	(122.0)	-	-
(-) / + 'Provision for corporate losses and other investments	(2.4)	(1.2)	-	10.1	(3.0)	-
(-) / + 'MTM Copel Marketing	(31.1)	(4.7)	-	(34.7)	(16.4)	-
(-) / + Default loss estimate (COVID-19)	29.0	-	-	42.3	-	-
(-) / + Reversal / write-off of Telecom assets	(13.0)	12.5	-	(5.4)	32.9	-
(-) / + Net effect of the court decision - tax credit ¹	(744.7)	-	-	(744.7)	-	-
Adjusted EBITDA	979.6	967.7	1.2	2,194.8	2,071.9	5.9
(-)/+Equity Income ¹	(4.5)	8.7	-	(27.4)	(7.7)	-
Adjusted EBITDA	975.1	976.4	(0.1)	2,167.4	2,064.2	5.0

¹ Equity income considers the effects of impairment on a joint transmission company.

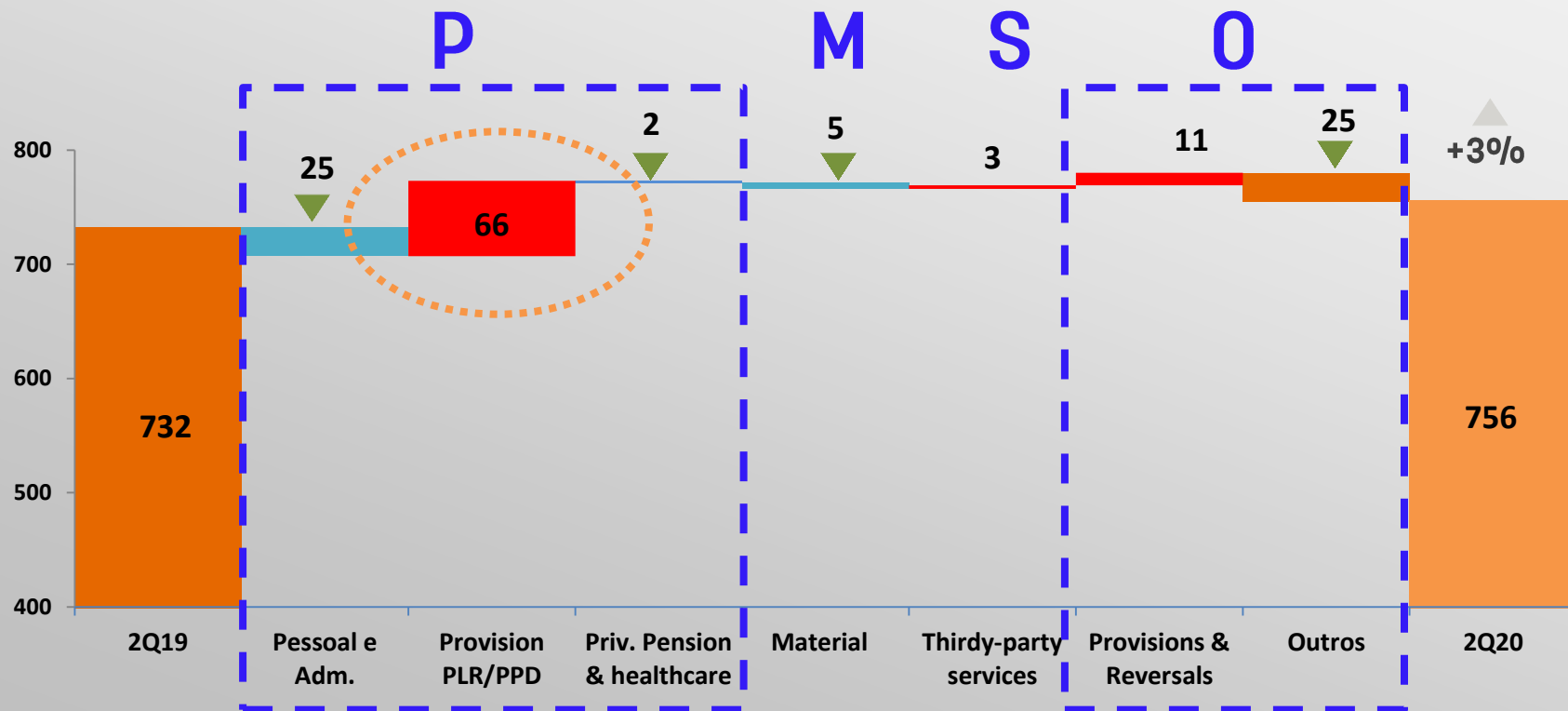
Adjusted EBITDA - SIs

Major businesses, with **emphasis on DIS**



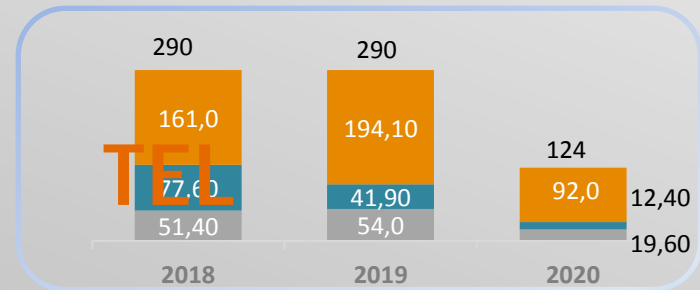
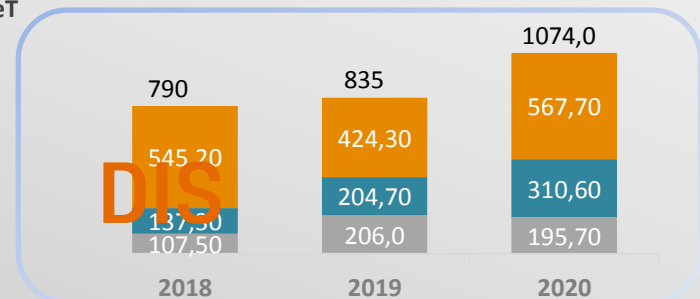
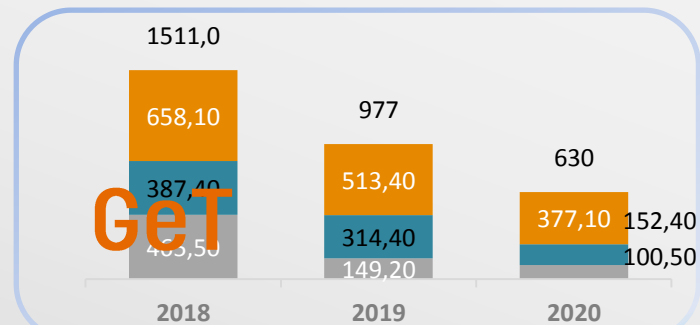
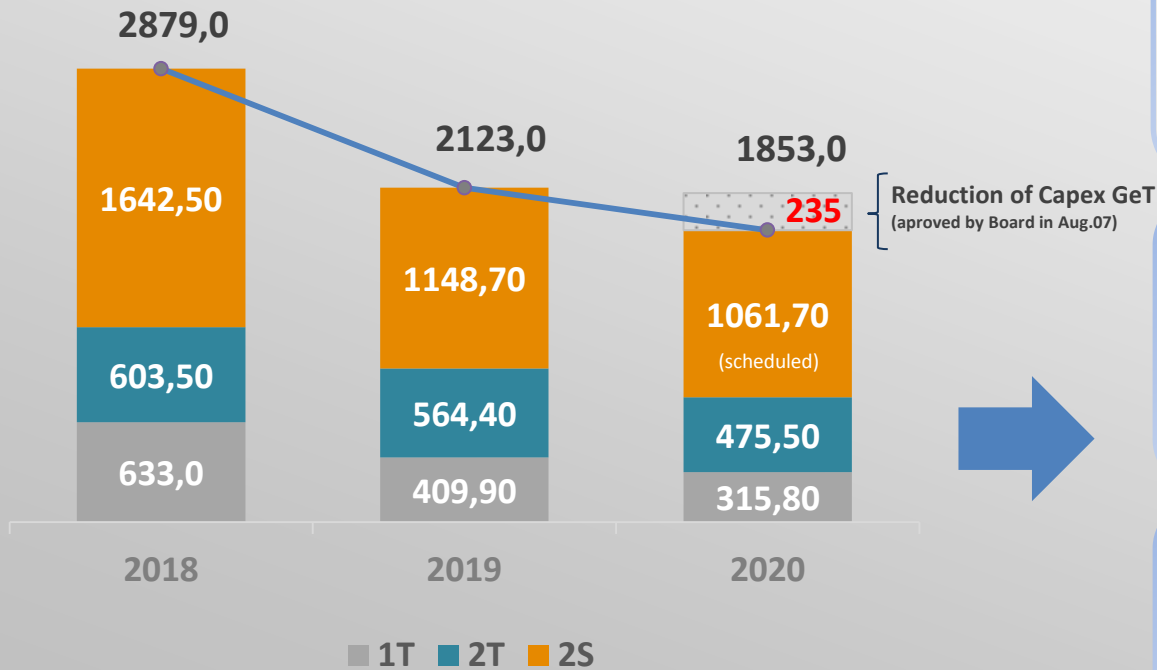
Manageable Costs – PMSO

Reduction of 9.5% in Personal (excl. PLR e PDD)... Reduction of 483 employees [-6.4%]



Investment Program

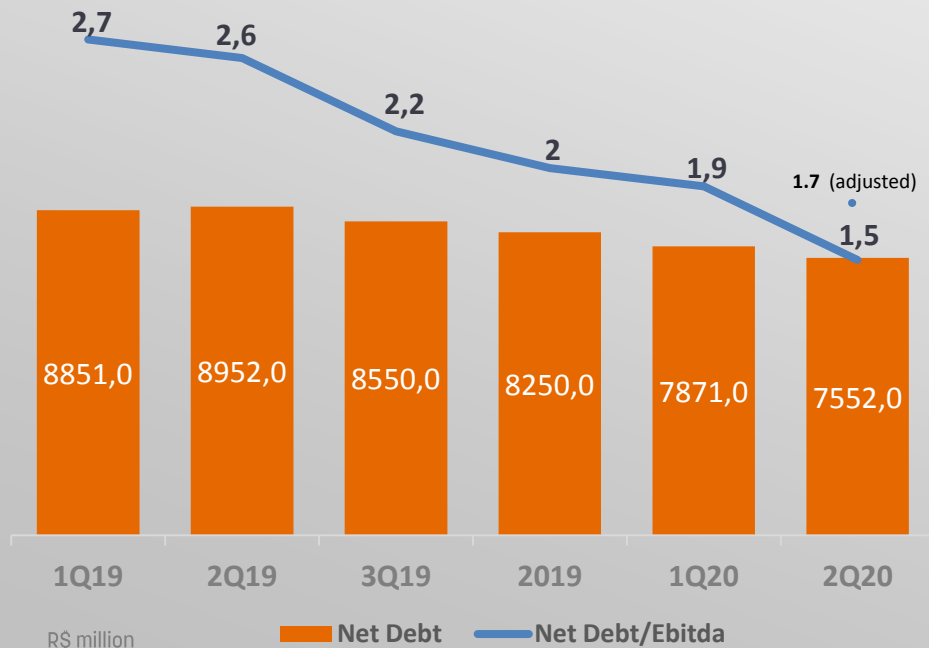
CAPEX reduction in GeT and increase in DIS



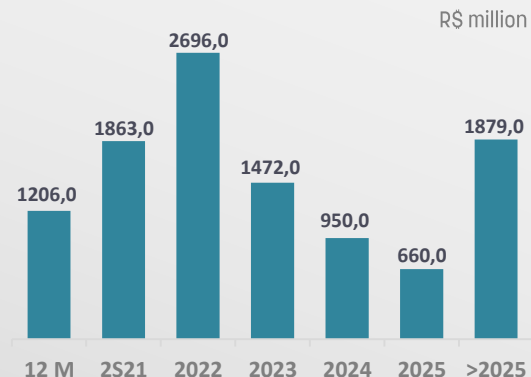
(R\$ million)
The values in 2S20 are scheduled.

Debt Profile

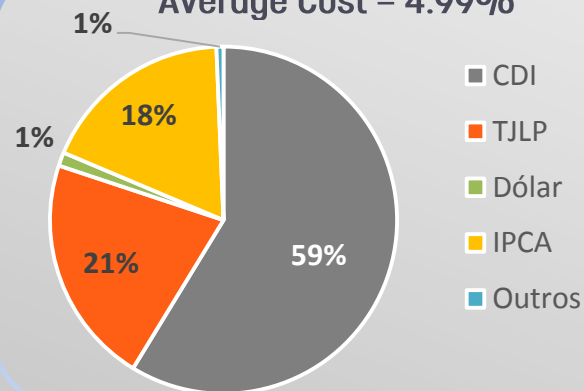
Reduction of Leverage and of the Cost of Debt



Schedule – Average term 3.4 anos



Average Cost – 4.99%





Marcel Malczewski - Chairman



Investor Relations

ri@copel.com • +55 (41) 3331-4011 • ri.copel.com



www.copel.com



[/company/copel](https://company.copel)



[/copel](https://copel)



[/copel](https://copel)



[@copelatendevoce](https://copelatendevoce)

