ENGIE BRASIL ENERGIA S.A.
A Publicly Listed Company – CNPJ 02.474.103/0001-19
NIRE 4230002438-4

ANNOUNCEMENT TO THE MARKET

ENGIE BRASIL ENERGIA S.A., a publicly listed company with its registered offices in Florianópolis, state of Santa Catarina at Rua Paschoal Apóstolo Pítsica, 5064, enrolled in the tax register (CNPJ) under number 02.474.103/0001-19 ("Company" or "EBE"), pursuant to the provisions of CVM Instruction 358 of January 3, 2002, informs its shareholders and the market at large that the Brazilian Development Bank ("BNDES") has signed financing agreements for the installation of the Campo Largo Wind Complex – Phase 2 ("Campo Largo 2") and the Gralha Azul Transmission System ("Gralha Azul").

Campo Largo 2, with an installed capacity of 361.2 MW, is under construction in the municipalities of Umburanas and Sento Sé, state of Bahia, its commercial viability having been already assured by more than 60 agreements signed with clients in the free consuming market. The financing agreement is worth R$ 1,243 million, with a repayment term of 220 months, representing approximately 80% of the investments to be executed in the project. The entry into full operation is scheduled for early 2021.

Work on Gralha Azul is in progress along several fronts in the state of Paraná. A total of 15 stretches of transmission line with a total length of approximately 1,000 Km linking ten substations, five of them entirely new and the remaining five, expansions. The financing amounts to R$ 1,481 million with amortization over a term of 246 months, which also represents about 80% of the investments to be made in the project. The cutoff date for commercial operations to begin is March 2023, although EBE expects to reduce the duration for installation of the project by at least 12 months.

The two agreements were finalized digitally with ICP Brasil certification, the first time this method has been used in this context.

"Both lines are the result of team work on the part of several different areas at ENGIE and the BNDES, which in the spirit of commitment and delivery, have successfully structured two important loans, even in this difficult situation that we are all experiencing under the influence of Covid-19", explains the Company's CEO, Eduardo Sattamini.

Florianópolis, May 20, 2020.

Eduardo Antonio Gori Sattamini
Chief Executive and Investor Relations Officer