

The senior management of AES Brasil **authorizes** the following Policy for the Physical Asset Management System:

AES Brasil is committed to managing its physical assets in order to promote the sustainable development of the environment in which it operates, with the generation of clean, safe and reliable energy through compliance with regulatory, legal and underwritten requirements by AES Corp; meeting the needs of stakeholders without compromising the health and safety of employees; promoting the continuous improvement of its Physical Asset Management System. To optimize the use of its resources and maintain operational excellence, AES Brasil puts in place a comprehensive asset management system, which assesses risks and opportunities, based on the different stages of the asset life cycle:

Acquisition

The new assets must be acquired based on the accounting rules established by ANEEL, following their functional characteristics alongside the company's strategy; that is, with records of the risk matrix, criticality of the function that will be exercised and with specific indicators that guarantee:

- Greater ease in the performance of maintenance (Maintainability);
- An adequate attendance to the required functions in a defined time and under a certain operational context (Reliability);
- A maintenance and operation strategy based on reliability, aligning activities with adequate logistical support (Supportability);
- A life cycle cost optimized for the required function (Cost efficiency).

Operation and maintenance

The assets shall be operated and maintained focusing on optimizing availability, cost efficiency and meeting regulatory requirements through:

- Proper compliance with maintenance and operation plans and strategies;
- Continuous improvement of processes with innovations, new technologies and good practices;
- The consolidation of an integrated view of generation assets in the resource's sharing;
- Proper management of asset information to support analysis and ensure decisions based on technical criteria;
- Risk assessment and safe measures adoption to ensure that there will be no accidents or damage to the workforce, community and assets;
- Minimizing the impacts of the activities to the environment, in order to meet all applicable legal requirements;
- The costs proactive management, in which spending decisions are based on a multicriteria model and in line with the company's strategy Operation and Maintenance;
- An internal and/or external workforce that is capable, motivated and responsible for its results.

Decommissioning

The assets shall be decommissioned based on the risk matrix and operational and/or financial performance criteria, which show:

- An increase related to life cycle cost;
- Failure to meet regulatory, environmental and safety requirements;
- Failure to meet the required functions;
- The component's obsolescence.

The action of decommissioning assets must meet environmental and safety rules by optimizing costs and related risks.

This Policy has been prepared and will be followed according to:

- Mission, Purpose, Values and Objectives of AES Brasil;
- Standards of AES Brasil and AES Corp;
- Regulatory and legal requirements;
- Strategic and Financial Planning;
- Manual of Patrimonial Control of the Electric Sector - ANEEL
- AES Performance Excellence (APEX)
- PAS 55 – Specification for Physical Asset Management
- ISO 55001 – Asset Management

The company's leaders are responsible for implementing, disseminating and enforcing this Policy, as well as ensuring the structure for the establishment and fulfillment of its objectives and obligations.

The entire workforce, including contractors, are responsible for practicing this Policy and play a key role in its implementation.

Bauru, May 5th, 2023

A handwritten signature in blue ink, appearing to read 'Sergio Luiz da Silva'.

Sergio Luiz da Silva

Generation Chief Operating Officer

A handwritten signature in blue ink, appearing to read 'Clarissa Della Nina Sadock Accorsi'.

Clarissa Della Nina Sadock Accorsi

President