

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

A Publicly Held Company  
CNPJ/MF 02.998.611/0001- 04  
NIRE 35300170571

**NOTICE TO THE SHAREHOLDERS  
PAYMENT OF INTEREST ON SHAREHOLDERS' EQUITY**

**CTEEP - COMPANHIA DE TRANSMISSÃO DE ENERGIA ELÉTRICA PAULISTA** ("ISA CTEEP"; "Company") pursuant to the 351<sup>st</sup> Meeting of the Board of Directors held on today's date, announces that on August 19, 2019, it will proceed to pay Interest on Shareholders' Equity for the total gross amount of R\$ 370,414,969.14 (three hundred and seventy million, four hundred and fourteen thousand, nine hundred and sixty-nine reais and fourteen centavos), corresponding to R\$ 0.562186 per share of both types, based on the intermediate financial statements raised on June 30, 2019.

The interest on shareholders equity, net of income tax at source, shall be incorporated in the mandatory dividends for the fiscal year 2019 pursuant to Article 9, Paragraph 7 of Law 9.249/95 and Item V, of CVM Resolution 207/96, and Article 36 of the Company's corporate bylaws.

The payment of the amount described above shall be subject to the following conditions:

1. The date of record shall be August 02, 2019 with the shares the issuance of the Company to trade ex-dividend rights as from August 05, 2019;
2. The amount of interest on shareholders equity shall be subject to retention of Income tax at Source, at the rate of 15% (fifteen percent), being paid to the shareholders net of tax except for shareholders able to substantiate exemption or immunity from tax or those shareholders domiciled in countries in which the legislation establishes different tax rates.

São Paulo, July 30, 2019

**Reynaldo Passanezi Filho**  
Chief Executive Officer  
Chief Financial and Investor Relations Officer