



2Q21 Earnings Release

August 12, 2021

taesa 

Disclaimer

The individual and consolidated financial statements were prepared in accordance with accounting practices adopted in Brazil, comprising the Brazilian Corporation Law, Statements, Guidance and Interpretations issued by Accounting Pronouncement Committee (“CPC”) and the standards of the Brazilian Securities Exchange Commission (CVM), combined with specific legislation issued by Electricity Regulatory Agency - ANEEL. ANEEL, as a regulatory agency, has the power to regulate concessions. Results will be presented in both formats, IFRS format and the regulatory format to allow comparison with other years. Note that Regulatory results will not be audited. Taesa's dividend declaration is performed based on the reviewed IFRS results.

Statements in this document related to business perspectives, projections on operating and financial income, and those related to Taesa's growth perspective are merely projections and, as such, are based solely on Executive Board's expectations about business future. These expectations depend substantially on changes in market conditions, on Brazilian economy performance, and on industry and international market performance; therefore, subject to unannounced changes.

EBITDA is net income before taxes, net financial expenses, and depreciation, amortization and income expenses. EBITDA is not recognized by accounting practices adopted in Brazil or in IFRS, does not represent cash flow for presented periods, and should not be considered as alternative net income. Presented EBITDA is used by Taesa to measure its own performance. Taesa understands that some financial investors and analysts use EBITDA as an operating performance index.

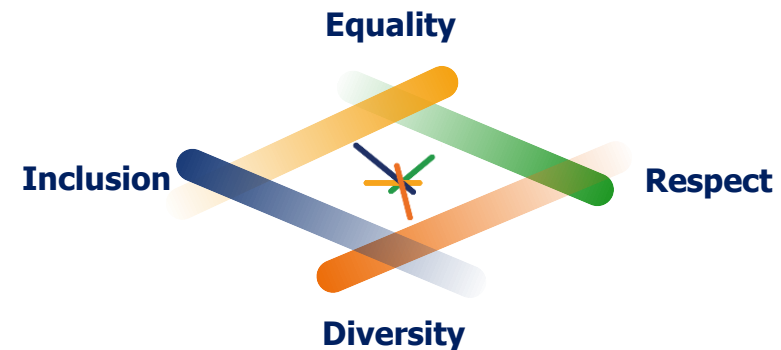
“Net Debt” is not recognized by accounting practices adopted in Brazil nor by IFRS and does not represent cash flow for presented periods. Presented Net Debt is used by Taesa to measure its own performance. Taesa understands that some investors and financial analysts use Net Debt as an indication of its financial performance.

Presented managerial results are the sum of Taesa consolidated income with equity in its partially-owned subsidiaries and associated companies. The purpose of this information is to permit better understanding of Taesa business.

Sustainability

Diversity and Inclusion Program: Continuous commitment to respect and embrace diversity

- ✂ Plan with 18 actions broken down into 94 initiatives that aim to hire a diverse workforce and raise awareness amongst employees
- ✂ Development of the Diversity and Inclusion Policy
- ✂ Creation of a representative and active Diversity Committee
- ✂ Goals associated with the Company's long-term Strategic Plan, related to the pillar of sustainability
- ✂ Internal initiatives and training geared towards the pillars of diversity and inclusion



FEMALE EMPOWERMENT

Lectures by female executive speakers;
Training for women.



RACE

Hiring targets for black persons;
Lectures on the subject.



GENDER

LGBTQIA+ chapter in our book about diversity;
Lectures on the subject.



50+

Hiring targets for persons over 50 years-old, who are looking to re-enter the workforce or change careers.

50+ INTERSHIP PROGRAM

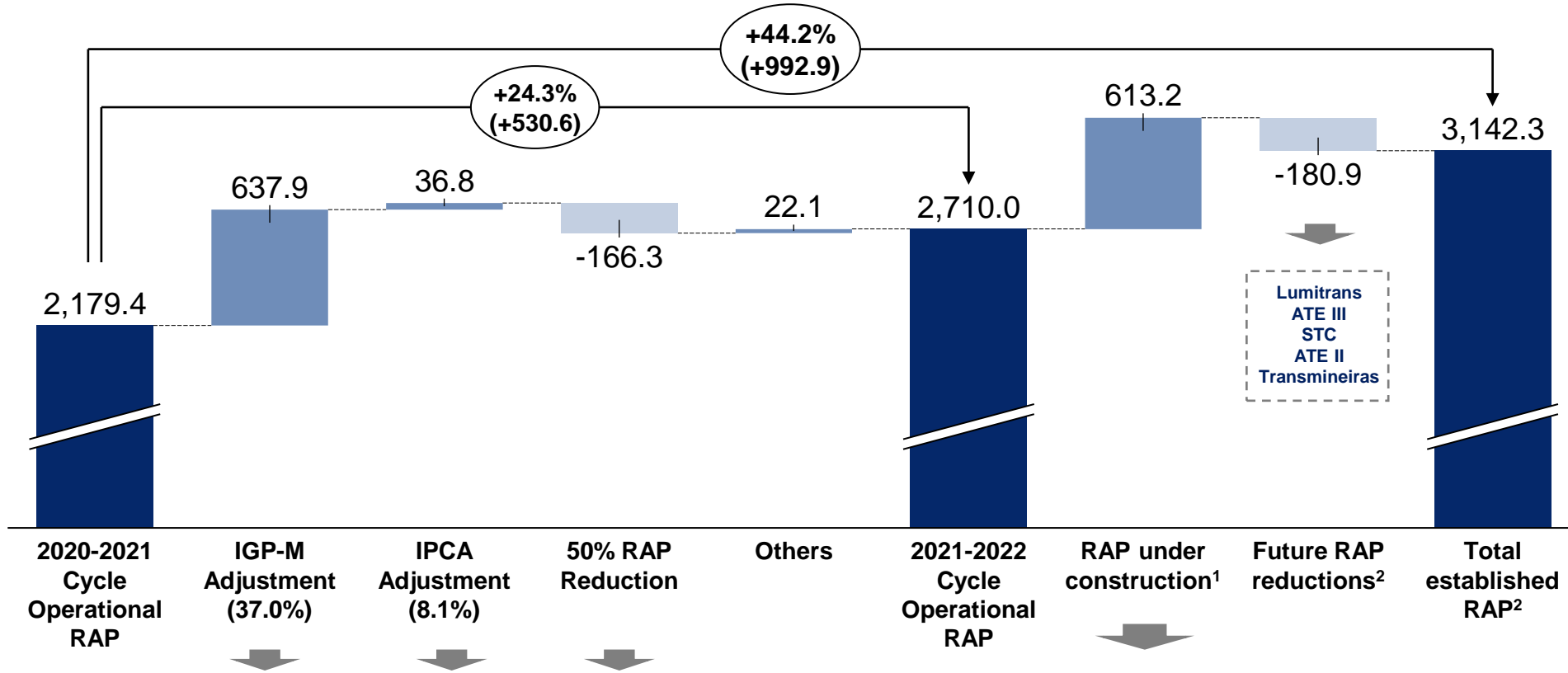
PWDS



Talento atrai Talento
A TAESA DÁ OPORTUNIDADES, VOCÊ RECOMENDA TALENTOS.

2021-2022 RAP Cycle

Taesa's Annual Permitted Revenues (RAP) readjusted by 37.0% IGP-M and 8.06% IPCA



Category II 20 concessions 81% of Operational RAP	Category III 13 concessions 19% of Operational RAP	ETAU Munirah ATE I ATE II Transmineiras
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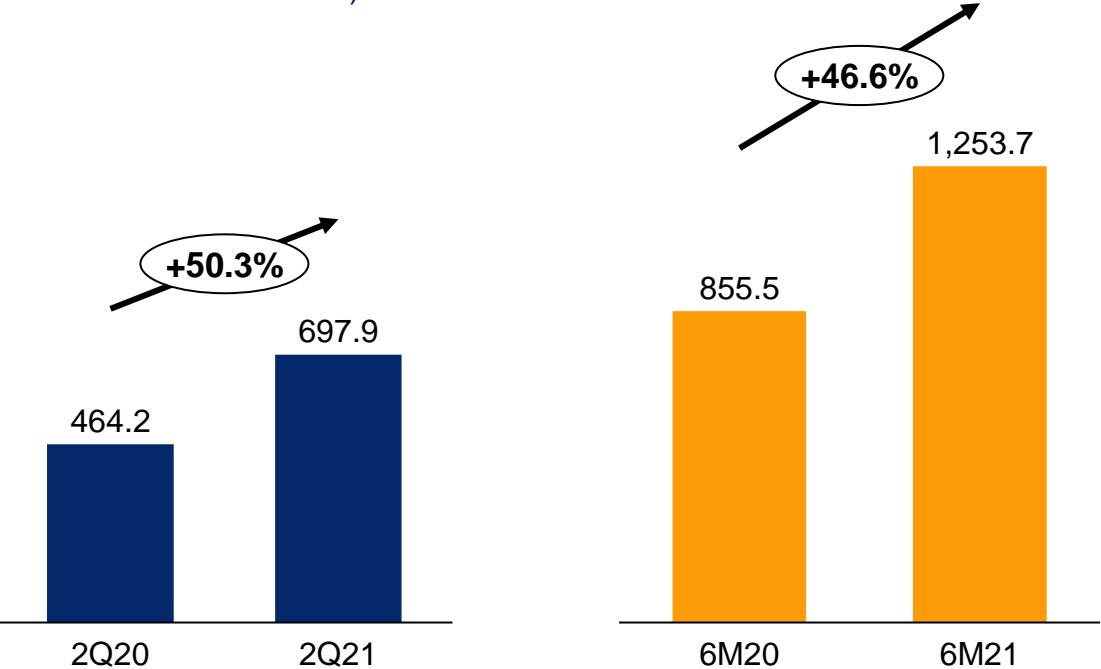
Concession	RAP	ANEEL Deadline
Janaúba	213.6	feb/22
Aimorés	43.7	
Paraguaçu	65.2	
ESTE	61.8	
Ivaí	161.8	aug/22
Sant'ana	67.1	mar/23
Total	613.2	

4 (1) RAP proportionate to Taesa's stake.
(2) Reflects expected 50% RAP reductions based on the 2021-2022 cycle.

Earnings Highlights - IFRS

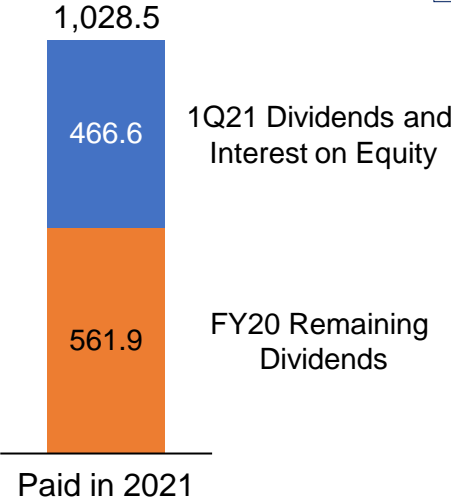
Net Income

(R\$ mn – Taesa consolidated)



Earnings Paid

(R\$ mn)

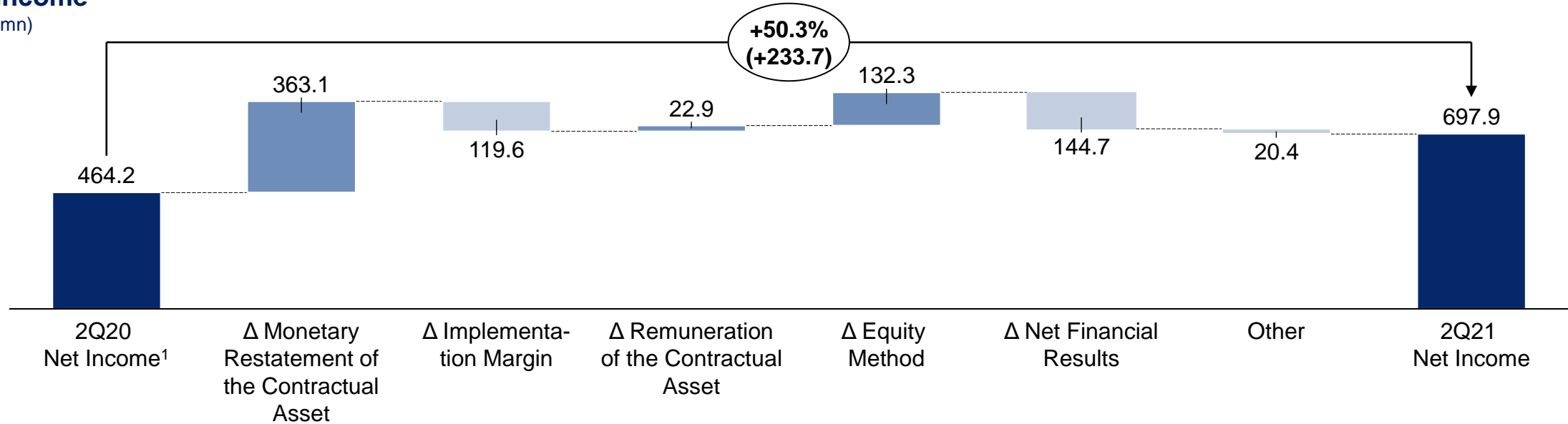


R\$ 1.0 billion
in dividends and interest on equity paid in 2021.

Net Income under IFRS

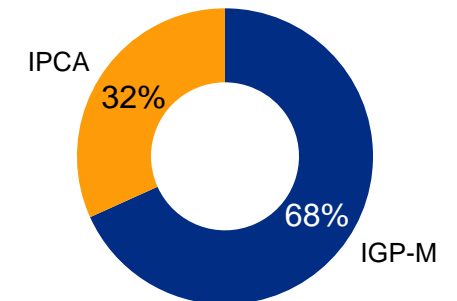
Net Income

(in R\$ mn)



- **Monetary restatement revenues** and **equity method** positively impacted by higher macroeconomic indices, primarily the IGP-M, between the compared periods.
- Reduction of the **implementation margin** between 2Q21 and 2Q20, due to smaller investments in Janaúba as it nears completion.
- Increase in **net financial expenses (financial results)** due to an increase in IPCA and CDI.

Mix of IGP-M and IPCA inflation indexes in Taesa's Contractual Assets with proportional consolidation

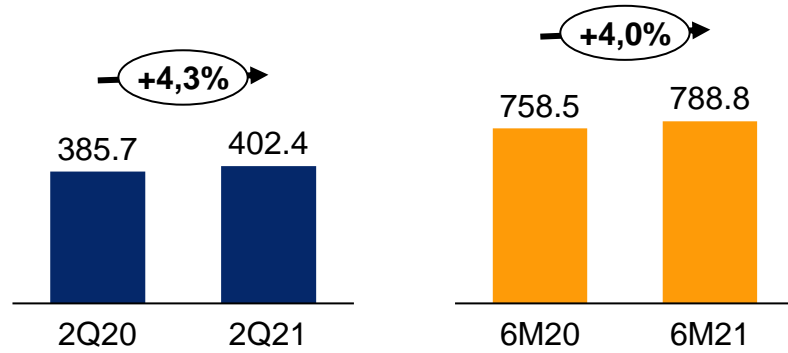


(1) The Company performed the adjustments and reclassifications of its balance sheets as of June 30, 2020 in order to present such amounts for comparative purposes with the interim information as of June 30, 2021, due to the impact of OFFICIAL-NOTICE/CVM/SNC/SEP/nº 04/2020 referring to CPC 47.

Earnings Highlights – Regulatory

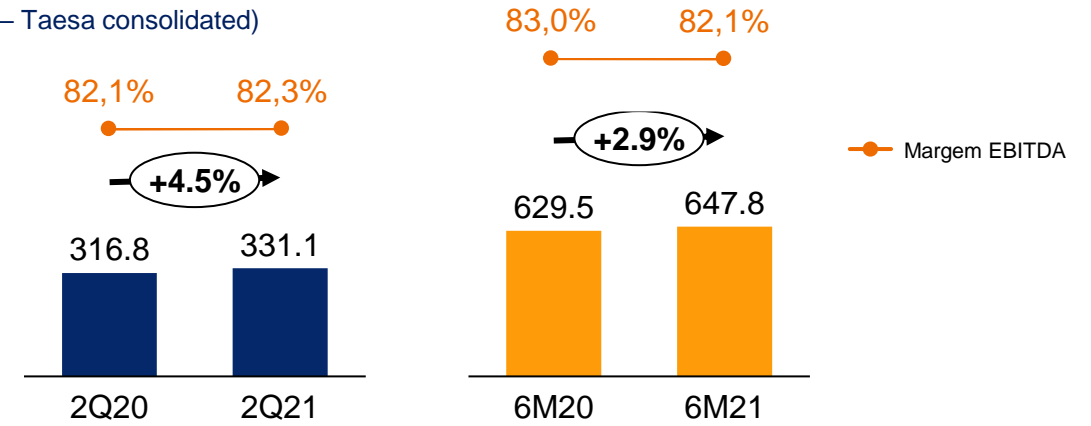
Net Revenues

(in R\$ mn – Taesa consolidated)



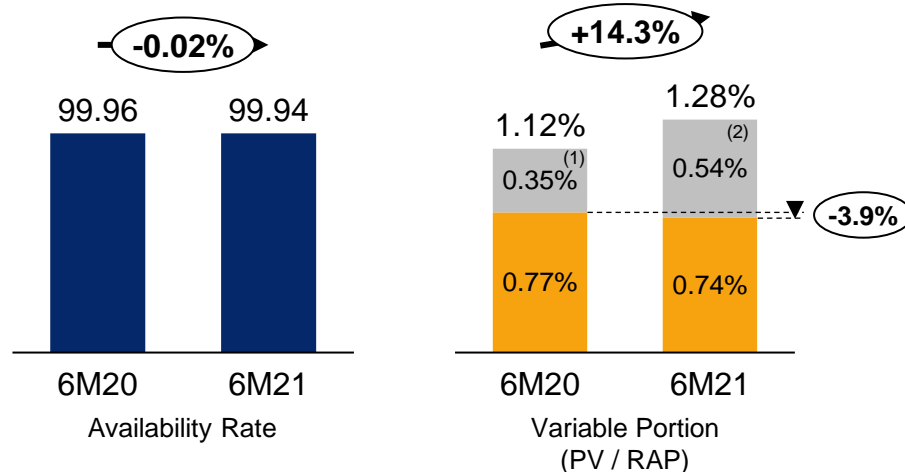
EBITDA

(in R\$ mn – Taesa consolidated)



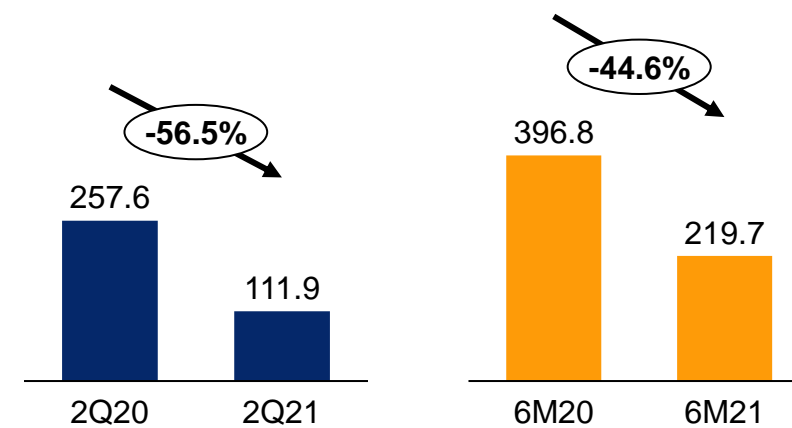
Operational Performance

(in %)



Net Income

(in R\$ mn – Taesa consolidated)

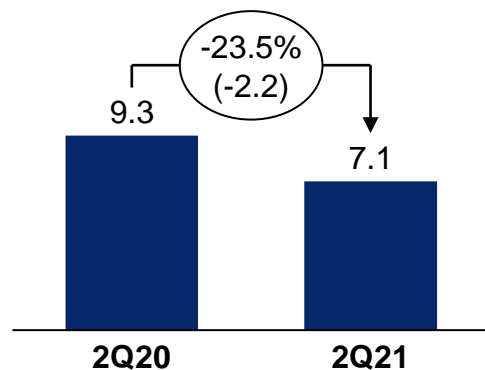


(1) Events occurred prior to the acquisition of São João concession that were indemnified within the scope of the transaction.
 (2) Two non-recurring events in discussion with ANEEL.

Financial Results

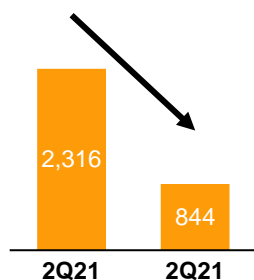
Financial Revenues

(in R\$ mn)



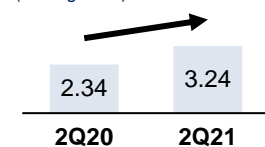
Average cash balance

(in R\$ mn)



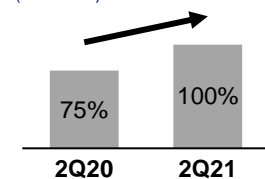
CDI

(average - %)



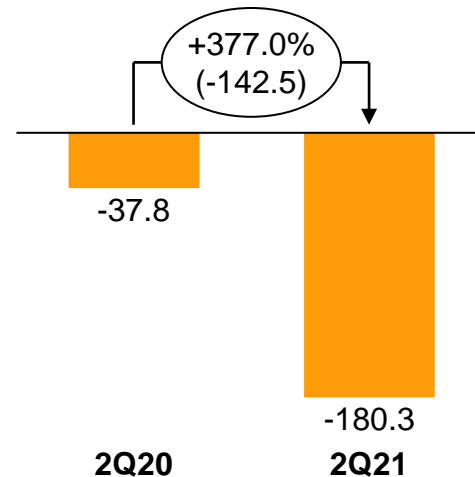
Profitability

(% of CDI)



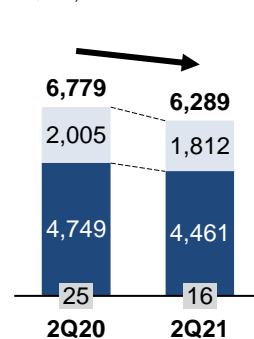
Financial Expenses

(in R\$ mn)



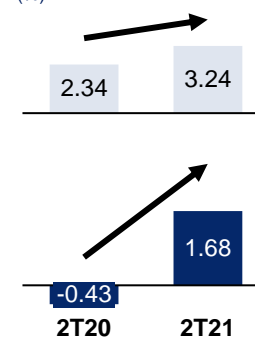
Average debt balance

(in R\$ mn)



Indices

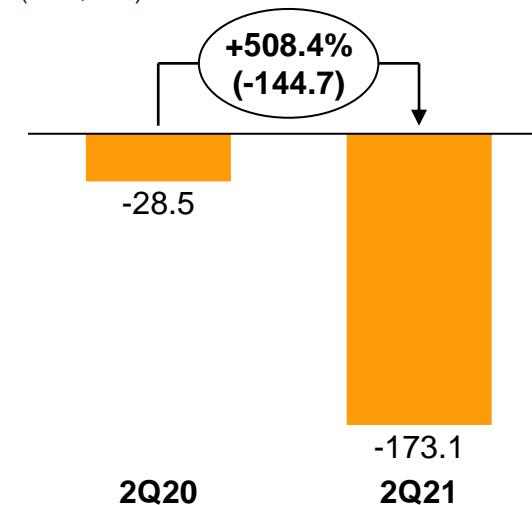
(%)



CDI (aver.) IPCA (cum.) Outros

Financial Results

(in R\$ mn)



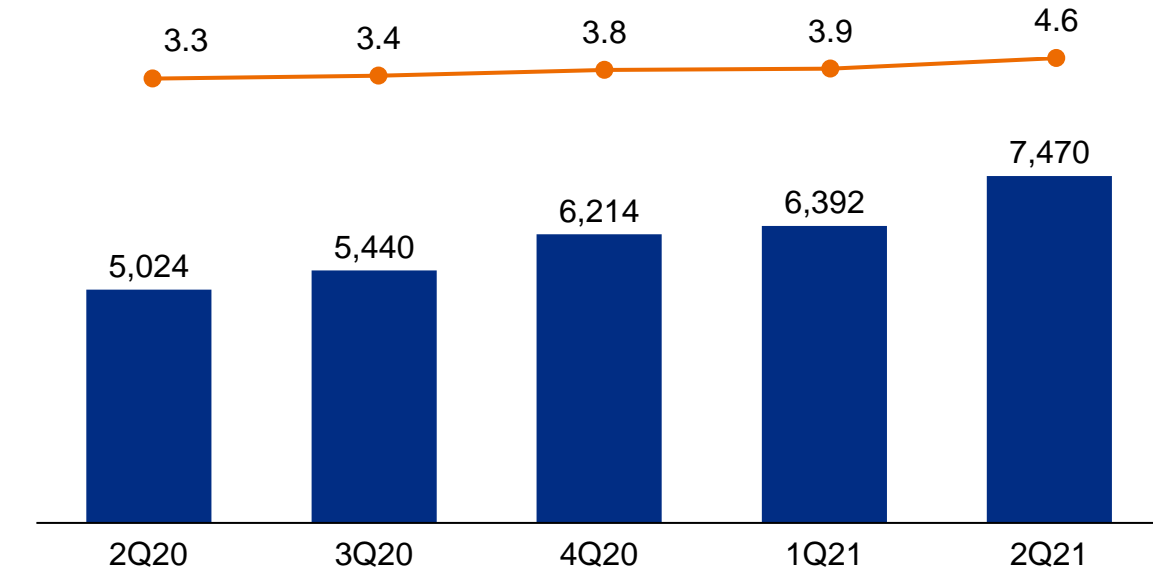
1) Despite the **higher profitability** and the **increase in CDI**, the drop in the cash balance affected financial revenues in **R\$ 2.2 million**.

2) Even with the **decrease of the average debt balance**, cumulative **IPCA inflation of 1.68%** and **higher CDI** in 2Q21 increased the financial expenses in **R\$ 142.5 million**.

Indebtedness

(in R\$ mn – Taesa with proportional consolidation)

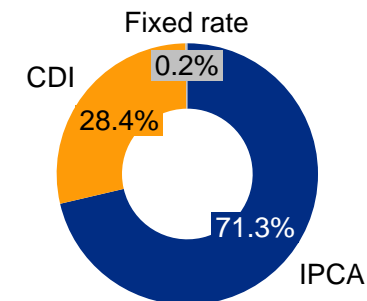
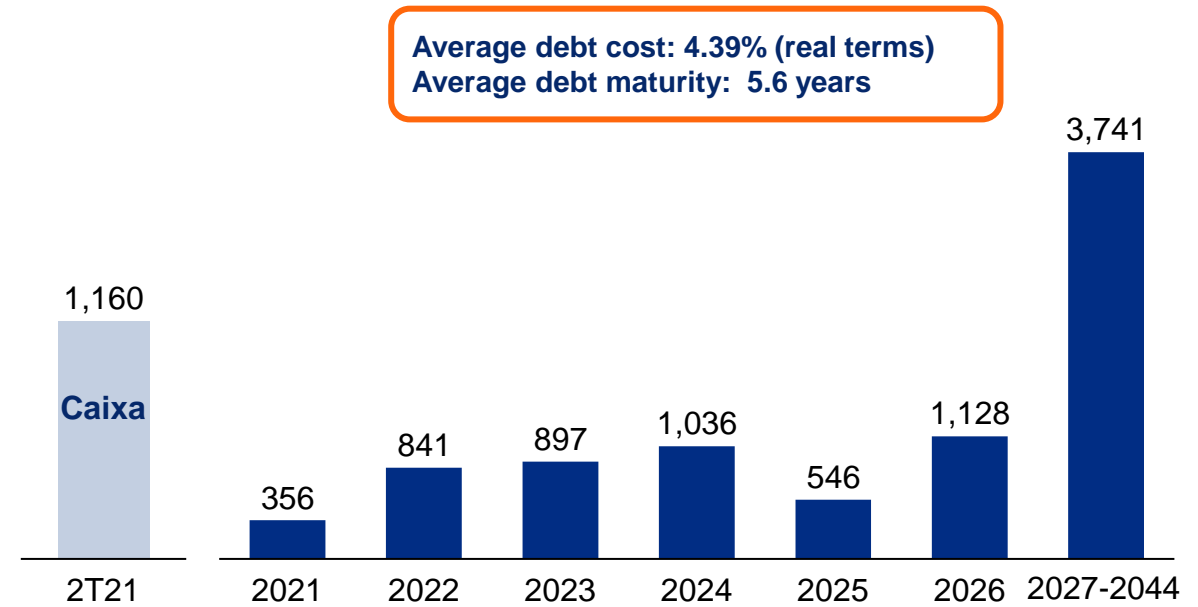
Net Debt



— Net Debt / Regulatory EBITDA

■ Net Debt

Debt Amortization Profile and Cash Position

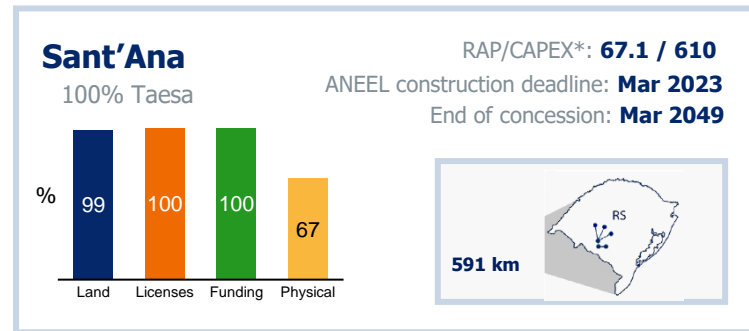
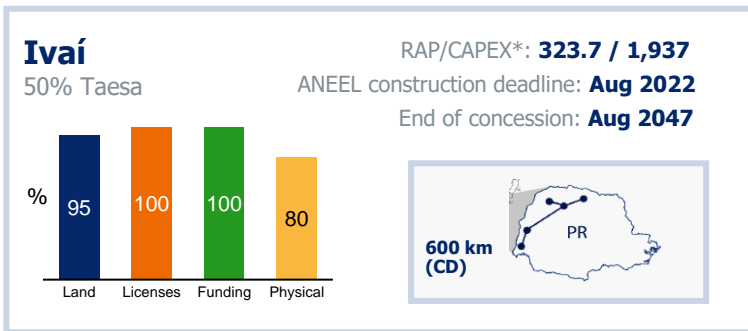
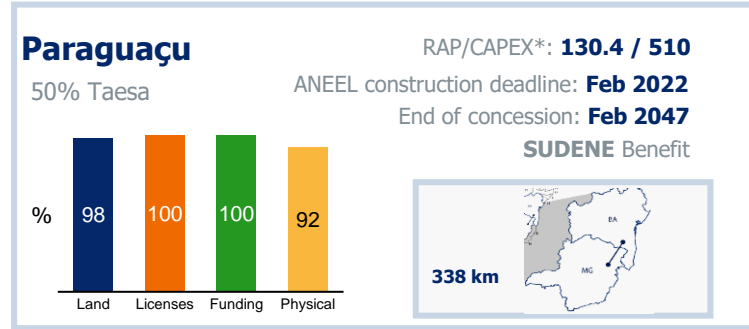
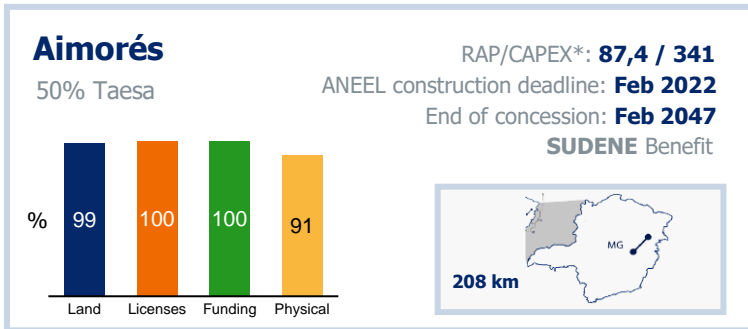
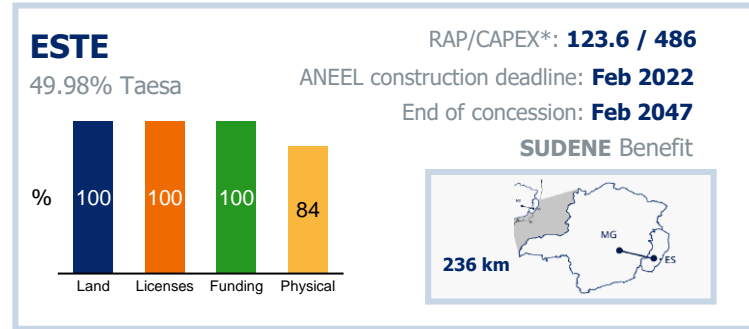
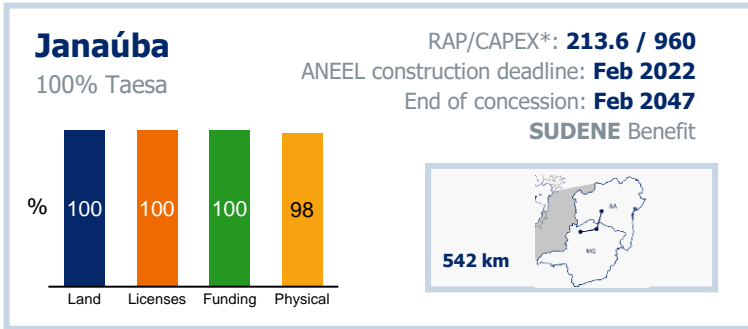


Corporate Rating
(national scale)

Moody's: Aaa.br
Fitch: AAA(bra)

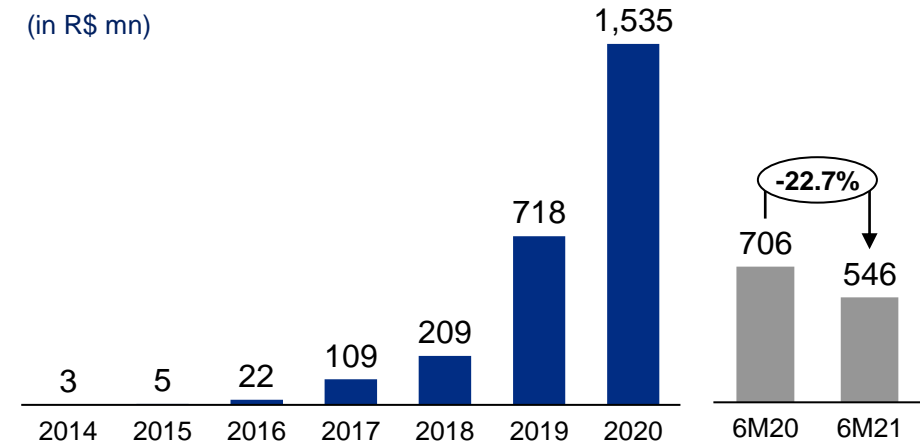
Projects under Construction

Status of Projects



Investments

(in R\$ mn)



R\$ 3.1 billion
Total investments by
TAESA in the projects
(2014 to 2021)

10 * R\$ million (2021-2022 RAP cycle / ANEEL CAPEX)
** Funding does not consider the fundraising of Taesa's partners in each project