



CTEEP - COMPANHIA DE TRANSMISSÃO DE ENERGIA ELÉTRICA PAULISTA

CNPJ/MF n.º 02.998.611/0001-04

NIRE 35300170571

NOTICE TO THE MARKET

Installation Licenses Obtained for IE Itaúnas

CTEEP – Companhia de Transmissão de Energia Elétrica Paulista (“ISA CTEEP”, “Company”) wishes to announce that it has obtained the Installation Licenses (“LI”) from the Espírito Santo State Environmental Institute (IEMA-ES), regarding the substations and transmission lines associated to Interligação Elétrica Itaúnas S.A. (“IE Itaúnas”).

IE Itaúnas is the development under way of Lot 21 from transmission auction No. 013/2015, held in October 2016, of which the Company detains 100% of its stake.

The project is located in the state of Espírito Santo and formed by the installation of a 345 kV transmission line (79 km), which will link the 345 kV Viana 2 and João Neiva 2 substations, the construction of the new 345/138 kV João Neiva 2 substation, and the expansion of the 345 kV Viana 2 substation, for a total investment of R\$ 298 million (ANEEL Capex) and Permitted Annual Revenue (“RAP”) of R\$ 52 million for the 2019/2020 cycle. ANEEL’s stipulated deadline for energization is in February of 2022.

The Company reiterates its commitment to value creation with projects that will contribute to the expansion of Brazil’s electric energy transmission system.

São Paulo, August 30, 2019

Alessandro Gregori Filho

Chief Financial and Investor Relations Officer