

CTEEP - COMPANHIA DE TRANSMISSÃO DE ENERGIA ELÉTRICA PAULISTA

A Publicly Held Company
Corporate Taxpayer ID (CNPJ/MF): 02.998.611/0001-04
NIRE 35300170571

MATERIAL FACT

CTEEP – Companhia de Transmissão de Energia Elétrica Paulista (“Company”; “ISA CTEEP”), pursuant to the provision in CVM Instruction 358, Paragraph 4, Article 157, of Law 6,404/76 and respective amendments, wishes to announce that it has won 2 lots in the Transmission Auction 02/2018, promoted by the National Agency of Electric Energy (“ANEEL”) yesterday:

	Location	Transmission Lines (Km)	Substation (MVA)	ANEEL Capex (R\$ million)	ANEEL Revenue (R\$ million)	Discount (%)	Revenue with discount (R\$ million)	ANEEL deadline to start up (months)
Lot 1	Santa Catarina	57	300	641.4	114.7	66.65%	38.2	60
Lot 10	São Paulo	12	1,200	237.9	38.8	73.92%	10.1	48

The resources for the implementation of these projects will be obtained through shareholder’s capital contributions and the projects will seek financial support from the National Bank of Economic and Social Development – BNDES, capital markets funding through local bonds (infrastructure debentures) and other available financing sources.

The successful participation in the auction is part of ISA CTEEP’s sustainable growth strategy, through investments in the implementation of infrastructure and the operation of new enterprises. The Company reinforces its commitment to value creation with projects that will contribute to the expansion of the electric energy transmission system in Brazil.

Additionally, the projects may provide synergy with the Company’s operations.

São Paulo, June 29, 2018

Rinaldo Pecchio Jr.
Chief Financial and Investor Relations Officer