

**Safety
first**



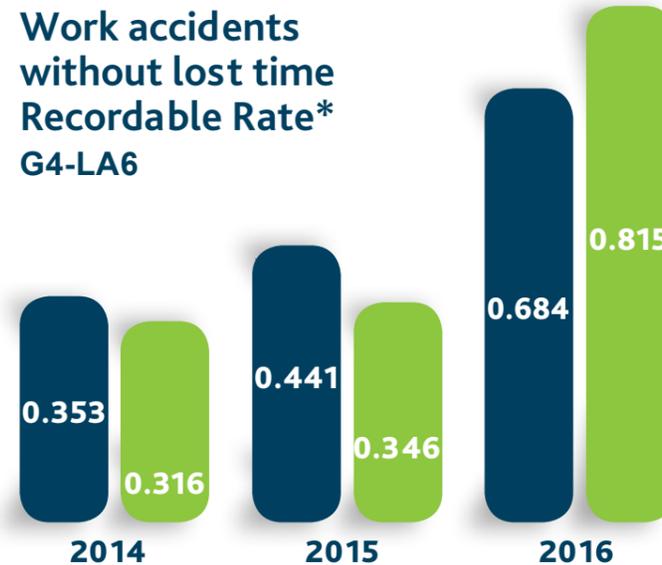
SAFETY FIRST

G4-DMA

The safety of our employees, services providers, and the community is our priority when we develop our activities. Our goal is zero accidents and we want to ensure that there are no fatal accidents among our professionals, contractors, or the population. In our Sustainable Strategic Planning, we set performance goals regarding this topic that are monitored periodically by the Board of Officers.

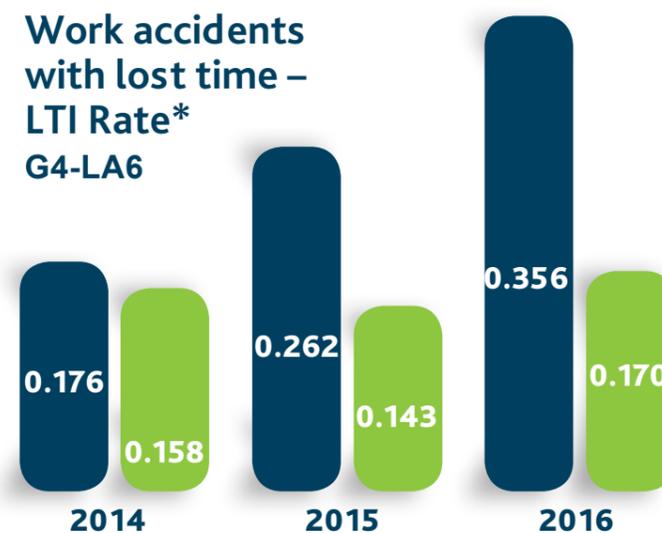
Managing our safety indicators is in line with the OSHA standard defined by the US Occupational Health and Safety Agency. Thus, we guarantee alignment with AES Corp.'s guidelines, and we can compare our performance with that of other companies in the group. On page 52, we present the health and safety indicators according to NBR 14280 of the ABNT (Brazilian Association of Technical Standards).

Last year, we recorded a lost time injury rate among our employees of 0.356 and among contractors of 0.17, both above the limit established for the period (0.14). The rate of recordable injuries was 0.684 for employees and 0.815 for contractors, below the limit of 0.81. In 2016, we recorded a fatal accident with a contractor (not recordable under OSHA criteria), as a result of a traffic accident. **G4-LA6**



■ Company
■ Contracted

*Recordable incident rate (typical incidents, without lost time).



■ Company
■ Contracted

*Lost time incident rate (typical incidents, with lost time).



Our Company Safety Program is focused on strengthening the safety culture, is based on AES Corp.'s global guidelines, on the requirements of our Occupational Health and Safety Management System, certified pursuant to international standard OHSAS 18001, and on the Sustainability Policy of AES Brasil. Among the main practices in the Program are the safety walks, the safety lectures, and the safety report.

For all the operational activities carried out, we have work instructions that describe the procedures to be followed by employees and contractors, the existing risks, and control measures. Before starting the activities, our teams carry out the Preliminary Risk Analysis, a tool that allows for the assessment of the work environment, maps safety risks, and adopts mechanisms to ensure operational safety and prevent accidents.

In addition to these tools, the activities and prevention measures adopted by our employees are monitored by the leadership through safety walks. During these visits to the field, occupational safety technicians and managers check adherence to safety procedures, correct use of protective equipment, and other aspects that allow us to monitor and improve our practices.

At the operational bases, we hold the *Momento Ligado* (Stay Alert Moment), a weekly meeting that involves employees and contractors to disseminate relevant information on health and safety aspects. At these meetings, we discuss the events that may have caused accidents, investigation procedures, and the causes found for the problems, with a focus on identifying improvements. At the headquarters, these meetings are held monthly. Thus, all professionals and contractors themselves are continuously trained on safety aspects. **G4-EU18**

To identify situations, processes and environments requiring improvement, in order to increase the safety of our teams, we use safety hazard reports. This tool allows risk situations in which there were no accidents to be investigated and corrective measures to be taken in advance, and information is shared with all units.

EDUCATION AND AWARENESS OF THE POPULATION

In order to raise awareness among our customers and avoid accidents in the electricity grid, we invest in educational campaigns through the main communication channels and hold lectures in local communities, schools, associations, and companies.

Safety blitzes also contribute to the awareness of the population. They are carried out with a special van that simulates the consequences of undue contact with cables in the electrical network, through a simulated electrical shock. Last year, 18 thousand people were impacted by this action.

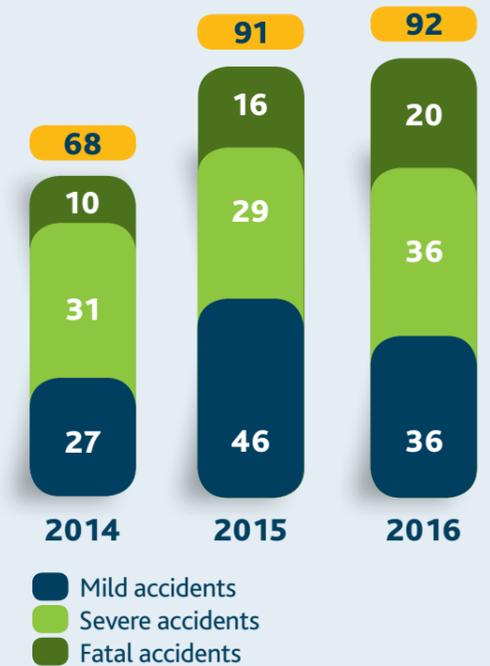
Despite our investments, we recorded 20 fatal accidents involving the population. Our goal is to have no fatal accidents involving our activities in our service territory. The total number of accidents, including those classified as severe and mild, remained stable

compared with the previous year – in this regard, our goal was to reduce the number of occurrences by 10%. **G4-EU25**

The greatest cause of accidents involving the population is contact with the cables when building informal structures, especially in low-income communities. To this end, the current economic downturn, with the increase of informal and unskilled labor, contributed to more people reforming and building without the proper caution and protection needed to avoid accidents with the electricity distribution network.

Our work with education and community awareness actions will be intensified this year. Campaigns on communication channels, such as radio spots and spots in movies on television, will increase almost 150% compared with 2016. We will also place ads at bus stops located near low-income communities.

Number of accidents involving the population* G4-EU25



*Information corrected on April, 2017.