



**CTEEP – COMPANHIA DE TRANSMISSÃO DE ENERGIA ELÉTRICA PAULISTA**  
**A Publicly Held Company**  
**CNPJ/MF 02.998.611/0001-04**  
**NIRE 35300170571**

**NOTICE TO SHAREHOLDERS**

**Approval of Stock Split by Shareholders' Meeting**

CTEEP – Companhia de Transmissão de Energia Elétrica Paulista (“ISA CTEEP”, “Company”) wishes to announce that, in line with the Management Proposal, the Company’s Extraordinary General Meeting, held today, approved the stock split of the totality of 164,720,826 (one hundred and sixty four million, seven hundred and twenty thousand, eight hundred and twenty six) nominative, scriptural and with no nominal emission value shares of the Company’s issuance, of which 64,484,433 (sixty four million, four hundred and eighty four thousand and four hundred and thirty three shares) are common and 100,236,393 (one hundred million, two hundred and thirty six thousand and three hundred and ninety three) are preferred, in the proportion of 1 (one) common share for 4 (four) common shares and 1 (one) preferred share for 4 (four) preferred shares.

The approved split will not modify the Company’s social capital, which will remain at the value of BRL 3,590,020,426.94 (three billion, five hundred and ninety million, twenty thousand, four hundred and twenty six reais and ninety four cents), which will be divided in 658,883,304 (six hundred and fifty eight million, eight hundred and eighty three thousand and three hundred and four) nominative, scriptural and with no nominal emission value shares of the Company’s issuance, of which 257,937,732 (two hundred and fifty seven million, nine hundred and thirty seven thousand and seven hundred and thirty two) are common and 400,945,572 (four hundred million, nine hundred and forty five thousand and five hundred and seventy two) are preferred. The shares will maintain same rights guaranteed by the bylaws and the shares that will be created by the split will have those same rights, equally participating in all conditions and advantages, including in receiving dividends and eventual capital remuneration. Simultaneously to this transaction, and in the same proportion, the Company’s securities that are traded in the American market (ADR – American Depositary Receipt) will also be split, in a way that each investor will receive 3 (three) new ADRs for each 1 (one) ADR that they own. Therefore, ADRs will continue to be traded in the proportion of 1 (one) share for 1 (one) ADR.

Shareholder’s that detain shares on 04/04/2019 will have the right to receive shares created by the split. Starting on 04/05/2019, the Company’s shares will be traded “ex-split”.

The credit of the shares created by the split will occur on April 10, 2019.



Due to the Company's stock split, article 4 of the Company's Bylaws was changed to reflect the new number of shares issued by the Company, on the terms described above.

The stock split aims to improve share liquidity and guarantee a better level for its quotes, as well as demonstrate the Company's certainty of its future results.

São Paulo, April 4, 2019.

**Reynaldo Passanezi Filho**

Chief Executive Officer, Financial and Investor Relations Director