



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”), a joint stock company with registration as a publicly held company with the Brazilian Securities and Exchange Commission (“CVM”), pursuant to the contents of CVM Instruction No. 358, of January 3, 2002, of Article 157, paragraph 4, of Law No. 6.404/76, and in continuation of the Material Fact of May 4, 2017, wishes to publicly announce that it has completed on the present date the process of acquiring the one hundred (100) percent of the equity shares of **Interligação Elétrica Norte e Nordeste** (“IENNE”), being 50% held by ISOLUX and the 25% held by CYMI.

The amount of the acquisition was one hundred and one million, one hundred and sixty-two thousand, nine hundred and eighty-one Brazilian *Reais* and fifty-two *centavos* (R\$ 101,162,981.52).

With R\$ 42.9 million in Annual Allowed Revenues (Receita Anual Permitida” – RAP), IENNE was formed on December 3, 2007 to exploit a public service concession for electric energy transmission, in particular the Colinas (Tocantins) – Ribeiro Gonçalves (Piauí) and Ribeiro Gonçalves – São José do Piauí (Piauí) transmission lines, both at 500 kV, for a total of 720 km; IENNE commenced commercial operations in 2011.

São Paulo, October 5, 2017

Rinaldo Pecchio Jr.

Chief Financial and Investor Relations Officer