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 in the city of 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"), regrets to announce to its shareholders and the market in general the death of Luiz Leonardo Cantidiano Varnieri Ribeiro, an independent director of the Company since April 2006. ENGIE and its employees extend their deepest sympathies to the family and friends of the executive who contributed greatly to the development of the Brazilian capital markets.

During the 11 years Cantidiano was a member of the Board of Directors of ENGIE Brasil Energia, the Company consolidated its position as the largest private sector energy generator in Brazil. Thanks to his active participation, he was an admirable professional, always making important contributions and with the benefit of his knowledge, we were able to evolve as a Company to become a bellwether in corporate governance.

We have much for which to thank Cantidiano.

Florianópolis, August 21, 2017.

Eduardo Antonio Gori Sattamini
Chief Executive Officer

Carlos Freitas
Chief Financial and Investor Relations Officer