



**CTEEP - COMPANHIA DE TRANSMISSÃO DE ENERGIA ELÉTRICA  
PAULISTA**

**A Publicly Held Company  
CNPJ/MF nº. 02.998.611/0001- 04  
NIRE 35300170571**

**MATERIAL FACT**

CTEEP - Companhia de Transmissão de Energia Elétrica Paulista ("Company" or "ISA CTEEP"), pursuant to the provision in CVM Instruction 358 and in Paragraph 4, Article 157 of Law 6.404/76, and respective amendments, as well as the Material Facts published on August 12, 2014, January 8, 2015, April 22, 2016, August 15, 2016 and October 14, 2016, and to the Announcement to the Market published on March 20, 2017, all accessible from our internet page ([www.cteep.com.br/ri](http://www.cteep.com.br/ri)), wishes in relation to the financial asset making up the basic network - existing service ("RBSE") installations, to publicly inform that pursuant to Article 15, Paragraph 2 of Law 12.783 of January 11, 2013 ("Amount of the RBSE"), that a court injunction has been issued within the scope of Ordinary Action 0010552-48.2017.4.01.3400, currently pending in the Federal District's 5<sup>th</sup> Federal Court of the Judiciary Section. The injunction was proposed by the Brazilian Association of Major Industrial Free Energy Consumers - ABRACE, the Brazilian Technical Association of Automated Glass Industries - ABIVIDRO and the Brazilian Association of Ferroalloys and Silicon Metal Producers - ABRAFE against the Federal Government and the National Electric Energy Agency - ANEEL ("ABRACE Action"), determining, on the grounds of the need for urgent provisional relief, (i) that ANEEL exclude the portion described as "remuneration" of the Tariff for Use of the Transmission System - TUST, calculated on reversible assets, still not amortized or depreciated pursuant to Article 15, Paragraph 2, Law 12.783/13; and (ii) consequently that, ANEEL recalculate the remuneration due to the transmission companies in order to adjust them in the light of the ruling.

Anticipated relief was not granted for suspending payment of the Tariff for Use of the Transmission System - TUST, together with the Associations' other demands. Excluding the remuneration mentioned in Paragraph 3,



Article 1 of MME Ordinance 120/2016, payment of the TUST remains due subject to monetary restatement, the decision consequently impacting all the associations, proposers of the injunction.

On December 31, 2016, the Company reported an amount equivalent to R\$ 8,809.49 million in its account statements with respect to its right to receive the RBSE, calculated pursuant to ANEEL Ordinance 120 and Technical Note 336/2016.

The Company is examining the appropriate measures to be adopted, including legal action, to defend its interests without prejudicing its support for the activities of the Brazilian Association of Electric Energy Transmission Companies – ABRATE, acting in this same decision as procedural assistant to the Federal Government and ANEEL in the ABRACE Action. The Company awaits the position of ANEEL and MME as to the procedures to be adopted without limiting the maintenance of its right to the booked amounts in full.

São Paulo, April 11, 2017

**Rinaldo Pecchio Jr.**  
**Chief Financial and Investor Relations Officer**