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

ANNOUNCEMENT TO THE MARKET

Clarifications with respect to Official Letter 158/2020/CVM/SEP/GEA-1 - ENGIE Brasil Energia S.A. – Request for clarifications on newspaper report

Comissão de Valores Mobiliários – CVM
Superintendence of Company Relations (Gerência de Acompanhamento de Empresas)
Attention: Nilza Maria Silva de Oliveira

Dear Madam,

ENGIE BRASIL ENERGIA S.A., a publicly listed company with head offices in the city of Florianópolis, state of Santa Catarina at Rua Paschoal Apóstolo Pítsica, 5064, Bairro Agronômica, ("EBE" or "Company"), is pleased to provide the clarifications requested by the Comissão de Valores Mobiliários – CVM ("CVM") – Brazilian Securities and Exchange Commission with respect to Official Letter 158/2020/CVM/SEP/GEA-1, received by the Company on May 13, 2020 ("Official Letter") and transcribed as follows:

Rio de Janeiro, May 13, 2020.

To
EDUARDO ANTONIO GORI SATTAMINI
Investor Relations Officer
ENGIE BRASIL ENERGIA S.A.
Rua Paschoal Apóstolo Pítsica, 5064
Agronômica, Florianópolis - SC
CEP: 88025-255
E-mail: ri.brenergia@engie.com
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Reference: **Request for clarifications on a newspaper report.**

Dear Investor Relations Officer,

1. We refer to a report published today in the newspaper *Valor Econômico*, Companies section, entitled: "Engie invests R$ 3 bi in transmission line in the North" in which are included the following statements:

Engie Brasil Energia (EBE) expects to invest R$ 3 billion in the construction of the Novo Estado project, a transmission line system of 1,800 kilometers between the states of Pará and Tocantins, acquired from the Sterlite group of India. The project, which also includes the construction of a new substation and the expansion of a further three, is expected to go into operation in the first half of 2022.

2. In this respect, we request the Company's confirmation as to the veracity of the report, and if in the affirmative, the explanation as to the reasons it was not considered necessary to disclose the information in the form of a material notice as well as to comment on other information considered important on the theme.

3. The reply should be made through the Sistema Empresa.NET, Announcement to the Market, type: Clarifications on inquiries from the CVM/B3, reference: Report Published in the Media, in which a transcription of the official letter must be included. The reply to this request with a declaration through an Announcement to the Market does not exempt an eventual investigation as to the responsibility for failure to disclose a Material Notice in a timely fashion pursuant to CVM Instruction 358/02.

4. We would notify you that by order of the Superintendence of Company Relations, in the use of its legal powers and pursuant to subsection II, Article 9 to Law 6.385/76, and CVM Instruction 608/19, a penalty fine **in the amount of one thousand Brazilian reais (R$ 1,000.00)** shall be levied without prejudice to other administrative sanctions for non-compliance with the request in the official letter, sent exclusively by e-mail, **by May 14, 2020**, notwithstanding the provision in the sole paragraph to Article 6 of CVM Instruction 358/02.

Company Response:

With respect to the above-mentioned report and published information, ENGIE Brasil Energia ("EBE", "ENGIE" or "Company") clarifies as follows:

1. On December 23, 2019, the Company announced in a Material Notice the signature of a purchase and sale agreement for the acquisition of all the shares of Sterlite Novo Estado Energia S.A., a company holding the concession of an electric power transmission system in Brazil, informing the main characteristics of the operation, including the signature to the Concession Agreement 003/2018 with the National Electric Energy Agency, a publicly available document;

2. On February 18, 2020, EBE disclosed, through a filing with the CVM, its results presentation and earnings release for the year 2019, informing in both documents details on the aforementioned transmission system, such as its location, concession duration, forecasted start on construction, and the final permitted date to go into commercial operations, among others, including the fact that the estimated investment for the implementation of the above-mentioned transmission system would be approximately R$ 2.8 billion, the baseline value as of December 2017. These details may be found on Page 6 of the earnings release and on slide 28 of the results presentation.

3. In view of this, we understand that the information in the report cannot be deemed new or material since the amount mentioned in the report published in the *Valor Econômico* newspaper corresponds to the estimated amount of the investment and restated to May 2020.

ENGIE reiterates its commitment to the best degree of transparency and governance and remains ready to provide any further clarification which may be required.

Florianópolis, May 14, 2020.

Eduardo Antonio Gori Sattamini
Chief Executive and
Investor Relations Officer