ENGIE BRASIL ENERGIA S.A.
Publicly-held Company
Corporate Taxpayer's ID (CNPJ) 02.474.103/0001-19
Company Registry (NIRE) 4230002438-4

ANNOUNCEMENT TO THE MARKET

ENGIE BRASIL ENERGIA S.A., a publicly-held company, headquartered in the city of Florianópolis, State of Santa Catarina, at Rua Paschoal Apóstolo Pítsica, 5064, Corporate Taxpayer's ID (CNPJ) 02.474.103/0001-19 ("EBE" or "Company"), in compliance with provisions of CVM Instruction No. 358/2002, hereby informs its shareholders and the market in general that:

1. The Brazilian Electricity Regulatory Agency ("Aneel") through its order ANEEL/SFG 4.363/2017, authorized the startup of Assú V Photovoltaic Power Plant ("Assú V") as of December 23, 2017. With an installed capacity of 36.7 MW, Assú V is located in the city of Assú, State of Rio Grande do Norte.
2. On December 29, the Company took over the operation of the hydroelectric power plants Jaguara and Miranda ("Power Plants"), after a period of transition initiated following the acquisition of Power Plants concession at the Auction 001/2017, conducted by Aneel on September 29, 2017. We expect the Power Plants to operate remotely from Generation Operations Center (COG), located at the Company's headquarters, as of January 2019.

Florianópolis, January 2, 2018.

Eduardo Antonio Gori Sattamini
Chief Executive Officer

Carlos Freitas
Chief Financial
and Investor Relations Officer