

**COPASA**

Operating Report February 2008

Mission
To provide sanitation solutions through the provision of public water and sewage services and technical support, helping to ensure a better quality of life, improving environmental conditions and contributing to the country's socio-economic development.

COPASA: Operating Report – February 2008

Belo Horizonte, March 13th, 2008 - COPASA – Companhia de Saneamento de Minas Gerais – (Bovespa: CSMG3), announces today its operating report for February 2008.

COPASA operates water supply services in 597 municipalities, and sewage services in 108 municipalities.

As to billed volume, the salient point was the 5.97% increase over the same period in 2007. This increase is chiefly due to the 5.40% increase in units during the same period. It is also worth highlighting that in February the consumption period was smaller in number of days, and the rainfall volume was higher, thus explaining the smaller volume in February 2008 compared to January 2008.

Operating Highlights¹

ITEM	UNIT.	Feb/08	Feb/07	Jan/08	Feb/08 X Feb/07	Feb/08 X Jan/08
# OF CONNECTIONS ²	un	4,735,608	4,466,913	4,727,873	6.02%	0.16%
WATER	un	3,197,915	3,055,770	3,194,431	4.65%	0.11%
SEWAGE	un	1,537,693	1,411,143	1,533,442	8.97%	0.28%
# OF UNITS ³	un	5,961,325	5,655,677	5,951,939	5.40%	0.16%
WATER	un	3,905,381	3,743,730	3,901,123	4.32%	0.11%
SEWAGE	un	2,055,944	1,911,947	2,050,816	7.53%	0.25%
BILLED VOLUME	1,000m ³	73,229	69,103	79,405	5.97%	-7.78%
WATER	1,000m ³	47,542	45,134	51,592	5.34%	-7.85%
SEWAGE	1,000m ³	25,687	23,969	27,813	7.17%	-7.64%
# OF MUNICIPALITIES - WATER CONCESSION	un	611	611	611	0.00%	0.00%
# OF MUNICIPALITIES - SEWAGE CONCESSION	un	184	182	184	1.10%	0.00%

² Connection: link between the company's pipeline and the client building.

³ Unit: possible subdivisions of the client's building.

E.g.: a 10-apartment building has 1 connection and 10 units.

For further information, please contact the IR department.

ri@copasa.com.br

+55 (31) 3250-2015

<http://www.copasa.com.br/ri>

About COPASA

COPASA's main activities comprise the planning, preparation, execution, expansion, remodeling and provision of sanitary services, especially water supply and sewage services. Additionally, it provides technical cooperation services to several municipalities of the State of Minas Gerais, Brazil, including to municipalities where the Company has not been granted water or sewage concessions, and to the private sector. COPASA focuses its activities on the State of Minas Gerais, the third most economically productive state in Brazil.

¹ Values subject to eventual readjustments