



CTEEP - COMPANHIA DE TRANSMISSÃO DE ENERGIA ELÉTRICA PAULISTA
A Publicly Held Company

CNPJ/MF 02.998.611/0001-04

NIRE 35300170571

NOTICE TO THE MARKET

IE Itapura's entry in commercial operation

CTEEP – Companhia de Transmissão de Energia Elétrica Paulista (“Company”; “ISA CTEEP”) hereby announces that IE Itapura, a wholly owned subsidiary, lot 25 from transmission auction nº 005/2016 held in April of 2017, obtained, on this date, the Definitive Release Term (“TLD”) from the National Electric System Operator (“ONS”) regarding its entry in commercial operation on August 27, 2019.

The development is formed by the installation of a 440kV (-125/+250) MVar static compensator in the Bauru substation, in the municipality of Bauru in São Paulo. The installation of this equipment in the substation guarantees benefits for the National Interconnected System (“SIN”), and especially in the voltage control of the 440 kV network in the state of São Paulo.

ANEEL’s capex totals R\$ 138.1 million (adjusted to cycle 2019/2020). The complete commercial operation guarantees the receipt of the Annual Allowed Revenue (“RAP”) of R\$ 11.8 million (cycle 2019/2020).

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, September 10, 2019

Alessandro Gregori Filho

Chief Financial and Investor Relations Officer