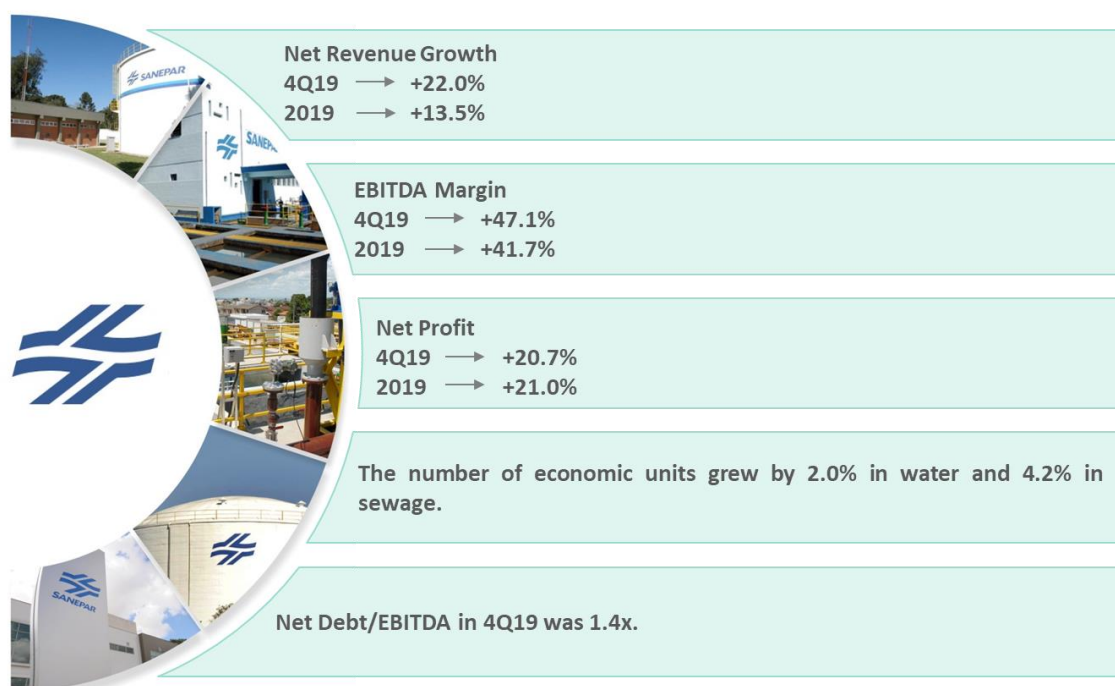


Curitiba, February 06, 2020.

We present the financial and operating results obtained by Companhia de Saneamento do Paraná – SANEPAR (SAPR3 - ON; SAPR4 - PN; SAPR11 - UNITS) regarding the fourth quarter of 2019 (4Q19). The economic information were prepared in accordance with accounting practices adopted in Brazil, including Brazilian corporate law, pronouncements, guidelines and interpretations issued by the Accounting Pronouncements Committee (Comitê de Pronunciamentos Contábeis – CPC), also based on the accounting standards and procedures established by the Brazilian Securities and Exchange Commission (Comissão de Valores Mobiliários- CVM).

HIGHLIGHTS



	4Q19 (1)	4Q18 (2)	Var. (1/2)	4Q17 (3)	Var. (2/3)
Net Revenue	1,339.6	1,097.9	22,0 %	1,025.5	7,1 %
Operating Income	545.2	405.4	34,5 %	314.7	28,8 %
EBITDA	631.2	475.7	32,7 %	383.8	23,9 %
Net profit	386.3	320.0	20,7 %	154.2	107,5 %
ROE (Annualized)	18.2	16.4	1,8 p.p.	13.8	2,6 p.p.
ROIC (Annualized)	13.5	12.7	0,8 p.p.	11.7	1,0 p.p.
Net Debt	2,806.3	2,444.7	14,8 %	2,182.9	12,0 %
Gross Margin	58.2	55.5	2,7 p.p.	55.4	0,1 p.p.
Operating margin	34.6	30.2	4,4 p.p.	17.4	12,8 p.p.
Net Margin	28.8	29.1	-0,3 p.p.	15.0	14,1 p.p.
EBITDA Margin	47.1	43.3	3,8 p.p.	37.4	5,9 p.p.
Debt Ratio	48.3	47.0	1,3 p.p.	49.1	-2,1 p.p.
Net Debt / EBITDA	1.4	1.5	-0,1 p.p.	1.6	-0,1 p.p.

MARKET CAP
12/31/2019
BRL 10.0 billion

SAPR3: 17.40
SAPR4: 21.08
SAPR11: 101.42

CONFERENCE CALL
02/07/2020

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INVESTOR RELATIONS

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1. OPERATING DATA

1.1 MARKET

The following are the contracts in % of the Company's Total Revenue on December 31, 2019:

Contracts (% of Total Revenue)*					Coverage Index		Total Active Savings (in thousand)	
Municipality	Total revenue %	Remaining Concession Period	Type of contract	Concession Type	Water	Sewage Collection	Water	Sewage Collection
Curitiba	23.9%	28,5 anos	Program	Water & sewage	100%	95.7%	825.9	791.3
Londrina	7.3%	26,5 anos	Program	Water & sewage	100%	95.6%	249.1	235.2
Maringá	5.3%	20,7 anos	Concession	Water & sewage	100%	100.0%	164.9	178.9
Ponta Grossa	3.5%	6,3 anos	Concession	Water & sewage	100%	91.4%	144.8	131.0
Foz Do Iguaçu	3.5%	24,2 anos	Program	Water & sewage	100%	78.2%	111.6	88.8
Cascavel	3.4%	4,9 anos	Concession	Water & sewage	100%	100.0%	126.1	130.0
São José dos Pinhais	2.9%	24,0 anos	Program	Water & sewage	100%	72.8%	115.1	85.1
Colombo	1.8%	28,3 anos	Program	Water & sewage	100%	66.1%	84.9	57.5
Guarapuava	1.6%	22,8 anos	Program	Water & sewage	100%	85.1%	65.1	54.2
Toledo	1.4%	5,7 anos	Concession	Water & sewage	100%	82.4%	58.0	45.9
Others	45.4%						2,055.6	1,221.4
Totals					100%	74.2%	4,001.1	3,019.3

* Information not reviewed by independent auditors.

The treated water service rate is 100% and the sewage collection coverage rate is 74.2% of the urban population in the concession area, with a treatment rate of 100%, according to the Company's Information System.

Revenue comes mainly from residential water connections, which represent 91.1% of total water connections on December 31, 2019.

The number of water connections in December 2019 is 1.8% higher than the number of existing connections in December 2018, representing an increase of 56,777 water connections, as shown below:

Number of Water Connections*	DEC/19 (1)	%	DEC/18 (2)	%	Var. % (1/2)
Residential	2,900,902	90.8	2,850,009	90.8	1.8
Commercial	230,362	7.2	224,986	7.2	2.4
Industrial	13,064	0.4	12,879	0.4	1.4
Public utility	23,832	0.8	23,689	0.8	0.6
Public Power	26,377	0.8	26,197	0.8	0.7
Totals	3,194,537	100.0	3,137,760	100.0	1.8

* Information not reviewed by independent auditors.

The number of sewage connections in December 2019 is 4.2% higher than the number of existing sewage connections in December 2018, representing an increase of 90,077 new sewage connections, as shown below:

Number of Sewage Connections *	DEC/19 (1)	%	DEC/18 (2)	%	Var. % (1/2)
Residential	2,015,360	90.3	1,932,673	90.3	4.3
Commercial	180,757	8.1	174,440	8.1	3.6
Industrial	5,458	0.2	5,204	0.2	4.9
Public utility	15,317	0.7	14,870	0.7	3.0
Public Power	14,235	0.7	13,863	0.7	2.7
Totals	2,231,127	100.0	2,141,050	100.0	4.2

* Information not reviewed by independent auditors.

1.2 PRODUCTIVITY

In 4Q19, the measured volume of treated water was 131.9 million m³ against 124.2 million m³ in 4Q18, representing an increase of 6.3%, as shown below:

Measured Water Volume - millions of m ³ *	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Residential	111.1	104.8	6.0	432.4	417.5	3.6
Commercial	11.1	10.2	8.8	42.3	40.6	4.2
Industrial	3.2	2.9	10.3	11.8	10.7	10.3
Public utility	1.4	1.3	7.7	5.4	5.3	1.9
Public Power	5.2	5.0	4.0	19.8	19.5	1.5
Totals	132.0	124.2	6.3	511.7	493.6	3.7

In 4Q19, the volume of treated water billed was 137.0 million m³, compared to 129.8 million m³ in 4Q18, representing an increase of 5.5%, reflecting weather factors (4Q18 was rainier than the historical average), as shown below:

Water Billed Volume - million m ³ *	4Q19 (1)	4Q18 ² (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Residential	115.0	109.2	5.3	448.5	435.2	3.1
Commercial	11.8	11.0	7.3	45.3	43.6	3.9
Industrial	3.8	3.5	8.6	14.4	13.8	4.3
Public utility	1.1	1.0	10.0	4.5	4.4	2.3
Public Power	5.3	5.1	3.9	20.1	19.8	1.5
Totals	137.0	129.8	5.5	532.8	516.8	3.1

* Information not reviewed by independent auditors.

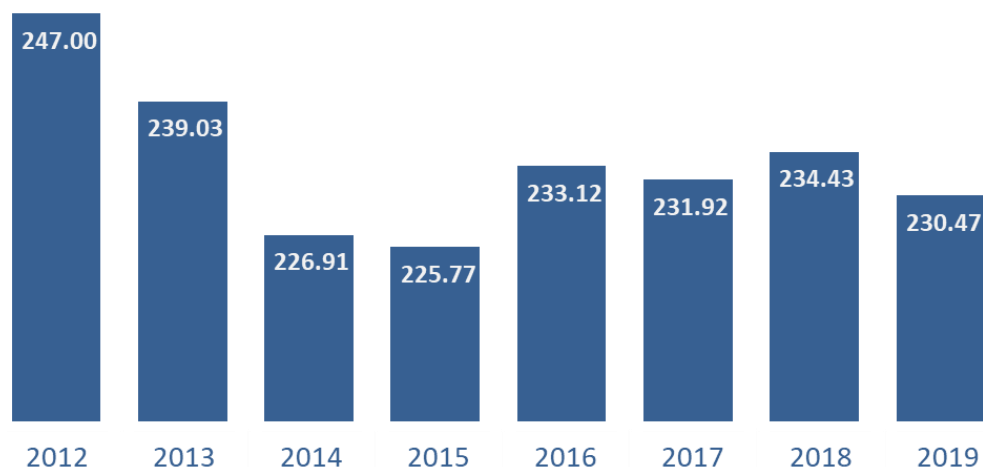
Sewage billed volume in 4Q19 grew 7.3% compared to 4Q18, as shown below:

Sewage Billed Volume - million m ³ *	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Residential	86.5	80.6	7.3	335.2	317.8	5.5
Commercial	10.8	10.0	8.0	41.5	39.4	5.3
Industrial	0.9	0.8	12.5	3.5	3.2	9.4
Public utility	1.0	1.0	0.0	3.8	3.7	2.7
Public Power	4.0	3.8	5.3	15.2	14.8	2.7
Totals	103.2	96.2	7.3	399.2	378.9	5.4

* Information not reviewed by independent auditors.

RATE OF LOSSES PER CONNECTION*

Liters/Connection/Day



* Information not reviewed by independent auditors.

Water*	2019 (1)	2018 (2)	Var. (1/2)	2017 (3)	Var. % (2/3)
Savings served with distribution network	4,001,074	3,923,428	2,0 %	3,848,451	1,9 %
No. of treatment plants	168	168	0,0 %	166	1,2 %
No. of wells	1,104	1,103	0,1 %	1,156	-4,6 %
No. of surface catchments	232	230	-0,9 %	229	0,4 %
Km of supported network	55,359	54,103	2,3 %	52,892	2,3 %
Volume Produced (m ³)	780,632,413	761,996,211	2,4 %	757,788,234	0,6 %
Loss Ratio:					
In the distributor system - %	34.44	35.22	-0,78 p.p.	34.48	0,74 p.p.
In the billing - %	31.74	32.57	-0,83 p.p.	27.54	5,03 p.p.
Revenue evasion - % (default)	1.65	0.97	0,68 p.p.	1.07	-0,10 p.p.

Sewage*	2019 (1)	2018 (2)	Var. (1/2)	2017 (3)	Var. % (3)
Savings served with collection network	3,019,303	2,896,583	4,2 %	2,761,216	4,9 %
No. of treatment plants	249	246	1,2 %	243	1,2 %
Km of supported network	36,754	35,982	2,1 %	35,264	2,0 %
Volume collected in m ³	382,115,054	362,380,051	5,4 %	355,329,189	2,0 %

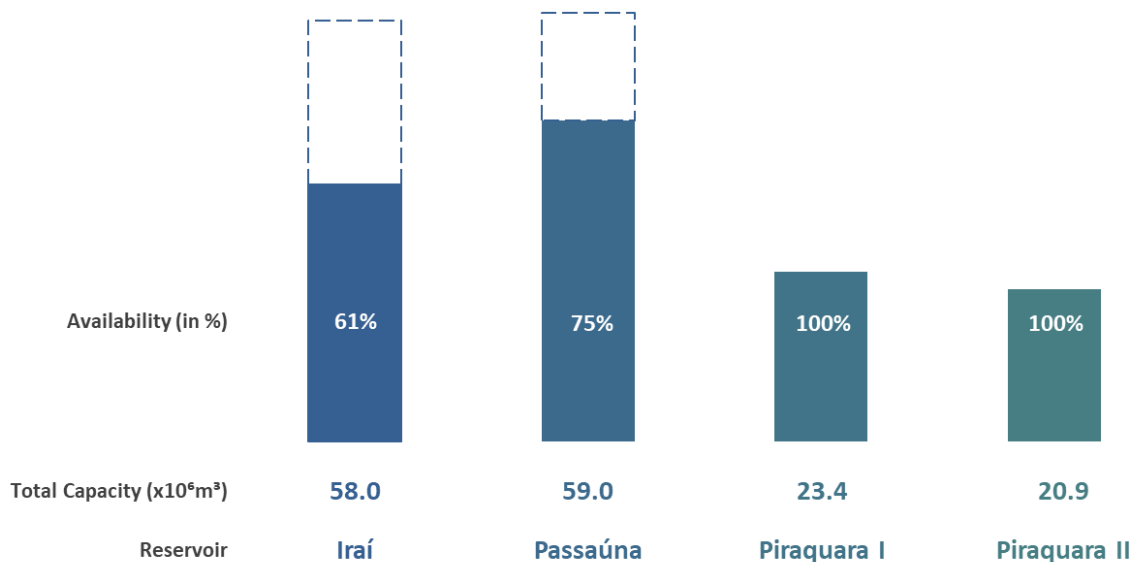
* Information not reviewed by independent auditors.

WATER VOLUMES

The average available volume of the Curitiba Integrated Supply System (SAIC) consists of the Piraquara I, Piraquara II, Iraí and Passaúna Dams.

In the municipality of Foz do Iguaçu, Sanepar uses water from the Itaipu Binational Hydroelectric Dam, from Itaipu Lake, on the Paraná River.

Sanepar dams are considered medium in storage volume, but large due to height / depth greater than 15 meters. At the end of the quarter, due to the lower volume of rainfall and the increase in consumption, the average reserve volume is 76.7%.



2. FINANCIAL DATA

2.1 ECONOMIC PERFORMANCE

Gross Operating Revenue - R\$ million	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Water Revenue	872.1	714.5	22.1	3,068.7	2,716.9	12.9
Sewage Revenue	518.0	417.4	24.1	1,811.9	1,573.0	15.2
Services Revenue	36.5	33.8	8.0	143.1	141.4	1.2
Solid Waste Revenue	3.0	2.5	20.0	11.7	9.8	19.4
Services Provided to the City Hall	4.9	4.2	16.7	18.4	16.5	11.5
Donations Made by Customers	5.5	6.6	-16.7	18.8	17.0	10.6
Other Revenues	1.7	1.3	30.8	5.5	5.0	10.0
Totals	1,441.7	1,180.3	22.1	5,078.1	4,479.6	13.4

Gross operating revenue grew 22.1%, from R\$ 1,180.3 million in 4Q18 to R\$ 1,441.7 million in 4Q19, this growth is due to the 5.12% Annual Tariff Adjustment - IRT in 2018, fully impacting in 2019; the 8.37% Annual Tariff Adjustment - IRT, which was effective on May 24, 2019; by the Reestablishment of the Annual Tariff Readjustment - IRT, in the percentage of 3.76%, from 11/11/2019, plus the of the period from 05/17/2019 to 11/07/2019.

Operating Costs and Expenses R\$ millions	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Personnel	-290.8	-268.5	8.3	-1,094.8	-1,037.5	5.5
Materials	-61.1	-40.6	50.5	-204.0	-152.0	34.2
Electricity	-121.4	-117.7	3.1	-467.5	-418.3	11.8
Third Party Services	-175.1	-171.3	2.2	-629.2	-618.8	1.7
Depreciation and Amortization	-86.0	-70.3	22.3	-337.4	-271.3	24.4
Losses in the realization of credits	-6.1	-2.2	177.3	-20.9	-7.7	171.4
Net Realizable Value of Inventory	-1.3	0.0	-	-1.3	0.0	-
Municipal Fund for Sanitation and Environm	-16.4	-14.0	17.1	-63.2	-43.6	45.0
Regulation Fee	-5.6	-5.2	7.7	-22.4	-20.8	7.7
Third Party Damages Indemnity	-2.2	-0.9	144.4	-15.3	-37.2	-58.9
Other Costs and Expenses	-15.8	-24.0	-34.2	-51.0	-75.8	-32.7
Capitalized Expenses	25.5	24.6	3.7	103.4	94.4	9.5
Losses (non-recovery of assets)	-19.4	-1.4	1,285.7	-19.4	-1.4	1,285.7
Contingency Provisions	0.3	56.2	99.5	-84.9	43.8	293.8
Retirement and Health Care Plan	-15.2	-11.6	31.0	-60.1	-76.0	-20.9
Profit Sharing Program	-0.2	-39.9	-99.5	-76.6	-134.2	-42.9
Potential or Extraordinary Losses	0.0	0.0	-	-28.7	0.0	-
Environmental Fines	-0.1	-6.0	-98.3	-0.9	-26.0	-96.5
Assets Write-offs, net	-2.7	1.0	-370.0	-9.2	-6.8	35.3
Fair Value Adjustment - Investments	0.4	0.2	100.0	0.6	1.5	-60.0
Profit of Equity Method	-1.2	-0.9	33.3	-5.7	-3.8	50.0
Totals	-794.4	-692.5	14.7	-3,088.5	-2,791.5	10.6

Operating costs and expenses in 4Q19 increased by 14.7% over 4Q18.

The main variations occurred due to:

- **Personnel**

Growth of 8.3%, due to: i) Adjustment of 2.0% in salaries due to the 2018 Annual Evaluation Cycle - PCCR (gain of a position by seniority or merit for employees who met the established criteria); ii) Salary increase of 3.94% (INPC), referring to the Collective Bargaining Agreement - ACT 2019/2020 (base date March 2019); and iii) Adjustment of 6.33% of SANESAÚDE.

- **Materials**

Growth of 50.5%, mainly in conservation materials and maintenance of administrative goods, electromechanical maintenance material, networks maintenance material and treatment material, mainly due to higher consumption of chemicals used in sewage treatment, due to improvements in the effluent treatment process in compliance with the Judicial Agreement Instrument - TAJ IBAMA. Treatment material increased from R\$ 79.7 million in 2018 to R\$ 121.1 million in 2019, a 51.9% change;

- **Electricity**
3.1% growth in electricity allocated to operating costs, due to the 15.99% tariff readjustment on 06/24/2018, fully impacting in 2019; the 3.41% tariff readjustment on 06/24/2019; and the reduction of the percentage from 15% to 12% discount for water, sewage and sanitation utilities through the Energy Development Account sectoral fund (CDE) amended by the Decree 9,642 dated December 27, 2018;
- **Third Party Services**
Growth of 2.2% mainly in surveillance services, registration and billing services, electromechanical maintenance services, collection services, networks maintenance services and solid waste removal services;
- **Depreciation and Amortization**
Increase of 22.3%, mainly due to the beginning of operation of intangible and / or fixed assets from in the period between January 2019 and December 2019 in the amount of R\$ 790.3 million (net of amortizations and write-offs);
- **Municipal Fund for Sanitation and Environmental Management**
Increase of 17.1%, specially due to the signing of new Program Contracts, mainly with the Municipality of Curitiba, which represented R\$ 21.9 million in accumulated monthly transfers in 2019;
- **Contingency Provisions**
Growth of 99.5%, mainly due to the reflection of environmental and civil provisions due to the filing of new lawsuits and updating of existing lawsuits values;
- **Potential or Extraordinary Losses**
Specially due to the recording of R\$ 28.6 million related to the compensation to the Municipality of Maringá, corresponding to assets incorporated to Sanepar's equity from June 1983 to February 2014, related to the execution of water and sewage networks, which were donated directly to Sanepar by the landowners, pursuant to Addendum 21 to Concession Contract No. 241/80. Under the regulatory aspect, such assets hitherto recorded as non-onerous are now considered onerous for the purposes of the composition of the Regulatory Asset Base – BAR; and
- **Losses due to non-recoverability of assets**
Accounting for losses due to the non-recoverability of assets (impairment test) of the investment in CS Bioenergia S/A., in the amount of R\$ 17.3 million.

2.2 ECONOMIC INDICATORS

The financial result changed positively by 5.0%, from -R\$ 48.4 million in 4Q18 to -R\$ 46.0 million in 4Q19, mainly due to the reduction of passive monetary variations by 37.8% (indexation of financial leasing debt recorded in the same period of 2018) and the 245.9% increase in other financial revenues (increase of AVP revenue on Contractual Financial Assets).

Financial Result - R\$ million	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Financial revenues						
Financial investments	4.9	6.1	-19.7	25.0	31.5	-20.6
Active Monetary Variations	4.3	3.2	34.4	11.4	12.3	-7.3
Active Currency Variations	0.1	0.0	-	0.1	0.0	-
Other financial revenues	12.8	3.7	245.9	29.0	15.5	87.1
Total Financial Revenues	22.1	13.0	70.0	65.6	59.3	10.6
Financial expenses						
Interest and Financing Fees, Loans, Debentures and Leasings	-64.1	-50.1	27.9	-226.1	-191.4	18.1
Passive Monetary Variations	-2.3	-3.7	-37.8	-14.2	-60.9	-76.7
Losses on Derivative Financial Instruments	-0.1	0.0	-	-0.1	0.0	-
Other Financial Expenses	-1.6	-7.6	-78.9	-5.5	-12.7	-56.7
Total Financial Expenses	-68.1	-61.4	10.9	-245.9	-265.0	-7.2
Financial result	-46.0	-48.4	-5.0	-180.3	-205.7	-12.3

Economic Result - R\$ million	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Operating Income	545.2	405.4	34.5	1,634.3	1,370.7	19.2
Financial result	-46.0	-48.4	-5.0	-180.4	-205.7	-12.3
Taxes on the profit	-112.9	-37.0	205.1	-373.9	-272.5	37.2
Net profit	386.3	320.0	20.7	1,080.0	892.5	21.0

The Company obtained net income of R\$ 386.3 million in 4Q19, 20.7% higher than the net result of R\$ 320.0 million recorded in 4Q18. The financial result was mainly impacted by the 13.5% growth in net revenues and the comparative basis, impacted by non-recurring items in 4Q18. Below we present the re-rating of 4Q19 financial result, excluding non-recurring items:

Following we present the reclassification of the 4Q19 result, excluding non-recurring items:

Non-recurring items - R\$ million	4Q19	4Q18	2019	2018
Net profit	386.3	320.0	1,080.0	892.5
PAI and PDVTC	-	-	-	6.8
IBAMA Agreement	-	-	-	18.0
Coastal Leasing Passive Monetary Variation	-	-	-	43.9
Indemnification to the city of Maringá	-	-	28.7	-
Reclassification of Labor Lawsuits	-	-66.8	-	-66.8
Damage to Third Parties	-	-	-	16.2
CS Bioenergia S/A Impairment	17.3	-	17.3	-
Tax Effects	-5.9	22.7	-9.2	0.0
Pro-Form Net Profit	397.7	275.9	1,116.8	910.6
Net Margin	29.7	25.1	23.6	21.9
EBITDA	648.5	408.8	2,017.7	1,616.1
EBITDA Margin	48.4	37.2	42.7	38.8

Distribution of Generated Economic Wealth - R\$ million	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Personnel Compensation	247.9	266.8	-7.1	1,002.2	1,009.5	-0.7
Remuneration to Governments (Taxes)	260.0	161.9	60.6	906.7	759.3	19.4
Remuneration to third parties (Rentals)	1.3	13.3	-90.2	4.5	49.8	-91.0
Third Party Capital Remuneration (Interest and Monetary Variations)	68.1	61.4	10.9	245.9	265.0	-7.2
Interest on Shareholders' Equity and Dividends	156.2	264.5	-40.9	330.4	423.8	-22.0
Undistributed Period Net Profit	230.0	55.5	-314.4	749.6	468.7	59.9
Total Economic Wealth	963.5	823.4	17.0	3,239.3	2,976.1	8.8

SANEPAR's growth and development strategy for operating in a public utilities services market scenario, which is also open to other private companies, is based on the pursuit of effective results, commitment to the quality of services provided and especially the fulfillment of needs of the granting power and shareholders.

The following figures show the economic and financial results that the Company has been achieving to support investment programs, providing the right conditions to meet future demand.

Economic Indicators- R\$ million	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Net Operating Revenue (1)	1,339.6	1,097.9	22,0 %	4,722.8	4,162.2	13,5 %
Operating Profit	545.2	405.4	34,5 %	1,634.3	1,370.7	19,2 %
Net profit	386.3	320.0	20,7 %	1,080.0	892.5	21,0 %
Operating Margin %	34.6	30.2	4,4 p.p.	28.6	26.0	2,6 p.p.
% Net Margin	28.8	29.1	-0,3 p.p.	22.9	21.4	1,5 p.p.
% Profitability of average PL	6.3	5.8	0,5 p.p.	18.2	16.4	1,8 p.p.
Net Debt / EBITDA (Accumulated 12 months)	-	-	-	1.4	1.5	-0,1 p.p.

At the close of 4Q19, the Company's total assets reached R\$ 11,939.6 million (R\$ 10,781.3 million on 12/31/2018), while total debt at the end of 4Q19 was R\$ 5,765.7 million (R\$ 5,064.1 million on 12/31/2018).

From the total debt, R\$ 3,080.4 million (R\$ 2,771.3 million on 12/31/2018) refer to loans, financing, debentures and leaseings, an increase of 11.2% compared to the end of financial year of 2018.

	Reference	DEC/19	DEC/18	Var.
Net equity	R\$ million	6,173.9	5,717.2	8,0 %
Equity per Share	R\$	12.26	11.35	8,0 %
Debt Ratio	%	48.3	47.0	1,3 p.p.
Current ratio	R\$	0.91	0.78	16,7 %
Quick ratio	R\$	0.87	0.75	16,0 %

EBITDA AND OPERATING CASH GENERATION

EBITDA in 4Q19, which represents the Company's operating result, was R\$ 631.2 million, compared to R\$ 475.7 million in 4Q18. EBITDA margin went from 43.3% to 47.1%. This performance was due to the 22.0% growth in net revenue, while costs and expenses that impacted EBITDA increased by 13.9%. Operating cash flow in 4Q19 was R\$ 404.7 million, growth of 13.7% over 4Q18. EBITDA to Operating Cash Conversion was 64.1%.

EBITDA - R\$ million	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Net Profit in the Period	386.3	320.0	20,7 %	1,080.0	892.5	21,0 %
(+) Taxes on the profit	112.9	37.0	205,1 %	373.9	272.5	37,2 %
(+) Financial result	46.0	48.4	-5,0 %	180.4	205.7	-12,3 %
(+) Depreciations and Amortizations	86.0	70.3	22,3 %	337.4	271.3	24,4 %
EBITDA	631.2	475.7	32,7 %	1,971.7	1,642.0	14,9 %
% EBITDA Margin	47.1	43.3	3,8 p.p.	41.7	39.5	2,2 p.p.
% EBITDA Conversion in Cash	64.1	74.8	-10,7 p.p.	74.1	82.9	-8,8 p.p.

2.3 INVESTMENTS

Investments made in 4Q19 totaled R\$ 274.6 million (R\$ 281.3 million in 4Q18), as follows:

Investments - R\$ million	4Q19 (1)	4Q18 (2)	Var. % (1/2)	2019 (3)	2018 (4)	Var. % (3/4)
Water	126.7	114.3	10.8	459.7	449.1	2.4
Sewage	121.7	128.3	-5.1	454.2	418.2	8.6
Other Investments	26.2	38.7	-32.3	113.2	162.7	-30.4
Totals	274.6	281.3	-2.4	1,027.1	1,030.0	-0.3

2.4 DEBT

Gross debt increased from R\$ 2,771.3 million in December 2018 to R\$ 3,080.4 million in December 2019, representing an increase of R\$ 309.1 million. Net debt increased from R\$ 2,444.7 million in December 2018 to R\$ 2,806.3 million in December 2019. The debt ratio, measured by the ratio “Net Debt / EBITDA (12 months accumulated)”, reduced from 1.5x to 1.4x in 2019 and 2018, respectively. The debt ratio stood at 48.3% at the close of 4Q19 (47.0% in 4Q18). Below we present the breakdown of loans, financing, debentures and leasings, with their respective interest rates, maturities and outstanding balances on December 31, 2019:

Debt - R\$ million	Annual Interest Rate	Indexer	Contract termination	Debt Balance	%
Caixa Econômica Federal	6.62% to 12.00%	TR	7/19/2042	1,057.4	34.3
BNDES - PAC2	1.67% & 2.05%	TJLP	7/15/2029	293.8	9.5
Coastal leasing	11.14%	IPC-FIPE	12/15/2036	277.6	9.0
Debentures - 9 th Issue - 1 st Series	0.37%	DI	6/11/2026	199.5	6.5
Debentures - 4 th Issue - 1 st Series	1.67%	TJLP	7/15/2027	181.5	5.9
Debentures - 8 th Issue - 1 st Series	0.49%	DI	6/21/2023	154.9	5.0
Debentures - 9 th Issue - 2 nd Series	0.44%	DI	6/11/2026	151.1	4.9
Debentures - 3 rd Issue - 2 nd Series	7.44%	IPCA	7/15/2027	97.8	3.2
Debentures - 4 th Issue - 2 nd Series	6.46%	-	10/31/2024	99.8	3.2
Leasing Right of Use	9.19%	IPCA	9/15/2024	96.5	3.1
Debentures - 8 th Issue - 1 st Series	0.40%	DI	6/21/2023	95.0	3.1
Debentures - 2 nd Issue - 2 nd Series	1.92%	TJLP	9/15/2024	77.6	2.5
Debentures - 2 nd Issue - 3 rd Series	6.99%	IPCA	11/15/2020	70.9	2.3
Debentures - 2 nd Issue - 1 st Series	1.92%	TJLP	9/15/2024	58.2	1.9
Debentures - 7 th Issue - 2 nd Series	4.79%	IPCA	11/15/2038	49.1	1.6
Debentures - 7 th Issue - 1 st Series	5.20%	IPCA	11/15/2038	31.4	1.0
BNDES	1.82% & 2.50%	TJLP	1/15/2023	23.7	0.8
Debentures - 7 th Issue - 4 th Series	6.57%	IPCA	11/15/2038	21.3	0.7
Banco Itaú - PSI	3.00% to 6.00%	-	1/15/2025	15.2	0.5
Debentures - 7 th Issue - 3 rd Series	6.97%	IPCA	11/15/2038	12.4	0.4
Banco Do Brasil - PSI	3.00% to 6.00%	-	4/15/2024	13.7	0.4
KfW Development Bank	1.35%	EURO	12/30/2032	2.0	0.2
Totals				3,080.4	100.0

* IPCA as variable component of TLP

Below we present the debt profile in relation to the maturity schedule:

Description - R\$ million	Debt Balance	%
12 months	357.2	11.6
24 months	339.7	11.0
36 months	231.3	7.5
60 months	755.8	24.5
Over 60 months	1,396.4	45.4
Totals	3,080.4	100.0

3. REGULATION

The Company was authorized by the Paraná State Delegated Infrastructure Regulatory Agency - AGEPAR, through Approval Resolution No. 003, dated April 12, 2017, to apply the tariff repositioning rate of 25.63% as of April 17, as provided for in Article 3:

“Art. 3 - To define that the application of the tariff revision approved according to article 2 of this Resolution will be deferred by 8 (eight) years, and the first installment will correspond, in 2017, to an average repositioning of 8.53% (eight point fifty three percent), and the remaining 7 (seven) installments of 2.11% (two point eleven percent), plus the corresponding financial correction and economic correction, which will be applied by the weighted average rate of daily financing calculated in the Settlement and Custody Special System (SELIC), as defined in the Technical Note approved in Article 1 of this Resolution”.

In analogy to Technical Guidance OCPC 08 - Recognition of Certain Assets and Liabilities in the General Purpose Accounting and Financial Reports of Electricity Distributors issued in accordance with Brazilian and International Accounting Standards, the Company does not record the amounts receivable in the Financial Statements as a result of deferral, considering that: (i) the realization or enforceability of these amounts would depend on a future event not fully controllable by the entity - future billing for water and sewage services; (ii) it is not practicable to know at the time of the emergence of the right to receive from who are the debtors of these amounts; and (iii) The effective receipt of these amounts will occur only with the maintenance of the concessions.

The estimated amount receivable arising from the difference between Required Revenue and Verified Revenue will be measured and disclosed throughout the deferral period, and until December 31, 2019, the best estimate is R\$ 1.299 billion. In actual terms, the 25.63% index to be repositioned in 2017, 13.16% is already included in the Company's tariff, and 11.02% is still remaining to be deferred until 2024.

PORTION A VARIATION ACCOUNT (CVA)

The Portion “A” Item Variation Compensation account corresponds to offsetting the sum of monthly positive or negative differences, calculated as a result of changes in electricity costs, chemicals and sector charges, adjusted by the IPCA.

The CVA is determined from the historical cost verified in the period $t - 1$ for the three above mentioned components and passed through via adjustments in the period t . However, the basic formulation of the tariff adjustment does not guarantee the perfect pass through of unmanageable costs to the consumer, since it does not consider, for example, the difference between the reference market and the application market.

As the calculation of the tariff adjustment assumes that in the following period there will be exactly the same volume (m^3) verified in the adjustment calculation, at the end of the period t the CVA balance would be zero.

For the year to date December 2019, the Company's CVA recorded a positive balance of R\$ 118.5 million, which Sanepar is expected to recover via tariff.

EBITDA ADJUSTED WITH NON-MANAGEABLE ITEMS - Not reviewed by independent auditors

The Company is proactively disclosing pro-forma the adjusted EBITDA with non-manageable items as a metric to analyze the impacts of offsetting portion “A” items (electricity, treatment material, fees and charges) from the tariff model.

Adjusted EBITDA for non-manageable items is a non-accounting measurement and should not be considered in isolation as an operating indicator or cash flow or to measure the Company's liquidity or debt capacity.

Next we present the calculation of EBITDA considering the estimated values of unmanageable items accumulated until December 31, 2019:

EBITDA - R\$ million	2019
EBITDA	1,971.7
(+) Unmanageable items	118.5
Electricity	47.0
Treatment Material	36.1
Fees and Charges	35.4
(=) EBITDA Adjusted with unmanageable items	2,090.2
EBITDA Margin %	44.3

TARIFF ADJUSTMENT

The Board of Directors of the Paraná State Infrastructure Delegated Public Services Regulatory Agency - AGEPAR approved on April 16, 2019, by means of Approval Resolution No. 006/2019, the Annual Tariff Adjustment - IRT of 12.12944% on services rendered to be applied as of May 17, 2019 and also approved the application of the Sanitation Tariff Table.

Due to the partial approval of the injunction granted by means of the monocratic decision materialized in Order 478/19-GCFAMG, in view of the extraordinary accounting of the Court of Auditors of the State of Paraná - TCE (Case No. 312857/19), the approved adjustment by AGEPAR is being partially applied in 8.37135% (eight integers thirty seven thousand, one hundred thirty five hundredths of a thousandths), *pro rata die* as of May 24, 2019.

On October 23, 2019, the Paraná State Court of Auditors - TCE / PR revoked the precautionary measure issued in case 312857/19 and, therefore, reestablished the percentage of adjustment set by AGEPAR with the application of the differential of 3.76% from November 11, 2019.

In December 2019, the Company recorded an estimated revenue of R\$ 61.0 million related to the retroactive adjustment not received from customers in the period from July to November 07, 2019.

4. CAPITAL MARKET

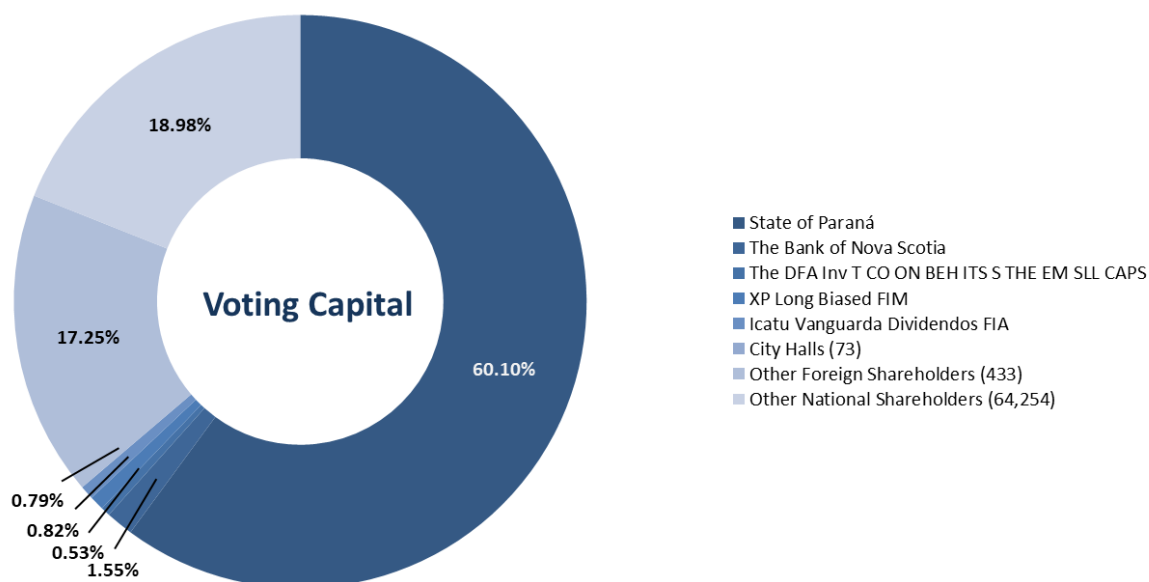
4.1. SHAREHOLDING COMPOSITION OF CAPITAL

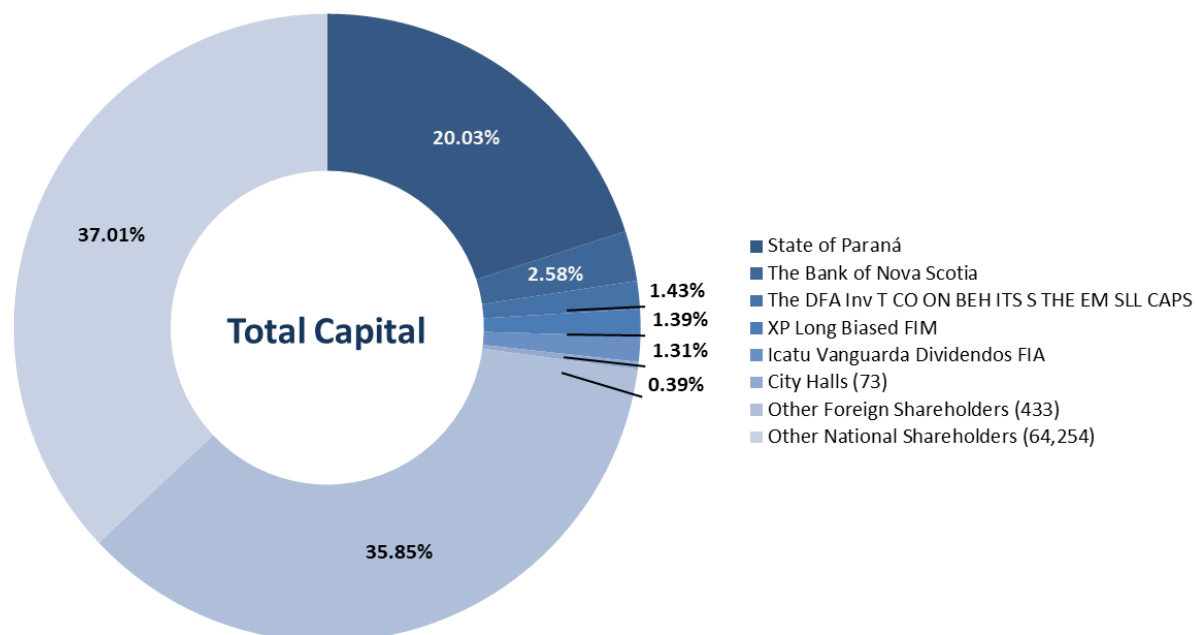
The Share Capital is composed of 503,735,173 shares, of which 167,911,753 are common stocks and 335,823,420 are preferred stocks without par value, fully paid up by natural persons and legal entities resident and domiciled in Brazil and abroad.

The subscribed and paid up share capital in December 2016 is R\$ 2,855.0 million and net funding of R\$ 2,851.0 million, with its shareholding composition, as at 12/31/2019, represented below.

SHAREHOLDERS	No. of Shares			Share Capital - BRL thousand			% of shareholding	
	ON	PN	Total	ON	PN	Total	Voting Capital	Total Capital
State of Paraná	100,914,575	1	100,914,576	571,166	0	571,166	60.10%	20.03%
The Bank of Nova Scotia	2,594,295	10,403,780	12,998,075	14,683	58,884	73,568	1.55%	2.58%
The DFA Inv T CO ON BEH ITS S THE EM SLL CAPS	883,907	6,323,629	7,207,536	5,003	35,791	40,794	0.53%	1.43%
XP Long Biased FIM	1,372,059	5,647,236	7,019,295	7,766	31,963	39,728	0.82%	1.39%
Icatu Vanguarda Dividendos FIA	1,318,644	5,274,576	6,593,220	7,463	29,854	37,317	0.79%	1.31%
City Halls (73)	-	1,975,776	1,975,776	-	11,183	11,183	0.00%	0.39%
Other Foreign Shareholders (433)	28,964,944	151,630,820	180,595,764	163,939	858,215	1,022,153	17.25%	35.85%
Other National Shareholders (64,254)	31,863,329	154,567,602	186,430,931	180,343	874,837	1,055,180	18.98%	37.01%
TOTAL	167,911,753	335,823,420	503,735,173	950,363	1,900,726	2,851,089	100%	100%

Ownership Breakdown





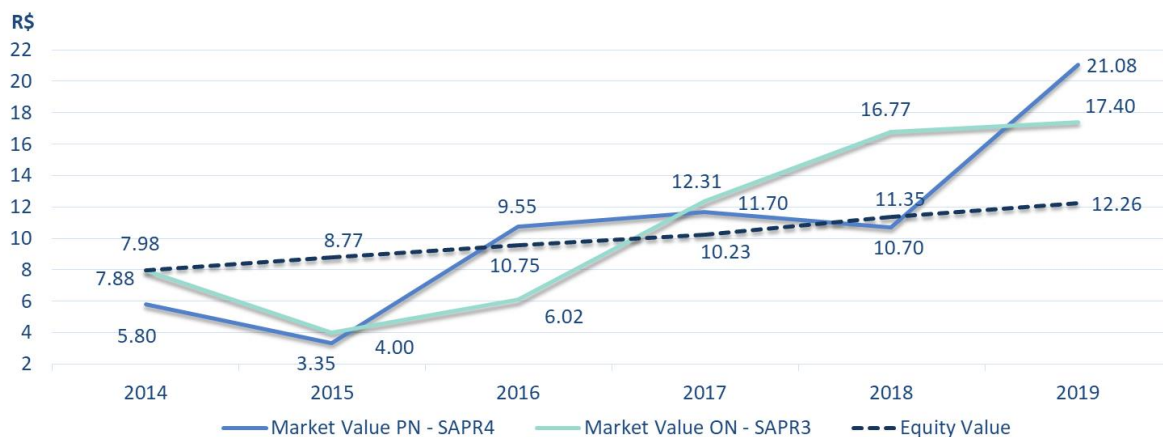
4.2. SECURITIES VALUES

Securities Values	Ticker	Closing Value 4Q19	Closing Value 4Q18	Variation between 4Q18 and 4Q19
Common Shares	SAPR3	R\$ 17.40	R\$ 16.77	3.76%
Preferred Shares	SAPR4	R\$ 21.08	R\$ 10.70	97.01%
Units	SAPR11	R\$ 101.42	R\$ 61.50	64.91%

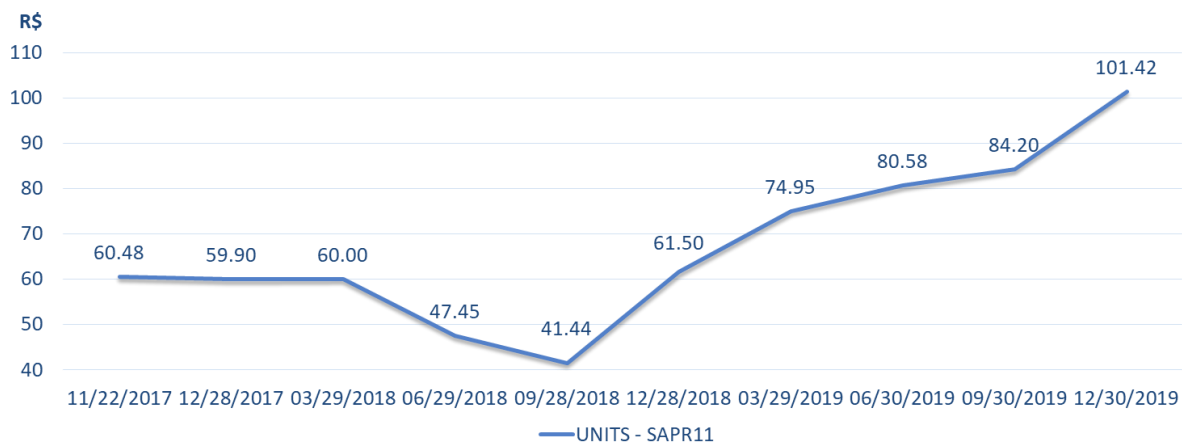
The equity value of each share in 4Q19 was R\$ 12.26, while in 4Q18, R\$ 11.35 was recorded.

The financial volume of Sanepar's shares in 4Q19 was R\$ 3,655 Million, compared to R\$ 1,792 million recorded in 4Q18.

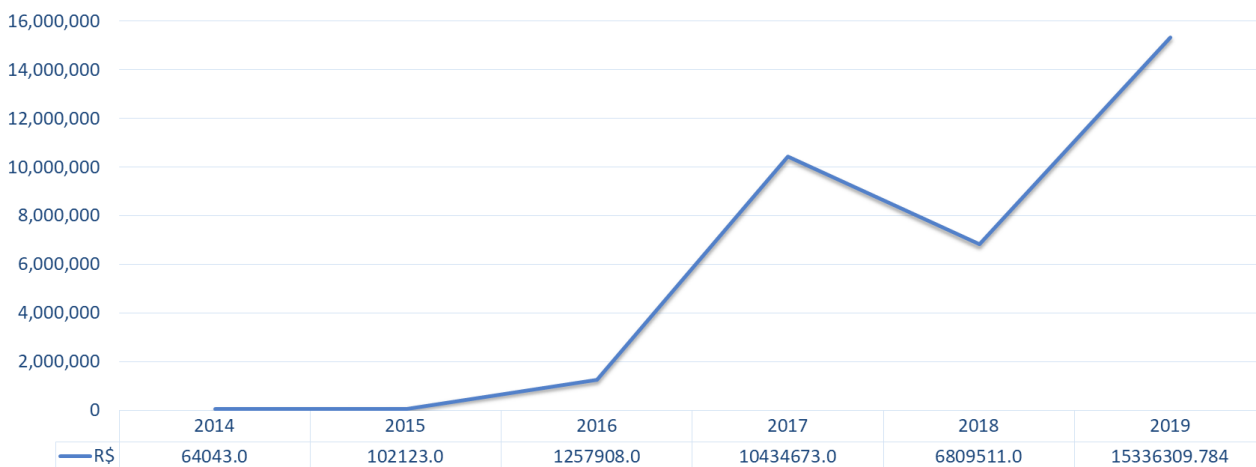
Comparison between equity value and market value (in BRL)



Evolution of Units (in BRL)



Evolution of the financial volume negotiated



4.3 PAYOUT

According to the Bylaws, the portion referring to the mandatory dividend may not be less than 25% of adjusted net profit, pursuant to article 202 of Law 6.404/76.

Under the current dividend policy, Management may, in addition to the mandatory annual dividend, observing the financial health and public interest that motivated the incorporation of the Company, approve the distribution as an additional dividend and / or interests on shareholders' equity of up to 25% of net profit. For shareholders of preferred stocks, Interest on Shareholders' Equity (dividend) per share, 10% higher than that assigned to common stocks, was assigned.

The remuneration credit to the Company's shareholders is assigned based on the shareholding position on the last working day of June and December of each financial year. And any negotiations subsequent to the credit are considered as ex-dividends (interest on shareholders' equity and dividends).

On April 24, 2019, the 55th General Shareholders' Meeting approved the payment of Interest on Shareholders' Equity and Additional Dividends, credited to shareholders in 2018, in the gross amount of R\$ 423.8 million, held on June 21, 2019.

For the first half of 2019, the calculated (gross) value of Interest on Shareholder's Equity, observing the legal limit of the TJLP variation in the period, was R\$ 174.2 million. This amount is in lieu of Mandatory Dividends, according to the statutory forecast and based on the income calculated in the first half of 2019. The interest on shareholders' equity was resolved by the Board of Directors at its 6th/2019 Ordinary Meeting of June 18, 2019, considering the shareholding position of June 28, 2019, informed to the market in the Notice to Shareholders of the same date.

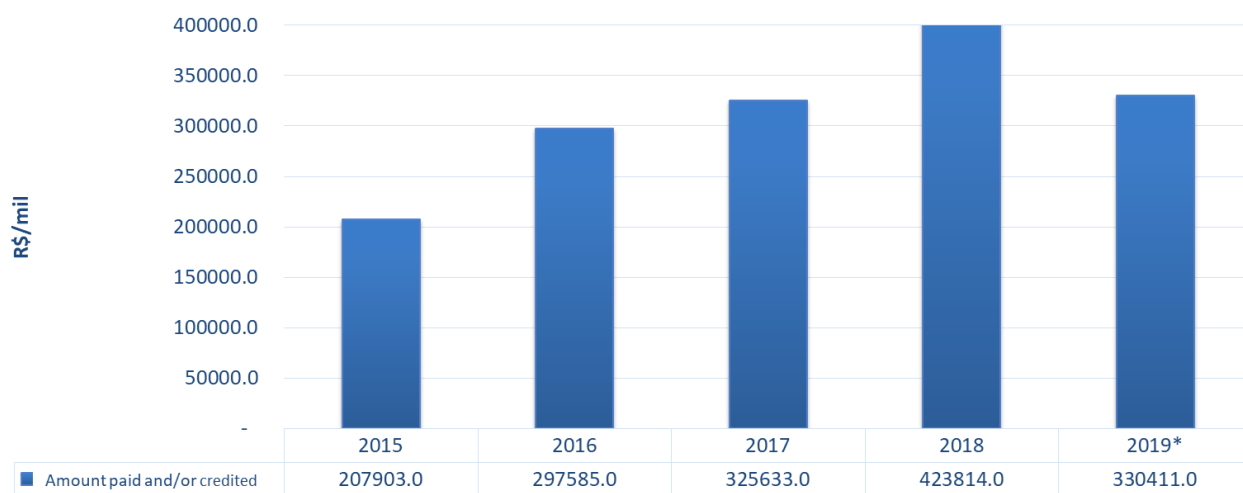
For the second half of 2019, the calculated (gross) value of Interest on Shareholder's Equity, observing the legal limit of the TJLP variation in the period, was R\$ 156.2 million. This amount is in lieu of Mandatory Dividends, according to the statutory forecast and based on the income calculated in the first half of 2019. The interest on shareholders' equity was resolved by the Board of Directors at its 12th/2019 Ordinary Meeting of December 20, 2019, considering the shareholding position of December 30, 2019, informed to the market in the Notice to Shareholders of the same date.

Interest on Shareholder's Capital is subject to the incidence of Income Tax, except for shareholders who declare themselves immune or exempt.

Earnings per Share:

Type	Total per Share (2018)		JCP 1st Half 2019		JCP 2nd Half 2019	
Common Shares	R\$	0.78876	R\$	0.32414	R\$	0.29079
Preferred Shares	R\$	0.86763	R\$	0.35655	R\$	0.31987
Value per 1 Unit	R\$	4.25930	R\$	1.75035	R\$	1.57026

Remuneration of shareholders:



* JCP 1st & 2nd quarter, 2019

Income Statement	4Q19	4Q18	4Q17
Net Operating Revenue	1,339.6	1,097.9	1,025.5
Costs of Services Provided	-501.2	-442.7	-414.0
Gross profit	838.4	655.2	611.5
Operating expenses	-293.2	-249.8	-296.8
Commercial	-92.3	-86.4	-75.9
Administrative	-162.8	-161.0	-158.6
Civil, Labor, Tax and Environmental Provisions	0.3	56.2	51.6
Retirement and Health Care Plan Provisions	-15.2	-11.6	-8.0
Profit Sharing Program	-0.2	-39.9	-40.7
Other Operating Expenses (Revenues)	-2.4	-4.8	-62.8
Result of Equity Method	-1.2	-0.9	-0.4
Income Before Financial Result And Taxes	545.2	405.4	314.7
Financial result	-46.0	-48.4	-122.3
Financial revenues	22.1	13.0	15.9
Financial expenses	-68.1	-61.4	-138.2
Result before taxes on the profit	499.2	357.0	192.4
Income Tax and Social Contribution on the Profit	-112.9	-37.0	-38.2
Net Profit in the Period	386.3	320.0	154.2

Balance Sheet - Assets	DEC/19	DEC/18	DEC/17
Current assets			
Cash and Cash Equivalent	274.1	326.6	533.9
Accounts Receivable from Customers	809.7	639.1	606.3
Stocks	46.1	39.1	36.9
Taxes to recover	0.3	15.4	24.1
Linked Deposits	2.9	6.7	5.8
Other Accounts Receivable	37.6	37.6	32.2
Total Current Liabilities	1,170.7	1,064.5	1,239.2
Non-current Assets			
Accounts Receivable from Customers	19.8	22.1	11.1
Deferred Income Tax and Social Contribution	629.1	490.9	453.1
Linked Deposits	55.7	52.9	49.5
Derivative Financial Instruments	-	-	0.8
Taxes to recover	297.8	203.5	185.4
Judicial Deposits	2.0	-	-
Contractual Financial Assets	435.2	375.9	201.1
Contracts Assets	1,756.7	1,393.2	1,025.5
Other Accounts Receivable	48.6	50.6	42.9
Investments	2.7	22.6	19.5
Fixed Asset	297.7	168.8	129.9
Intangible Asset	7,223.6	6,936.3	6,764.7
Total Non-Current Assets	10,768.9	9,716.8	8,883.5
Total Assets	11,939.6	10,781.3	10,122.7

Balance Sheet - Liabilities	DEC/19	DEC/18	DEC/17
Current Liabilities			
Labor obligations	119.5	151.4	100.0
Suppliers	214.5	190.7	182.7
Tax Obligations	100.8	68.1	66.9
Loans and Financing	357.2	478.8	562.5
Dividends and JCP Payable	229.3	183.7	136.3
Concession Contracts	31.4	60.5	7.7
Contractual Collateral and Withholding	2.2	2.5	2.7
Revenue to be Appropriated	4.2	4.2	4.2
Other bills to pay	56.5	68.2	54.5
Retirement and Health Care Plan Provisions	82.4	62.8	62.4
Labor Provisions	93.4	87.9	76.7
Total Current Liabilities	1,291.4	1,358.8	1,256.6
Non-current Liabilities			
Loans and Financing	2,723.2	2,292.5	2,154.3
Concession Contracts	-	-	84.3
Taxes and Contributions	0.6	1.0	1.3
Revenue to be Appropriated	4.9	9.1	13.3
Derivative Financial Instruments	2.0	-	-
Other bills to pay	42.7	61.9	80.4
Retirement and Health Care Plan Provisions	1,154.2	879.0	874.2
Provisions	546.7	461.8	505.6
Total Non-Current Liabilities	4,474.3	3,705.3	3,713.4
Total Liabilities	5,765.7	5,064.1	4,970.0
Net equity			
Share Capital	2,851.1	2,851.1	2,851.1
Revaluation Reserve	69.5	75.1	81.2
Profit Reserves	3,306.8	2,689.1	2,162.9
Accumulated profits	-	-	-
Equity Valuation Adjustments	5.2	5.7	8.0
Other Statements of comprehensive income	-58.7	96.2	49.5
Total Shareholders' Equity	6,173.9	5,717.2	5,152.7
Total Liabilities and Shareholders' Equity	11,939.6	10,781.3	10,122.7

Cash Flow Statement	4Q19	4Q18	4Q17
Cash Flow From Operating Activities			
Net Profit in the Period	386.3	320.0	154.2
Adjustments to reconcile net profit and net cash			
Depreciation and Amortization	86.0	70.3	69.1
Costs of write-offs in fixed and intangible assets	3.4	2.6	7.6
Adjustment to Recoverable Value of Assets	19.2	1.2	1.4
Adjustment to Present Value - Financial Assets	-10.9	3.1	9.3
Provision for Losses in the Realization of Credits	6.1	2.3	9.6
Deferred Income Tax and Social Contribution, net	-16.2	-29.8	-9.9
Civil, Labor, Tax and Environmental Provisions	-0.3	-56.2	-51.7
Retirement and Health Care Plan	15.2	11.6	8.0
Interest on Financing	49.3	55.1	54.7
Monetary Variations on Financing	2.4	6.3	27.2
Interests and monetary updates on leasings	19.8	0.0	0.0
Result of Equity Method	1.2	0.9	0.4
Appropriation of costs on the fundraising of third parties	0.1	0.2	0.2
Fair Value Adjustment - Investments	-0.3	-0.1	0.0
	561.3	387.5	280.1
Variations in Assets and Liabilities			
Accounts Receivable from Customers	-103.1	-21.2	0.5
Taxes and Contributions to Recover	0.0	-14.8	-22.9
Stocks	-2.3	-1.2	-1.3
Judicial Deposits	-4.0	-4.8	-3.4
Other Credits and Accounts Receivable	22.8	23.2	27.5
Suppliers	20.2	27.5	48.5
Concession Contracts	0.4	0.2	-0.8
Taxes and Contributions	144.9	88.3	74.4
Salaries and Charges Payable	-69.9	-19.2	-61.5
Contractual Collateral and Withholding	0.0	-0.3	0.1
Revenue to be Appropriated	-1.1	-1.0	-1.0
Income Tax and Social Contribution, paid	-147.0	-109.4	-119.3
Other bills to pay	-17.5	1.0	93.1
	-156.6	-31.7	33.9
Cash Generated by Operating Activities	404.7	355.8	314.0
Cash From Investing Activities			
Investment in Fixed Assets and Intangible Assets	-274.6	-281.4	-269.1
Application in Investments	-2.5	-3.7	0.0
Cash Generated by Investment Activities	-277.1	-285.1	-269.1
Cash Flow From Financing Activities			
Financing Obtained	93.2	111.9	118.1
Amortization of Financing	-123.7	-116.8	-110.8
Interest Payments on Financing	-60.1	-58.2	-58.1
Leasing Payments	-20.4	-1.8	0.0
Costs in the Third Party Fundraising	-	0.8	0.0
Linked Deposits	0.3	-2.7	1.0
Interest Payments on Shareholders' Equity	-0.3	-	-0.5
Cash Generated by Financing Activities	-111.0	-66.8	-46.9
Variation in Cash and Cash Equivalents Balance	16.6	3.9	-2.0
Cash and Cash Equivalents Initial Balance	257.5	322.7	535.9
Cash and Cash Equivalents Final Balance	274.1	326.6	533.9