



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

Publicly-Held Company

Corporate Taxpayer ID (CNPJ/MF) 02.998.611/0001-04

Company Registry (NIRE): 35300170571

**MATERIAL FACT**

**REPROFILING OF FINANCIAL COMPONENT OF RBSE**

CTEEP – Companhia de Transmissão de Energia Elétrica Paulista (“Company”; “ISA CTEEP”), in compliance with CVM Instruction #358 and paragraph 4 of article 157 of Federal Law #6,404/76, and respective amendments, with reference to the Material Fact notices disclosed on August 12, 2014, January 8, 2015, April 22, 2016, August 15, 2016, October 14, 2016, April 11, 2017, November 12, 2019 and the Notice to the Market disclosed on March 20, 2017, hereby announces that the Brazilian Electricity Regulatory Agency (ANEEL), judged the administrative appeal filed by ISA CTEEP against Ratification Resolution #2,714/2020 of the 1<sup>st</sup> Periodic Tariff Reset (“RTP”) of the Company. It should be noted that ANEEL applied the reprofiling of the financial component of RBSE (“Measure”) according to Technical Note #068/2021, maintaining the criteria previously established in ANEEL Normative Resolution #762/2017.

Considering the economic crisis caused by COVID-19, ANEEL, in the pursuit of alternatives to offset the increase in energy tariffs in the 2021/2022 and 2022/2023 cycles, defined the reprofiling of the financial component of RBSE. ANEEL’s definition will contribute to fair tariffs, minimizing the impacts for consumers being directly affected by the pandemic.

The Measure ends regulatory discussions spanning almost a decade about remunerating the financial component of RBSE and, although it reflects the gap in the financial flows established in Ratification Resolution #2,714/2020, it preserves the economic value for ISA CTEEP, since the assumptions for cycle 2021/2022 were: (i) the conclusion of payment of the financial component of RBSE in 2028; (ii) the reduction in debt repayment related to the financial component of RBSE without any effect on the increase in the balance payable; (iii) the remuneration for regulatory WACC defined in the Periodic Tariff Reset (“RTP”) of 2018.

Starting from the 2023/2024 cycle, the payment flows established by ANEEL will revert to levels similar to those approved in Ratification Resolution #2,714/2020.

The Company will remain attentive to the faithful fulfillment of payments determined, considering the importance of the issue for society and its shareholders.

Also note that the Measure, determined along these lines, does not alter the Company’s strategy of sustainable growth and austerity in its pursuit of maximizing the creation of value for its shareholders and stakeholders.

São Paulo, April 22, 2021

**Alessandro Gregori Filho**

**Chief Financial and Investor Relations Officer**