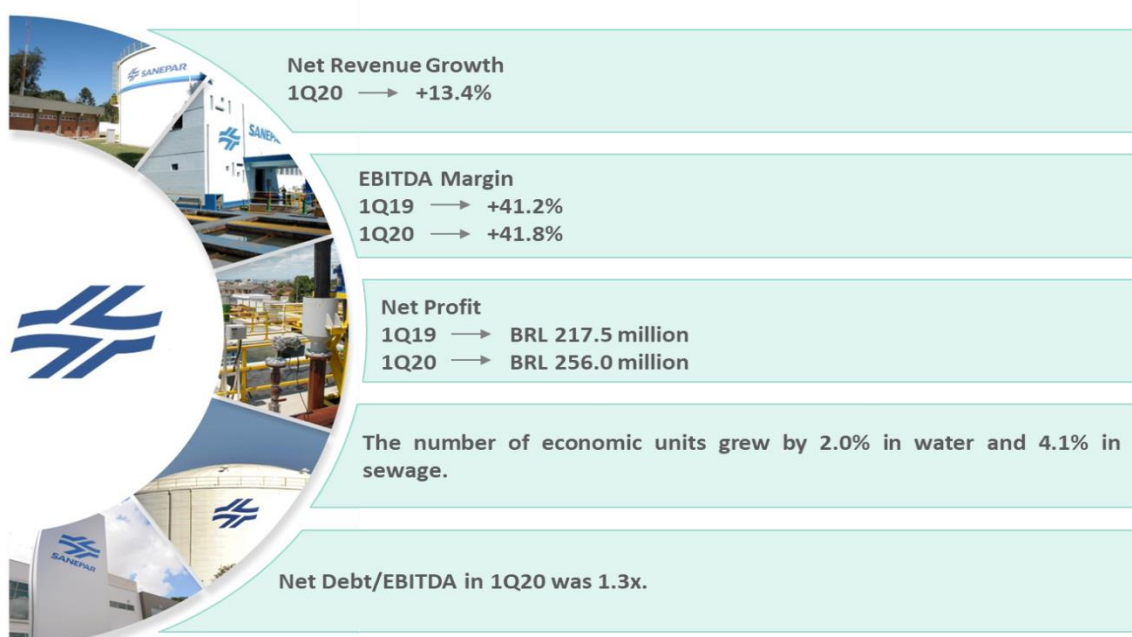


Curitiba, May 7th, 2020.

We present the financial and operating results obtained by Companhia de Saneamento do Paraná – SANEPAR (SAPR3 - ON; SAPR4 - PN; SAPR11 - UNITS) regarding the first quarter of 2020 (1Q20). 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



	1Q20 (1)	1Q19 (2)	Var. (1/2)	1Q18 (3)	Var. (2/3)
Net Revenue	1,246.1	1,098.6	13,4 %	999.4	9,9 %
Operating Income	434.0	370.2	17,2 %	343.4	7,8 %
EBITDA	520.9	452.6	15,1 %	409.2	10,6 %
Net profit	256.0	217.5	17,7 %	186.9	16,4 %
ROE (Annualized)	17.7	15.8	1,9 p.p.	13.6	2,2 p.p.
ROIC (Annualized)	13.8	12.5	1,3 p.p.	12.0	0,5 p.p.
Net Debt	2,660.8	2,536.8	4,9 %	2,165.4	17,2 %
Gross Margin	58.7	56.6	2,1 p.p.	57.3	-0,7 p.p.
Operating margin	28.4	27.5	0,9 p.p.	26.7	0,8 p.p.
Net Margin	20.5	19.8	0,7 p.p.	18.7	1,0 p.p.
EBITDA Margin	41.8	41.2	0,6 p.p.	40.9	0,4 p.p.
PL Debt	48.8	46.7	2,1 p.p.	48.4	-1,6 p.p.
Net Debt / EBITDA	1.3	1.5	-0,2 p.p.	1.5	-0,1 p.p.

MARKET CAP

03/31/2020

BRL 7.3 billion

SAPR3: 4.85

SAPR4: 4.81

SAPR11: 23.85

CONFERENCE CALL

05/08/2020 | 10:00 AM (BRT)

Brasil: (11) 3137-8038

US (+1) 786 837 9597

UK (+44) 20 3318 3776

ir.sanepar.com.br

INVESTOR RELATIONS

Abel Demetrio

Sonival Bergamann

Elzira Koswoski Scaramella

Fabiane Queiroz Santos Heinisch

Ricardo Garcia Gonçalves

1. OPERATING DATA
1.1 MARKET

We present below the contracts in % of Total Revenue of the Company, as of March 31, 2020:

Contracts (% of Total Revenue)*					Coverage index		Total active units (in thousands)	
Municipalities	Total revenue %	Remaining period of concession	Type of contract	Type of concession	Water	Sewage collections	Water	Sewage collections
Curitiba	23.0%	28.3 years	Program	Water & Sewage	100%	95.8%	827.8	793.9
Londrina	6.9%	26.3 years	Program	Water & Sewage	100%	95.8%	251.0	237.3
Maringá	5.2%	20.4 years	Concession	Water & Sewage	100%	100.0%	165.5	179.7
Foz Do Iguaçu	3.6%	23.9 years	Program	Water & Sewage	100%	78.2%	112.5	89.4
Ponta Grossa	3.6%	6.0 years	Concessão	Water & Sewage	100%	91.5%	145.6	131.8
Cascavel	3.4%	4.7 years	Concession	Water & Sewage	100%	100.0%	127.9	131.3
São José dos Pinhais	2.8%	23.8 years	Program	Water & Sewage	100%	73.7%	115.7	86.4
Colombo	1.8%	28.1 years	Program	Water & Sewage	100%	66.1%	85.2	57.5
Guarapuava	1.7%	22.6 years	Program	Water & Sewage	100%	85.3%	65.5	54.5
Toledo	1.4%	5.4 years	Concession	Water & Sewage	100%	82.4%	58.4	46.2
Other	46.6%						2,065.2	1,231.6
Total					100.0%	74.4%	4,020.3	3,039.6

* Information not reviewed by independent auditors.

The current rate of delivery with treated water is of 100.0% and the coverage of sewage collection is of 74.4% of the urban population within the concession area, with a treatment rate of 100% as per the Corporate Information System.

Revenues stem mainly from residential water connections, representing 90.8% of the total water connections existing at March 31, 2020.

The number of water connections in March 2020 is 1.8% higher than the number of connections existing in March 2019, which represents an increase of 56,070 water connections, as follows:

Number of Water Connections*	MAR/20 (1)	%	MAR/19 (2)	%	Var. % (1/2)
Residential	2,913,969	90.8	2,863,530	90.8	1.8
Commercial	230,957	7.2	226,005	7.2	2.2
Industrial	13,115	0.4	12,905	0.4	1.6
Public Utility	23,855	0.7	23,672	0.8	0.8
Public Administration	26,464	0.9	26,178	0.8	1.1
Total	3,208,360	100.0	3,152,290	100.0	1.8

* Information not reviewed by independent auditors.

The number of sewage connections in March 2020 is 4.0% higher than the number of connections existing in March 2019, representing an increase of 86,229 new sewage connections, as shown below:

Number of Sewage Connections*	MAR/20 (1)	%	MAR/19 (2)	%	Var.% (1/2)
Residential	2,028,130	90.4	1,948,970	90.3	4.1
Commercial	181,408	8.1	175,507	8.1	3.4
Industrial	5,489	0.2	5,243	0.2	4.7
Public Utility	15,337	0.7	14,885	0.8	3.0
Public Administration	14,356	0.6	13,886	0.7	3.4
Total	2,244,720	100.0	2,158,491	100.0	4.0

* Information not reviewed by independent auditors.

1.2 PRODUCTIVITY

In 1Q20, the measured volume of treated water was 132.8 million m³ against 132.2 million m³ in 1Q19, representing an increase of 0.5%, as shown below:

Measured Volume - million m ³ *	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Residential	113.0	112.9	0.1
Commercial	10.7	10.6	0.9
Industrial	3.2	2.8	14.3
Public Utility	1.3	1.3	0.0
Public Administration	4.6	4.6	0.0
Totais	132.8	132.2	0.5

* Information not reviewed by independent auditors.

In 1Q20, the volume of treated water billed was 137.5 million m³, against to 137.1 million m³ in 1Q19, representing an increase of 0.3%, as shown below:

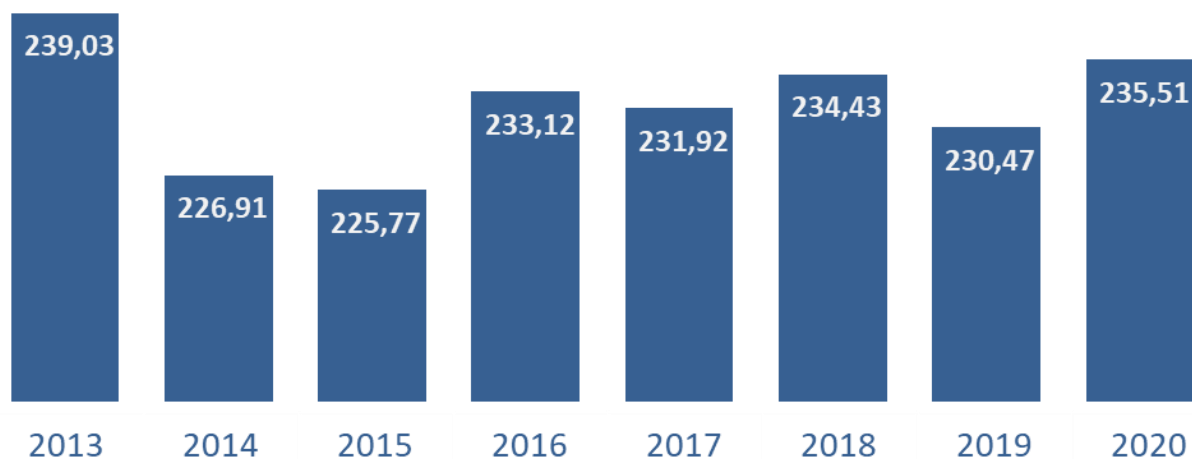
Invoiced Water Volume - million m ³ *	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Residential	116.7	116.4	0.3
Commercial	11.5	11.3	1.8
Industrial	3.5	3.6	-2.8
Public Utility	1.1	1.1	0.0
Public Administration	4.7	4.7	0.0
Total	137.5	137.1	0.3

* Information not reviewed by independent auditors.

The volume of sewage billed in 1Q20 increased by 2.4% compared to 1Q19, as shown below:

Invoiced Sewage Volume - million m ³ *	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Residential	88.0	85.9	2.4
Commercial	10.5	10.3	1.9
Industrial	0.8	0.8	0.0
Public Utility	0.9	0.9	0.0
Public Administration	3.6	3.5	2.9
Total	103.8	101.4	2.4

* Information not reviewed by independent auditors.

DEMONSTRATIVE OF THE LOSS BY CONNECTION*
Liters/Connections/Day


* Information not reviewed by independent auditors.

Water*	1Q20 (1)	1Q19 (2)	Var. (1/2)	1Q18 (3)	Var. % (2/3)
Units served by the distribution network	4,020,347	3,940,589	2.0 %	3,868,479	1.9 %
Number of treatment stations	168	168	0.0 %	166	1.2 %
Number of wells	1,140	1,112	2.5 %	1,070	3.9 %
Number of surface catchment	231	229	0.9 %	229	0.0 %
Km of laid network	55,679	54,373	2.4 %	53,119	2.4 %
Volume produced (m ³)	201,547,763	196,146,701	2.8 %	189,701,655	3.4 %
Loss rate:					
In distribution system - %	34.09	32.58	1.51 p.p.	34.49	-1.91 p.p.
In billings - %	31.79	30.11	1.68 p.p.	31.99	-1.88 p.p.
Evasion of revenues - % (default)	3.56	2.51	1.05 p.p.	1.94	0.57 p.p.

Sewage*	1Q20 (1)	1Q19 (2)	Var. (1/2)	1Q18 (3)	Var. % (3)
Units served by the collection network	3,039,584	2,918,825	4.1 %	2,789,849	4.6 %
Number of treatment stations	251	247	1.6 %	245	0.8 %
Km of laid network	37,157	36,208	2.6 %	35,407	2.3 %
Volume collected in m ³	99,718,064	97,469,780	2.3 %	89,782,691	8.6 %

* Information not reviewed by independent auditors.

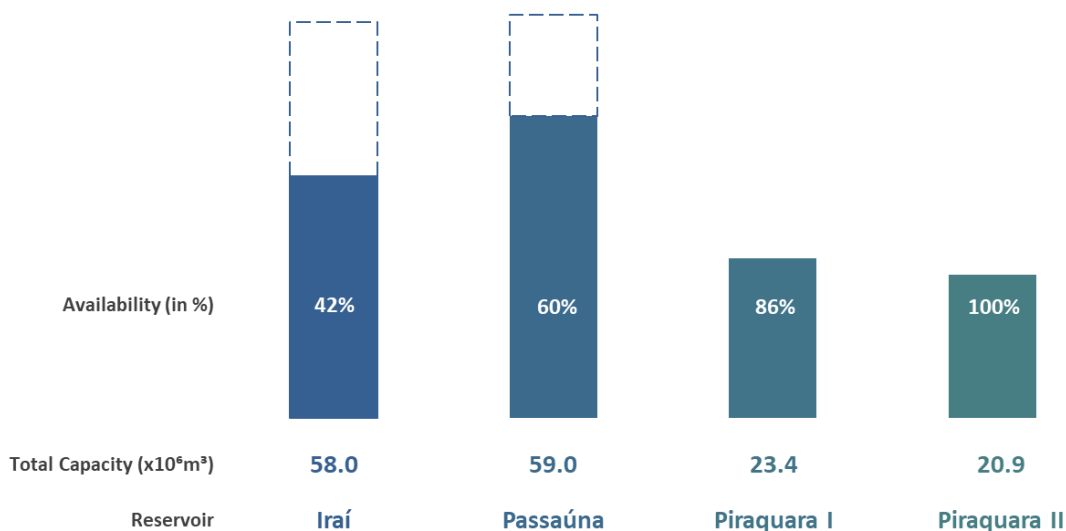
VOLUME OF WATER

The average volume available of the Integrated Supply System of Curitiba (SAIC) is formed by the dams Piraquara I, Piraquara II, Iraí and Passaúna.

In the Municipality of Foz do Iguaçu, Sanepar uses water from the dam of the hydroelectric power plant Itaipu Binacional, of Itaipu lake, in Paraná River.

The dams of Sanepar are considered of medium size in relation to storage volume, but large due to height/depth of more than 15 meters. At the end of the quarter, due to the lower in rainfall and increase in consumption, the average reserve volume is 62.7%.

VOLUMES OF RESERVOIRS ON 03/31/2020*



*For updated information, visit ir.sanepar.com.br

2. FINANCIAL DATA
2.1 ECONOMIC PERFORMANCE

Operating revenue - In million of Reais	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Revenues from water	810.2	716.9	13.0
Revenues from sewage	483.3	418.0	15.6
Revenues from services	33.7	34.5	-2.3
Revenues from solid waste	3.2	3.0	6.7
Services provided to Municipalities	4.9	4.4	11.4
Donations made by clients	5.3	3.2	65.6
Other revenues	1.2	1.3	-7.7
Total	1,341.8	1,181.3	13.6

Gross operating revenue grew 13.6%, from R\$1,181.3 million in 1Q19 to R\$1,341.8 million in 1Q20, this growth is due to the Annual Tariff Adjustment - IRT of 8.37%, which began to take effect on 05/24/2019, of the Annual Tariff Readjustment - IRT, in the percentage of 3.76%, as of 11/11/2019, the expansion of water and sewage services and the increase in the number of connections.

Operating costs and expenses - In million of Reais	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Personnel	-261.2	-245.4	6.4
Materials	-56.2	-42.8	31.3
Electricity	-120.0	-112.9	6.3
Third-party services	-154.0	-145.6	5.8
Depreciation and amortization	-86.9	-82.4	5.5
Losses in Realization of Credits	-11.6	-5.9	96.6
Net Realizable Value of Inventory	-0.9	0.0	-
Municipal Sanitation and Environmental	-17.7	-15.8	12.0
Regulatory fee	-6.3	-5.6	12.5
Indemnifications for damages to third parties	-2.2	-1.2	83.3
Other costs and expenses	-15.4	-13.5	14.1
Expenses capitalized	17.9	24.7	-27.5
Provision for contingencies	-20.3	-40.8	-50.2
Pension plan and medical insurance	-16.7	-15.0	11.3
Profit sharing program	-25.4	-22.9	10.9
Eventual and extraordinary losses	-37.1	0.0	-
Environmental fines	0.0	-0.7	-100.0
Net assets write off	3.4	-1.4	-342.9
Adjustment to Fair Value – Investments	-0.3	0.1	-400.0
Equity in earnings (losses)	-1.2	-1.3	-7.7
Total	-812.1	-728.4	11.5

Operating costs and expenses accumulated in the 1Q20 increase by 11.5% in comparison to the same period in 2019. The main changes resulted from:

- **Personnel:**

Growth of 6.4%, due to: i) Adjustment of 2.0% in salary 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 31.3%, mainly in electromechanical maintenance material, fuels and lubricants, safety material, protection and clothing and treatment material, mainly due to the higher consumption of chemicals used in sewage treatment, due to improvements in the wastewater treatment process. Effluent treatment to comply with environmental legislation and the Term of Judicial Agreement - TAJ. The item of treatment material went from R\$25.6 million in 1Q19 to R\$36.5 million in 1Q20, a variation of 42.6%;

- **Electricity**

The growth of 6.3% in electricity allocated to operating costs, due to the 3.41% readjustment in the tariff as of 06/24/2019 and the reduction of the percentage from 12% to 9% discount for public services water, sewage and sanitation through the Energy Development Account (CDE) sectoral fund amended by Decree 9,642 of December 27, 2018;

- **Third Party Services**

Growth of 5.8% mainly in operation and building maintenance services and systems, conservation and maintenance services for administrative assets, cleaning and conservation services, professional technical services, data processing services, registration and billing services, announcements and notices, collection services and solid waste removal services;

- **Depreciation and amortization**

Increase of 5.5%, mainly due to the entry into operation of intangible and / or fixed assets, in the period from January to March 2020, in the amount of R\$201.3 million (net of amortizations and write-offs);

- **Losses on Credit Realization**

Increase of 96.6%, mainly influenced by the growth of the provisions of accounts receivable from the Municipal Public Sector and also by the accounting of the amount of R\$3.7 million related to the estimate of expected losses on credits, according to studies on the drop in collection caused by the current economic scenario, caused by the Pandemic due to COVID-19;

- **Municipal Sanitation and Environmental Management Fund**

Increase of 12.0%, due to the signing of the new Program Contracts, mainly with the Municipality of Curitiba, which represented R\$6.1 million in monthly transfers accumulated in 1Q20 (R\$5.1 million in the same period of 2019);

- **Eventual or Extraordinary Losses**

Reflecting, mainly, the accounting of R\$37.1 million related to the indemnification to the DM/LFM/SEF Consortium, which refers to the partial judicial settlement of the economic-financial balance process,

referring to the work performed in the ParanaSan Project, Administrative Contract No. 05.1/00, to expand the sewage system in Curitiba and Almirante Tamandaré.

2.2 ECONOMIC INDICATORS

Financial income (loss) - R\$ in million	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Financial revenues			
Financial investments	4.9	6.1	-19.7
Monetary variation gains	4.0	1.6	150.0
Gain on Derivative Financial Instruments	0.5	0.0	100.0
Other financial revenues	5.7	5.1	11.8
Total financial revenues	15.1	12.8	18.0
Financial expenses			
Interest and fees on loans, financing, debentures and leases	-51.0	-51.1	-0.2
Monetary variation losses	-4.7	-5.8	-19.0
Exchange rate variation	-0.5	0.0	100.0
Other financial expenses	-11.7	-1.7	588.2
Total financial expenses	-67.9	-58.6	15.9
Financial income (loss)	-52.8	-45.8	15.3

The financial result varied negatively by 15.3%, from -R\$45.8 million in 1Q19 to -R\$52.8 million in 1Q20, due to the 15.9% growth in financial expenses, mainly in other financial expenses, due to the accounting for Present Value Adjustment expenses on Contractual Financial Assets in the amount of R\$11.1 million, mainly impacted by the change in the useful life of the Reactor Items (RALF's/UASB) from 60 years to 40 years, based on Law 11,638/07, CPC 27 and ICPC 10.

On the other hand, there was an increase of 18.0% in financial income, mainly in the active monetary variations (from R\$1.6 million to R\$4.0 million in 1Q19 and 1Q20, respectively).

Economic Result - R\$ million	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Operating income	434.0	370.2	17.2
Financial income (loss)	-52.8	-45.8	15.3
Taxes on income	-125.2	-106.9	17.1
Net income for the period	256.0	217.5	17.7

The Company posted net income of R\$256.0 million in 1Q20, 17.7% higher than the net income of R\$217.5 million recorded in 1Q19. The result was mainly impacted by the 13.4% growth in net revenues.

The following is the reclassification of the result of 1Q20, excluding non-recurring items.

Non-recurrent items - In million of Reais *	1Q20	1Q19
Net income	256.0	217.5
NPV expenses on contractual financial assets due to changes in the useful life of asset	11.1	-
Economic-Financial Rebalancing of the Consortium DM/LFM/SEF	15.2	-
Expected Credit Losses (Study COVID-19)	3.7	-
Tax effects	-10.2	-
Pro forma net income	275.8	217.5
Net margin	22.1	19.8
EBITDA	550.9	452.6
EBITDA margin	44.2	41.2

* Information not reviewed by independent auditors.

Distribution of the Economic Wealth Generated - In million of Reais	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Staff remuneration	247.4	230.2	7.5
Government Compensation (Taxes)	264.1	231.8	13.9
Third-party compensation (rents)	1.1	1.5	-26.7
Return on debt capital (interest and monetary variations)	67.9	58.6	15.9
Net income for the period not distributed	256.0	217.5	17.7
Total Economic Wealth	836.5	739.6	13.1

SANEPAR's growth and development strategy to operate on a public utility service market, also open to the private initiative, is based on the search for effective results, commitment to the quality of services provided and, in particular to addressing the needs of the granting power and shareholders.

The figures below display the economic-financial results achieved by the Company in supporting the investment programs, providing adequate conditions for the delivery of future demands.

Economic Indicators - In million of Reais	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Net operating revenue	1,246.1	1,098.6	13.4 %
Operating profit	434.0	370.2	17.2 %
Lucro Líquido	256.0	217.5	17.7 %
% Operating margin	28.4	27.5	0.9 p.p.
% Net margin	20.5	19.8	0.7 p.p.
% Return on average shareholders' equity	4.1	3.7	0.4 p.p.
Net debt/ EBITDA (Accumulated 12 month) *	1.3	1.5	-0.2 p.p.

* Information not reviewed by independent auditors.

At the close of 1Q20, the Company's total assets reached R\$12,565.7 million (R\$11,939.6 million at 12/31/2019), while total debt at the end of 1Q20 was R\$6,135.8 million (R\$5,765.7 million. million on 12/31/2019).

Of the total debt, R\$3,450.5 million (R\$3,080.4 million at 12/31/2019) refer to loans, financing, debentures and leases, an increase of 12.0% compared to the end of the year of 2019.

Description	Reference	MAR/20	DEC/19	Var.
Equity	R\$ Million	6,429.9	6,173.9	4.1 %
Share value	R\$	4.25	12.26	-65.3 %
Indebtedness level	%	48.8	48.3	0.5 p.p.
Current ratio	R\$	1.30	0.91	42.9 %
Quick ratio	R\$	1.27	0.87	46.0 %

EBITDA and Generation of Operating Cash

EBITDA in 1Q20, which represents the Company's operating income, was R\$520.9 million, compared to R\$452.6 million in 1Q19. EBITDA margin went from 41.2% to 41.8%. This performance was due to the 13.4% growth in net revenue, while costs and expenses that impacted EBITDA increase by 12.3%.

Operating cash flow in 1Q20 was R\$426.0 million, up 49.8% over 1Q19. EBITDA to Operational Cash Conversion was 81.8%.

EBITDA - R\$ Million *	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Net profit for the period	256.0	217.5	17.7 %
(+) Taxes on Income	125.2	106.9	17.1 %
(+) Financial income	52.8	45.8	15.3 %
(+) Depreciation and amortization	86.9	82.4	5.5 %
EBITDA	520.9	452.6	15,1 %
% EBITDA Margin	41.8	41.2	0.6 p.p.
% EBITDA conversion into cash	81.8	62.8	19.0 p.p.

* Information not reviewed by independent auditors.

2.3 INVESTMENTS

The investments made in the second quarter of 1Q20 totaled R\$211.4 million (R\$212.7 million in 1Q19), as shown below:

Investments – R\$ Million	1Q20 (1)	1Q19 (2)	Var. % (1/2)
Water	101.7	97.4	4.4
Sewage	90.3	91.9	-1.7
Other investments	19.4	23.4	-17.1
Total	211.4	212.7	-0.6

2.4 INDEBTEDNESS

Gross debt increased from R\$3,080.4 million in December 2019 to R\$3,450.5 in March 2020, representing an increase of R\$370.0 million. Net debt went from R\$2,806.3 million in December 2019 to R\$2,660.9 million in March 2020. In this quarter, R\$350.0 million was released referring to the 10th Debentures Issue.

The leverage ratio, measured by the “Net Debt / EBITDA (accumulated 12 months)” ratio, decreased from 1.5x to 1.3x in March 2019 and 2020, respectively.

The level of indebtedness was 48.8% at the end of 1Q20 (46.7% in 1Q19).

Next is the breakdown of loans, financing, debentures and leases, with their respective interest rates, maturities and debt balances as at March 31, 2020:

Indebtedness - R\$ million	Annual interest rate	Index	Contract termination	Debt balance	%
Caixa Econômica Federal – CEF	6.62% to 12.00%	TR	07/19/2042	1,095.3	31.7
Debêntures 10ª Emissão - Series Issued	4.66%	IPCA	03/15/2027	341.6	9.9
BNDES - PAC2	1.67% to 2.05%	TJLP	07/15/2029	295.6	8.6
Lease	11.14%	IPC-FIPE	12/07/2036	275.8	8.0
Debentures 9th Issue – 1st series	0.33%	DI	06/11/2024	201.6	5.8
Debentures 4th Issue – 1st series	1.67%	TJLP	07/15/2027	175.5	5.1
Debentures 8th Issue – 2nd series	0.43%	DI	06/21/2023	156.6	4.5
Debentures 9th Issue – 2nd series	0.39%	DI	06/11/2026	152.8	4.4
Debentures 2nd Issue – 2nd series	9.19%	IPCA	09/15/2024	100.1	2.9
Debentures 4th Issue – 2nd series	7.44%	IPCA	07/15/2027	98.0	2.8
Debentures 8th Issue – 1st series	0.35%	DI	06/21/2021	96.0	2.8
Lease - Right of Use	5.91%	-	02/28/2025	93.5	2.7
Debentures 2nd Issue – 3rd series	1.92%	TJLP	09/15/2024	73.5	2.1
Debentures 3rd Issue – 2nd series	6.99%	IPCA	11/15/2020	73.2	2.1
Debentures 2nd Issue – 1st series	1.92%	TJLP	09/15/2024	55.1	1.6
Debentures 7th Issue – 2nd series*	4.79%	IPCA	11/15/2038	49.1	1.4
Debentures 7th Issue – 1st series*	5.20%	IPCA	11/15/2038	31.4	0.9
BNDES	1.82% to 2.50%	TJLP	01/15/2023	21.8	0.6
Debentures 7th Issue – 4th series*	6.57%	IPCA	11/15/2038	21.6	0.6
Banco Itaú PSI/13	3.0% to 6.0%	-	01/15/2025	14.3	0.5
Debentures 7th Issue – 3rd series*	6.97%	IPCA	11/15/2038	13.9	0.5
Banco do Brasil - PSI/13	3% to 6.0%	-	04/15/2024	11.6	0.4
KfW Bank	1.35%	EURO	12/30/2032	2.6	0.1
Total				3,450.5	100.0

* IPCA as a variable component of the TLP

We present below the debt profile in relation to maturity:

Description - R\$ million	Debt balance	%
12 months	370.7	10.7
24 months	343.8	10.0
36 months	225.9	6.5
60 months	749.2	21.7
Over 60 months	1,760.9	51.1
Total	3,450.5	100.0

3. REGULATIONS

The Company was authorized by AGEPAR - Agência Reguladora de Serviços Públicos Delegados de Infraestrutura do Paraná (Delegated Public Infrastructure Utility Services Regulatory Agency of the State of Paraná) by means of Ratifying Resolution No. 003. of April 17 to apply a rate adjustment of 25.63% as provided for in article 3:

“Article 3 – Define that the application of the tariff revision approved pursuant to Article 2 of this Resolution will be deferred in 8 (eight) years, with the first installment corresponding in the year 2017 to an average repositioning of 8.53% (eight point fifty three percent), and the others in 7 (seven) installments of 2.11% (two point eleven percent), plus the corresponding financial correction and economic correction, which will be applied by applying the weighted average rate of daily financing as established in the Special System of Settlement and Custody (SELIC), in the terms defined in the Technical Note approved in Article 1 of this Resolution.”

In accordance with Technical Orientation OCPC 08 – Recognition of Certain Assets and Liabilities in Financial Reporting of Energy Distributors issued pursuant to Brazilian and International Accounting Standards. the Company does not record in its Financial Statements the amounts receivable resulting from deferral. considering that: (i) the realization or payment of these amounts depend of a future event not fully under the control of the entity – future billing of water and sewage services; (ii) it is not possible to know. when the receivables are generated. which are the debtors of these amounts; and (iii) the actual receipt of these amounts shall only occur if the concession is maintained.

The estimate of the amount receivable resulting from the difference between the Required Revenue and Verified Revenue will be measured and disclosed throughout the period of the deferral, and until March 31, 2020, the best estimate, represents R\$1.415 billion. In real terms, from the 25.63% index to be repositioned in 2017, the Company's tariff was 13.16%, with 11.02% still to be deferred until 2024.

Portion A Cost Variation Account (CVA)

Portion A cost variation offsetting account corresponds to the offset of the monthly differences, whether gains or losses, calculated as a result of the variations in the costs of electricity, chemical products and segment charges, adjusted by IPCA.

The CVA is determined from the historical cost verified in the period $t - 1$ for the three components referred to above and passed by means of adjustments in the t period. However, the basic formulation of the tariff adjustment does not guarantee the perfect pass through of non-manageable costs to consumers, given that it does not consider, for example. the differences between reference and application markets.

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

Up to March 2020, the Company's CVA recorded a positive balance of R\$49.7 million that Sanepar shall recover.

Adjusted EBITDA with non-manageable items - Information not reviewed by independent auditors

The Company is announcing pro forma adjusted EBITDA with non-manageable items as a metric to analyze the impacts of the offsetting of the "A" portion (electrical energy, treatment material, fees and charges) of the tariff model.

Adjusted EBITDA with 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.

The EBITDA calculation is as follows, considering the estimated amounts of non-manageable items, accumulated until March 31, 2020:

EBITDA - R\$ million	1Q20
EBITDA	520.9
(+) Items no manageable	49.7
Electrical energy	6.0
Treatment material	14.9
Fee and charges	28.8
(-) Adjusted EBITDA with non-manageable items	570.6
% EBITDA Margin	45.8

Tariff Adjustment

The Board of Directors of the Paraná State Delegated Infrastructure Regulatory Agency - AGEPAR approved on April 16, 2019, by means of Homologative Resolution No. 006/2019, the Annual Rate Adjustment - IRT of 12.12944% on services rendered to from May 17, 2019 and also approved the application of the Sanitation Tariff Schedule.

As a result of the precautionary measure granted through the monocratic decision materialized in Dispatch 478/19-GCFAMG, in view of the extraordinary accountability of the Court of Auditors of the State of Paraná - TCE/PR (Process nº 312857/19), the adjustment approved by AGEPAR was partially applied in 8.37135% (eight integers and thirty-seven thousand, one hundred and thirty-five hundredths of a thousandths), pro rata die as of May 24, 2019.

On October 23, 2019, the TCE / PR revoked the precautionary measure issued in the case no. 312857/19 and re-established the percentage of readjustment set by AGEPAR, thus Sanepar applied the 3.76% differential corrected, as of 11 November 2019.

The Company recorded, up to March 2020, revenue in the amount of R\$63 million related to the retroactive adjustment of 3.76% received from customers, for the period from May to September 2019.

On February 18, 2020, the Company filed the request for annual tariff readjustment - IRT 2020 with the Regulatory Agency for Public Services Delegates of Infrastructure of Paraná - AGEPAR, for approval until April 17, 2020 and application from 17 May 2020, however, the Board of Directors of AGEPAR approved on April 17, 2020, through Extraordinary Meeting nº 009/2020/RCDE, the suspension of the application of tariff adjustments for 60 (sixty) days, due to the pandemic of the COVID-19, which may even be extended during the exception period caused by the pandemic. The form of recomposition of the values resulting from the suspension of the adjustment will be defined in due course by AGEPAR.

4. CAPITAL MARKET

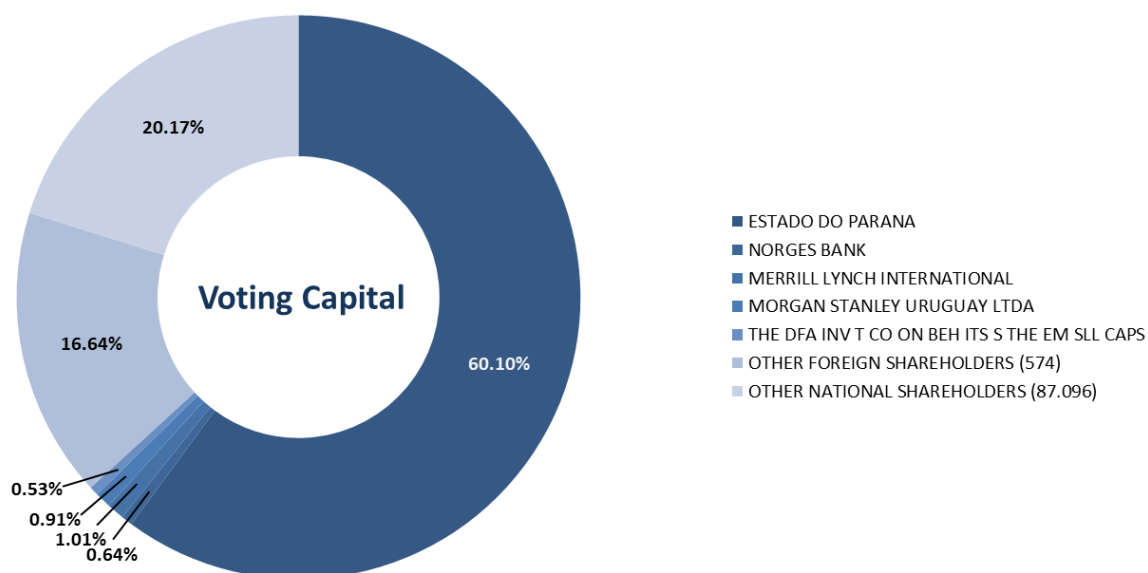
4.1. SHAREHOLDING COMPOSITION OF CAPITAL

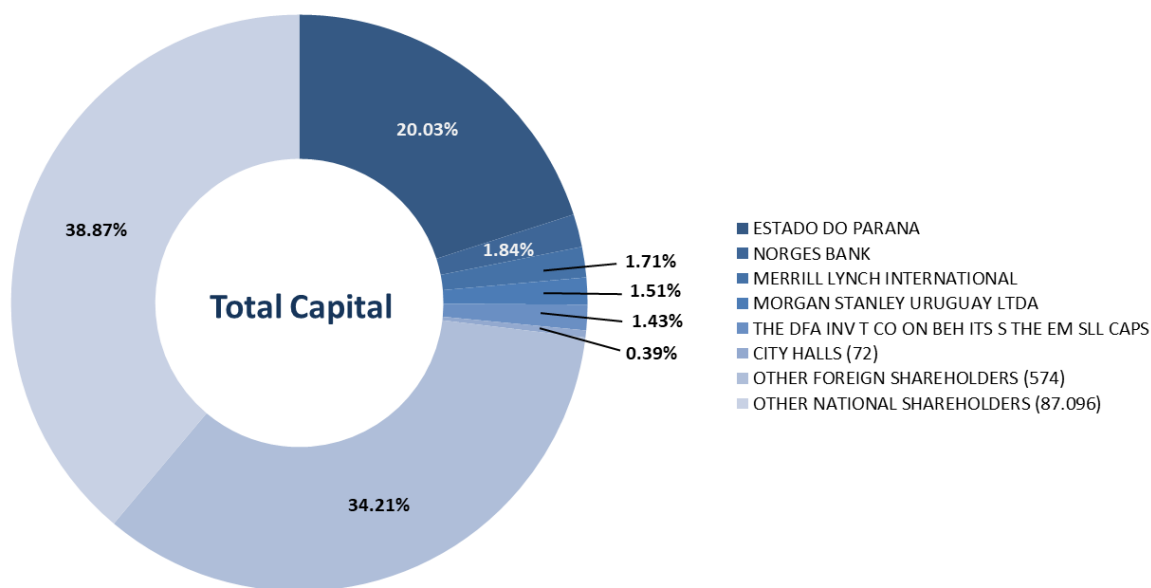
The Share Capital is composed of 1,511,205,519 shares, of which 503,735,259 are common stocks and 1,007,470,260 are preferred stocks without par value, fully paid up by natural persons and legal entities resident and domiciled in Brazil and abroad.

The subscribed and paid up share capital in March 2020 is R\$ 4,000.0 million with its shareholding composition, as at 03/31/2020, represented below.

SHAREHOLDERS	Shares			Share Capital - BRL thousands			% of shareholding	
	ON	PN	Total	ON	PN	Total	Voting Capital	Total Capital
ESTADO DO PARANA	302,743,725	3	302,743,728	801,330	-	801,330	60.10%	20.03%
NORGES BANK	3,213,300	24,664,893	27,878,193	8,505	65,285	73,791	0.64%	1.84%
MERRILL LYNCH INTERNATIONAL	5,086,317	20,693,268	25,779,585	13,463	54,773	68,236	1.01%	1.71%
MORGAN STANLEY URUGUAY LTDA	4,597,156	18,197,873	22,795,029	12,168	48,168	60,336	0.91%	1.51%
THE DFA INV T CO ON BEH ITS S THE EM SLL CAPS	2,663,721	18,970,887	21,634,608	7,051	50,214	57,265	0.53%	1.43%
CITY HALLS (72)	-	5,927,328	5,927,328	-	15,689	15,689	0.00%	0.39%
OTHER FOREIGN SHAREHOLDERS (574)	83,830,138	433,213,595	517,043,733	221,889	1,146,670	1,368,560	16.64%	34.21%
OTHER NATIONAL SHAREHOLDERS (87.096)	101,600,902	485,802,413	587,403,315	268,927	1,285,867	1,554,794	20.17%	38.87%
TOTAL	503,735,259	1,007,470,260	1,511,205,519	1,333,334	2,666,666	4,000,000	100%	100%

Ownership Breakdown – 03/31/2020





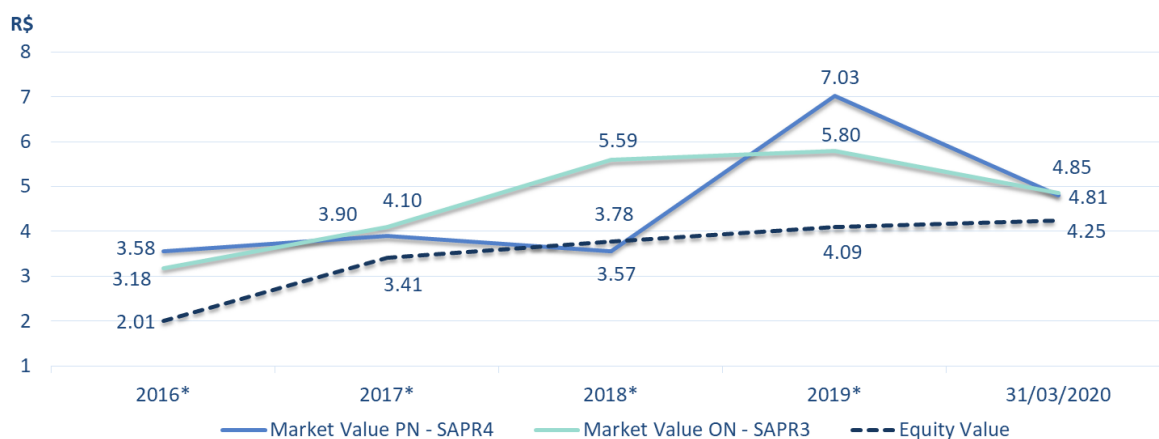
4.2. SECURITIES VALUES

Securities Values	Ticker	Closing Value 4Q19	Closing Value 4Q18	Variation between 4Q18 and 4Q19
Common Shares	SAPR3	R\$ 4.85	R\$ 6.55	-25.95%
Preferred Shares	SAPR4	R\$ 4.81	R\$ 4.63	3.81%
Units	SAPR11	R\$ 23.85	R\$ 24.98	-4.54%

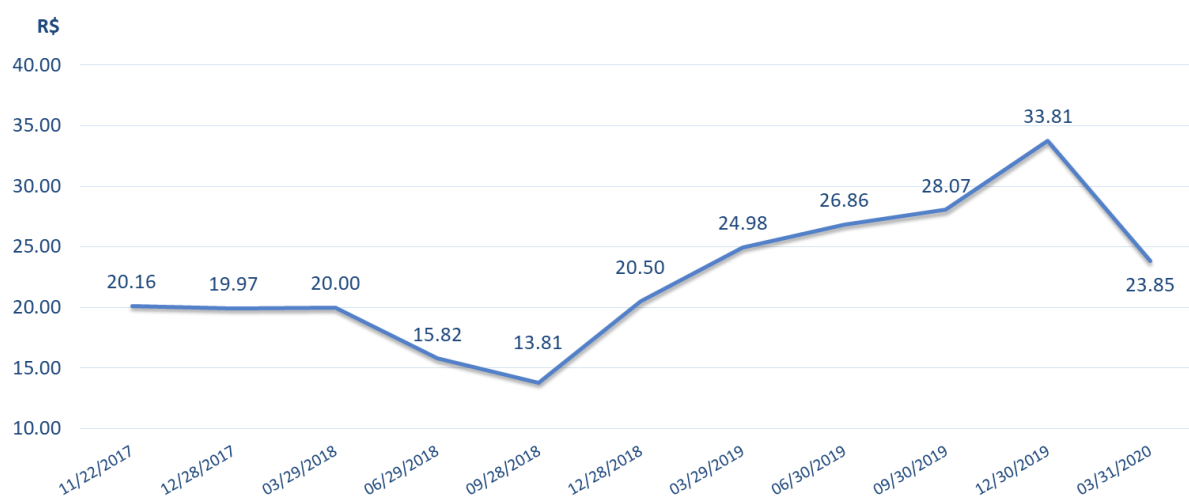
*Adjusted due to the Stock Split event

The equity value of each share in 1T20 was R\$ 4.25, while in 4Q19, R\$ 4.09 was recorded (adjusted due to the stock split event).

Comparison between equity value and market value (in BRL)



*Adjusted value due to the Stock Split event

Evolution of Units (in BRL)*


*Adjusted value due to the Stock Split event

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).

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.

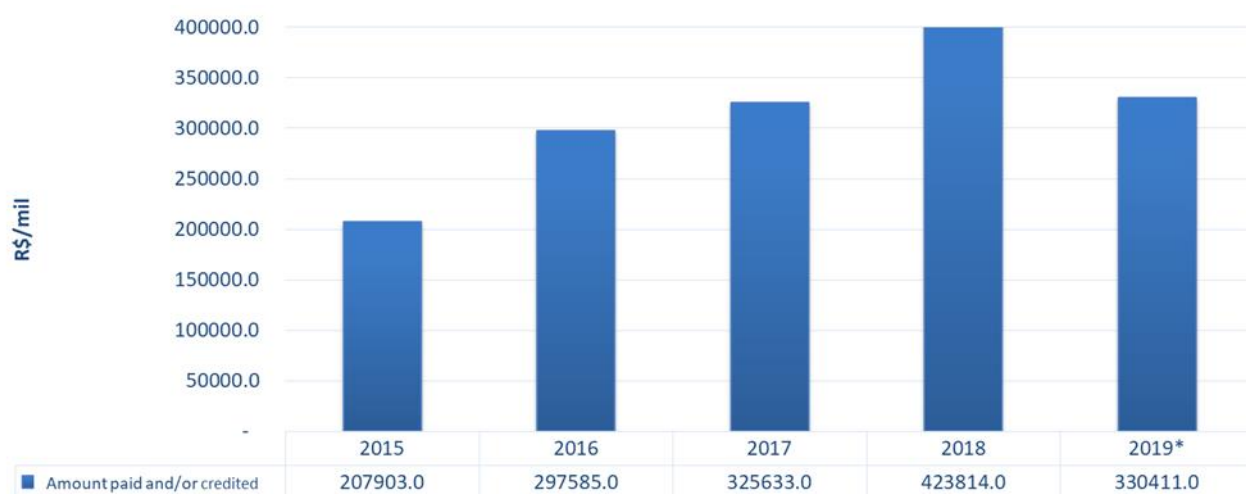
Interest on Shareholder's Capital is subject to the incidence of Income Tax, except for shareholders who declare themselves immune or exempt.

The 56th Annual General Meeting, pursuant to Article 205 of Law 6,404 / 76, and in accordance with the Company's Bylaws, authorized the Board of Directors to define the date for payment in the future, still within the current fiscal year, of the Interest on Equity / Dividends regarding the 1st and 2nd semesters of 2019. The proposal was made due to the need to preserve the Company's financial liquidity in the face of the Pandemic caused by COVID-19.

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 (credited)

5. OTHER INFORMATION

5.1 SHARE CAPITAL INCREASE

The 118th Extraordinary General Meeting approved an increase in the Company's Share Capital by BRL 1,145,048,007.50, using part of the Profit Reserves, without bonus shares. With the approved increase, the new Share Capital becomes BRL 4,000,000,000.00.

The increase was due to the fact that the balance of the Profit Reserves exceeded the amount of the Share Capital. According to article 199 of Law No. 6,404 / 1976 and based on the Financial Statements, when this occurs there is a need to apply the excess in the payment or distribution of dividends, or in the increase of the Capital Stock, which was the alternative proposed by the Company.

5.2 STOCK SPLIT

The 118th Extraordinary General Meeting also approved the split of the shares issued by Sanepar. Each common or preferred share was divided into 3 shares; each Unit was also divided into 3 Units and they kept the same formation of 1 common share and 4 preferred shares.

The split gave the right to receive new shares for shareholders with a shareholding position on March 27th, 2020. The shares issued by the Company were traded ex-split on March 30th, 2020. The credit of the shares arising from the split in the account held by each shareholder with the bookkeeping agent occurred on April 1st, 2020.

The rights and obligations of common and preferred shares and Units remain unchanged. The shares and Units resulting from the split are of the same class and type and will grant their holders the same rights as the shares and Units previously existing, including dividends, interest on own capital and any other capital remunerations that may be approved by the Company.

With the implementation of the split, the number of shares issued by the company that make up the Share Capital will be 503,735,259 common shares and 1,007,470,260 preferred shares.

5.3 CORONAVIRUS (COVID-19) IMPACT

The Company disclosed the impacts of the new coronavirus pandemic (COVID-19) in Note 30 of the Financial Statements for the 1st Quarter of 2020.

Income Statement	1Q20	1Q19	1Q18
Net Operating Revenue	1,246.1	1,098.6	999.4
Costs of Services Provided	-461.5	-429.7	-382.2
Gross profit	784.6	668.9	617.2
Operating expenses	-350.6	-298.7	-273.8
Commercial	-95.7	-84.8	-61.9
Administrative	-157.2	-131.9	-143.0
Civil, Labor, Tax and Environmental Provisions	-20.3	-40.8	-28.8
Retirement and Health Care Plan Provisions	-16.7	-15.0	-21.5
Profit Sharing Program	-25.4	-22.9	-17.5
Other Operating Expenses (Revenues)	-34.1	-2.0	-0.5
Result of Equity Method	-1.2	-1.3	-0.6
Income Before Financial Result And Taxes	434.0	370.2	343.4
Financial result	-52.8	-45.8	-55.8
Financial revenues	15.1	12.8	13.7
Financial expenses	-67.9	-58.6	-69.5
Result before taxes on the profit	381.2	324.4	287.6
Income Tax and Social Contribution on the Profit	-125.2	-106.9	-100.7
Net Profit in the Period	256.0	217.5	186.9

Balance Sheet - Assets	MAR/20	DEC/18	DEC/18
Current assets			
Cash and Cash Equivalent	789.6	274.1	326.6
Accounts Receivable from Customers	792.5	809.7	639.1
Stocks	42.8	46.1	39.1
Taxes to recover	0.3	0.3	15.4
Linked Deposits	3.8	2.9	6.7
Instrumentos Financeiros Derivativos	2.6	-	-
Other Accounts Receivable	37.2	37.6	37.6
Total Current Liabilities	1,668.8	1,170.7	1,064.5
Non-current Assets			
Accounts Receivable from Customers	19.3	19.8	22.1
Deferred Income Tax and Social Contribution	659.2	629.1	490.9
Linked Deposits	56.3	55.7	52.9
Taxes to recover	278.8	297.8	203.5
Judicial Deposits	-	2.0	-
Contractual Financial Assets	430.8	435.2	375.9
Contracts Assets	1,768.6	1,756.7	1,393.2
Other Accounts Receivable	48.1	48.6	50.6
Investments	2.6	2.7	22.6
Fixed Asset	292.9	297.7	168.8
Intangible Asset	7,340.3	7,223.6	6,936.3
Total Non-Current Assets	10,896.9	10,768.9	9,716.8
Total Assets	12,565.7	11,939.6	10,781.3

Balance Sheet - Liabilities	MAR/20	DEC/19	DEC/18
Current Liabilities			
Labor obligations	138.1	119.5	151.4
Suppliers	186.2	214.5	190.7
Tax Obligations	95.6	100.8	68.1
Loans and Financing	372.5	357.2	478.8
Dividends and JCP Payable	230.9	229.3	183.7
Concession Contracts	-	31.4	60.5
Contractual Collateral and Withholding	2.1	2.2	2.5
Revenue to be Appropriated	4.2	4.2	4.2
Financial Derivatives	2.1	-	-
Other bills to pay	59.0	56.5	68.2
Retirement and Health Care Plan Provisions	83.5	82.4	62.8
Labor Provisions	104.9	93.4	87.9
Total Current Liabilities	1,279.1	1,291.4	1,358.8
Non-current Liabilities			
Loans and Financing	3,078.0	2,723.2	2,292.5
Taxes and Contributions	0.5	0.6	1.0
Revenue to be Appropriated	3.8	4.9	9.1
Financial Derivatives	-	2.0	-
Other bills to pay	37.7	42.7	61.9
Retirement and Health Care Plan Provisions	1,169.8	1,154.2	879.0
Provisions	566.9	546.7	461.8
Total Non-Current Liabilities	4,856.7	4,474.3	3,705.3
Total Liabilities	6,135.8	5,765.7	5,064.1
Net equity			
Issued Share Capital	3,996.1	2,851.1	2,851.1
Revaluation Reserve	68.2	69.5	81.2
Profit Reserves	2,161.7	3,306.8	2,162.9
Accumulated profits	257.4	-	-
Equity Valuation Adjustments	5.2	5.2	8.0
Other Statements of comprehensive income	-58.7	-58.7	49.5
Total Shareholders' Equity	6,429.9	6,173.9	5,152.7
Total Liabilities and Shareholders' Equity	12,565.7	11,939.6	10,216.8

Cash Flow Statement	1Q20	1Q19	1Q18
Cash Flow From Operating Activities			
Net Profit in the Period	256.0	217.5	186.9
Adjustments to reconcile net profit and net cash			
Depreciation and Amortization	86.9	82.4	65.8
Costs of write-offs in fixed and intangible assets	3.1	1.8	0.6
Adjustment to Recoverable Value of Assets	-0.8	-1.6	-0.1
Adjustment to Present Value - Financial Assets	7.0	-3.8	-2.0
Provision for Losses in the Realization of Credits	11.6	5.9	-3.5
Deferred Income Tax and Social Contribution, net	-30.2	-28.1	-22.5
Civil, Labor, Tax and Environmental Provisions	20.3	40.8	28.8
Retirement and Health Care Plan	16.7	15.0	21.5
Interest on Financing	47.8	47.8	55.1
Monetary Variations on Financing	4.7	6.0	22.3
Interests and monetary updates on leasings	8.8	8.8	0.0
Exchange Variations, net	0.5	0.0	0.0
Financial Derivatives Variation	-0.5	0.0	0.0
Result of Equity Method	1.2	1.3	0.6
Appropriation of costs on the fundraising of third parties	0.2	0.1	0.2
Fair Value Adjustment - Investments	0.3	-0.1	0.0
	433.6	393.8	353.7
Variations in Assets and Liabilities			
Accounts Receivable from Customers	6.0	-11.0	-23.2
Taxes and Contributions to Recover	0.0	-0.1	-0.5
Stocks	3.4	0.1	0.6
Judicial Deposits	19.0	-51.7	-1.3
Other Credits and Accounts Receivable	0.9	-4.9	-21.4
Suppliers	-28.2	-28.5	-38.6
Concession Contracts	-31.4	-29.8	-1.3
Taxes and Contributions	117.8	90.5	92.4
Salaries and Charges Payable	30.1	16.7	16.2
Contractual Collateral and Withholding	-0.1	-0.3	0.0
Revenue to be Appropriated	-1.1	-1.0	-1.0
Income Tax and Social Contribution, paid	-121.5	-75.6	-72.9
Other bills to pay	-2.5	-13.9	-0.4
	-7.6	-109.5	-51.4
Cash Generated by Operating Activities	426.0	284.3	302.3
Cash From Investing Activities			
Investment in Fixed Assets and Intangible Assets	-211.4	-212.7	-204.8
Application in Investments	-1.2	0.0	-1.2
Cash Generated by Investment Activities	-212.6	-212.7	-206.0
Cash Flow From Financing Activities			
Financing Obtained	418.8	61.2	17.9
Amortization of Financing	-49.3	-50.2	-47.1
Interest Payments on Financing	-37.5	-41.2	-50.5
Leasing Payments	-19.1	-20.2	0.0
Costs in the Third Party Fundraising	-9.3	0.0	-0.3
Linked Deposits	-1.5	4.0	-1.1
Cash Generated by Financing Activities	302.1	-46.4	-81.1
Variation in Cash and Cash Equivalents Balance	515.5	25.2	15.2
Cash and Cash Equivalents Initial Balance	274.1	326.6	533.9
Cash and Cash Equivalents Final Balance	789.6	351.8	549.1