



IR COPEL 06/06 - 06/23/2006

**COPEL inaugurates Fundão power plant on the 28<sup>th</sup>**

The Fundão hydroelectric plant, on the Rio Jordão in the mid-south of Paraná State, will be officially inaugurated this Wednesday, June 28.

Fundão has an installed capacity of 120 megawatts (MW) and is part of an electric complex which also comprises the Santa Clara hydro facility, with an identical capacity, and two smaller hydro plants, with a joint capacity of 5.6 MW. Output from the complex is sufficient to supply a city with 600,000 inhabitants.

The complex has a total installed capacity of 240 MW and assured power of 135.4 average MW. Electricity from the Santa Clara and Fundão plants is contracted by Copel and delivered through its systems to meet direct demand from the Paraná consumer market.

The concession belongs to Elejor, Centrais Elétricas do Rio Jordão, a company in which COPEL retains a 70% interest.

The Rio Jordão complex absorbed total investments of R\$ 520 million, including the development and implementation of the 33 social and environmental projects recommended by the undertaking's Environmental Impact Report.

Sincerely,

Paulo Roberto Trompczynski

CFO and Investor Relations Officer