

**MARKET ANNOUNCEMENT****CENTRAIS ELÉTRICAS BRASILEIRAS S/A**CNPJ: 00.001.180/0001-26 | NIRE: 533.0000085-9  
PUBLIC COMPANY

**Centrais Elétricas Brasileiras S/A** ("Company" or "Eletrobras") (B3: ELET3, ELET5 & ELET6; NYSE: EBR & EBR.B; LATIBEX: XELT.O & XELT.B) clarifies to its shareholders and the market in general what follows about the progress of the credits granted by Centrais Elétricas de Rondônia S.A ("Ceron"), in the context of the privatization process:

1. Ceron assigned to Eletrobras, in the process of its privatization, credits from the Fuel Consumption Account ("CCC"), in the net amount of approximately R\$ 3.8 billion, as of June 2017. However, as informed at the 170th Extraordinary General Meeting, the realization of these credits depends on the supervision by the Agência Nacional de Energia Elétrica ("Aneel") and, therefore, there are provisions made in the Eletrobras Financial Statements, according to the Company's best assessment;
2. In the Quarterly Financial Information for the period ended on June 30, 2019, Eletrobras registered a balance related to the credit granted by Ceron (item 1), after deducting provisions, the amount of R\$ 2.8 billion (see Note 12 – Reimbursement Right);
3. Through Technical Note 37/2018-SFF-SFG-SRG-SGT/ANEEL, Aneel's inspection recognized Ceron's right to credit in the amount of R\$ 1.6 billion in December/2017 for the period from July 30, 2009 to June 30, 2016 ("1st inspection period");
4. Through Technical Note 134/2019-SFF-SFG-SRG/ANEEL, published on this date, the result of the 1st inspection period was revised, to July 2019, and the right of reimbursement to CCC, to be R\$ 1.9 billion, replacing the R\$ 1.6 billion credit mentioned above;
5. The increase of R\$ 0.3 billion between the current result contained in Technical Note 134/2019-SFF-SFG-SRG/ANEEL and the result of Technical Note 37/2018-SFF-SFG-SRG-SGT/ANEEL, both referring to the first period of the CCC refunds inspection, derives from: (i) addition of R\$ 103 million of the update of the base date of Technical Note 37/2018-SFF-SFG-SRG-SGT/ANEEL, from December 2017 to July 2019 (correction by IPCA) and; (ii) the addition of R\$ 160 million related to the claims made by Ceron and Eletrobras, which were accepted by Aneel, highlighting the correct calculation of costs associated with the Rondon II HPP and the Novo Horizonte Consortium and the reimbursement of fuel oil by the billed price, instead of the ANP price, from July 2009 to December 2012;
6. In addition to the review of the aforementioned amounts, there are claims regarding the recognition of the financial costs (SELIC) of the Debt Confession Agreements - CCDs, within the scope of the Interministerial Ordinances 652/2014 and 372/2015, and to the disallowances regarding the reimbursement of the guaranteed energy and specific consumption of the Guascor and Rovema contracts, which should be analyzed only in the scope of the inspection process from July 2016 to April 2017 ("2nd inspection period"), with forecast of conclusion, according to Aneel, in September 2019.

Rio de Janeiro, August 22, 2019

Elvira Cavalcanti Presta

**CFO and Investor Relations Officer**