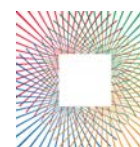


May 20, 2005



The **BANK**  
of **NEW YORK**

**SECURITIES SERVICING**  
**DEPOSITARY RECEIPTS**

## Corporate Action

**ATTENTION: International Research, Sales, Trading and Operations Staff**

### **RATIO CHANGE**

#### **TRACTEBEL ENERGIA S.A.**

	<b>PREFERRED</b>		<b>COMMON</b>	
	<b>OLD</b>	<b>NEW</b>	<b>OLD</b>	<b>NEW</b>
<b>Symbol:</b>	TBLGY	UNCHANGED	TBLEY	UNCHANGED
<b>CUSIP Number:</b>	892360306	UNCHANGED	892360108	UNCHANGED
<b>Exchange:</b>	OTC	UNCHANGED	OTC	UNCHANGED
<b>Ratio:</b>	1 ADR: 5,000	1 ADR: 5	1 ADR: 5,000	1 ADR: 5

Please be advised that The Bank of New York, as depositary bank for Tractebel, will amend the ADR ratio from the current one (1) ADR representing (5,000) Preferred Shares and (1) ADR representing (5,000) Common Shares to one (1) ADR representing five (5) Preferred Shares and one (1) ADR representing five (5) Common Shares. This change is a result of a simultaneous 1,000 to 1 reverse-split in the Brazilian market.

Note that the ratio change will happen as follows:

**05/23/05** Effective date for Pricing purposes.

**05/27/05** Effective date for Issuances and Cancellations

Please note that there will be no change in CUSIP and that the certificates have been over stamped to reflect the change. No action is required by ADR holders.

To learn more about ADRs and issuer programs, please call our marketing desks:

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