



IR COPEL 08/09 - 07/24/2009

**Copel's captive power market grew
by 2.5% in the 1st half of 2009**

The following analysis refers to Copel's power market performance in the 1st half of 2009 compared to the first half of 2008.

Captive Market – Copel Distribuição

The captive market consumed 9,954.7 GWh, 2.5% up, mainly due to the following factors:

- Increase in the number of customers across all segments;
- Growth of 1.6%, 3.8% and 4.4% in the average residential, rural and commercial consumption, respectively;
- Greater variations in the temperature in relation to the average; and
- Recovery in Brazil's GDP.

The residential consumed 2,802.7 GWh, 5.1% up, due to the reduction in the basic interest rate (Selic), resulting in cheaper credit for the acquisition of consumer durables and electronics goods. This segment represented 28.1% of Copel's captive market. In June 2009, Copel supplied power to 2,818,001 residential customers.

The industrial segment consumed 3,173.3 GWh, 4.0% down, due to the decline in production for exports and the higher comparison base in 2008. This segment represented 31.9% of Copel's captive market. In June 2009, Copel supplied power to 64,957 captive industrial customers.

The commercial segment consumed 2,110.1 GWh, 6.9% up, due, as in the residential segment, to the fall in the Selic rate and the government's measures to combat the crisis and maintain domestic consumption, which resulted in demand picking up. The commercial segment represented 21.2% of Copel's captive market. In June 2009, Copel supplied power to 296,684 commercial customers.

The rural segment consumed 877.8 GWh, 6.4% up, representing 8.8% of Copel's captive market. In March 2009, Copel supplied power to 343,826 rural customers.

Other segments (public agencies, public lighting, public services, and own consumption) consumed 990.7 GWh, 5.1% up, in the period. These segments represented 9.9% of Copel's captive market. In June 2009, COPEL supplied power to 47,762 customers in these segments.

The following table shows the captive market for each consumption segment:

	Number of customers			Energy Sold (GWh)		
	Jun-09	Jun-08	%	1H09	1H08	%
Residential	2,818,001	2,725,155	3.4	2,803	2,667	5.1
Industrial	64,957	60,090	8.1	3,173	3,307	(4.0)
Commercial	296,684	289,564	2.5	2,110	1,973	6.9
Rural	343,826	335,277	2.5	878	825	6.4
Other	47,762	45,674	4.6	991	942	5.2
Captive Market	3,571,230	3,455,760	3.3	9,955	9,714	2.5

Copel Distribution's Grid Market - TUSD

Copel Distribuição's grid market, comprising the captive market, concessionaires (other utilities within Paraná) and all free customers within the Company's concession area, declined 0.2% due to the decrease in power demand from free customers, as the following table shows:

	Number of customers/ Agreements			Energy distributed (GWh)		
	Jun-09	Jun-08	%	1H09	1H08	%
Captive Market	3,571,230	3,455,760	3.3	9,955	9,714	2.5
Concessionaires	4	3	33.3	256	247	3.8
Free customers (*)	23	24	(4.2)	1,447	1,720	(15.9)
Grid Market	3,571,257	3,455,787	3.3	11,658	11,681	(0.2)

* All free customers served by COPEL GET and other suppliers at the COPEL DIS concession area

Copel Geração e Transmissão's Market

In 2009, there was an increase in the volume of energy sold by Copel Geração e Transmissão in energy auctions in the regulated market (CCEAR). The product CCEAR 2009 was launched, with average supply volume of 245 average MW for eight years at an average sale price of R\$ 109.63/ MWh (June, 2009). This energy comes from the agreements with free customers and bilateral contracts that terminated in 2008.

Copel's Consolidated Market

The following table shows Copel's total energy sales through Copel Geração e Transmissão and Copel Distribuição:

	Number of customers/ Agreements			Energy sold (GWh)		
	Jun-09	Jun-08	%	1H09	1H08	%
Copel DIS						
Captive Market	3,571,230	3,455,760	3.3	9,955	9,714	2.5
Concessionaires	4	3	33.3	256	247	3.8
CCEE	-	-	-	-	-	-
Total Copel DIS	3,571,234	3,455,763	3.3	10,211	9,961	2.5
Copel GET						
CCEAR ⁽¹⁾	36	36	-	7,175	6,054	18.5
Ajustment Auction (ACR)	1	1	-	137	70	96.6
Free customers	13	15	(13.3)	549	594	(7.6)
Bilateral Agreements	2	2	-	508	1763	(71.2)
CCEE	-	-	-	62	28	124.8
Total Copel GET	52	54	(3.7)	8,431	8,509	(0.9)
Total Copel Consolidated	3,571,286	3,455,817	3.3	18,642	18,470	0.9

(1) From the total energy sold in 1H09 and 1H08, 696 GWh and 609 GWh, respectively, were traded by Copel Distribuição

Note. Not considering the energy from MRE (Energy Reallocation Mechanism)

CCEE: Electric Power Trade Chamber

CCEAR: Energy Purchase Agreements in the Regulated Market

Curitiba, July 24, 2009

Sincerely,

Paulo Roberto Trompczynski

CFO and Investor Relations Officer

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