

MARKET ANNOUNCEMENT

CENTRAIS ELÉTRICAS BRASILEIRAS S/A
CNPJ: 00.001.180/0001-26 | NIRE: 533.0000085-9
PUBLICLY-HELD COMPANY

Centrais Elétricas Brasileiras S/A (“Company” or “Eletrobras”) (B3: ELET3, ELET5 & ELET6; NYSE: EBR & EBR.B; LATIBEX: XELT.O & XELT.B) hereby informs its shareholders and the market in general, due to the news that has been disclosed about the effects, for the Company, that may be caused by the rupture of the dam of the Córrego de Feijão ('Barragem') mine in Brumadinho, Minas Gerais, Vale S.A, what follows:

1. The subsidiary Furnas Centrais Elétricas S.A. ("Furnas") owns 49% of the Specific Purpose Company Retiro Baixo Energética ("SPE"), responsible for the Retiro Baixo Hydroelectric Power Plant. The hydroelectric plant has an installed capacity of 82 MW, a volume of 240 cubic hectometres in its reservoir and is located in the region of Minas Gerais municipalities of Pompéu and Curvelo.
2. Clarifies that the operation of the plant was interrupted, spillway tests were carried out and the water intakes were closed to preserve the equipment.
3. The stoppage of operations is aimed at minimizing possible damage to equipment.
4. The Retiro Baixo dam was inspected by ANEEL in 2018 and is in adequate safety. According to the SPE, there is no structural risk to the dam.
5. This aforementioned SPE is in touch with the competent authorities to evaluate the reflexes caused by the movement of the mud and to take new measures to determine operational standards aiming the safety of people, the environment and equipment.

The Company will keep the market informed about the issue at hand.

Rio de Janeiro, January 29, 2019.

Wilson Ferreira Júnior
CEO and CFO and Investor Relations Officer