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 registered offices in the city of Florianópolis, state of Santa Catarina at Rua Paschoal Apóstolo Pítsica, 5064, enrolled in the tax register CNPJ/MF under number 02.474.103/0001-19 ("EBE" or "Company"), pursuant to the provision in CVM instructions 358/2002 and 480/2009, informs its shareholders and the market at large that in an announcement to the press published today and in the light of the recent downgrading of sovereign rating to 'BB-', Fitch Ratings reduced EBE's Long Term International Rating in foreign currency to 'BB', with a stable outlook, the Company thus remaining one notch above sovereign rating.

The Company's Long Term National Rating on the local scale remains at 'AAA(bra)', with a stable outlook.

Florianópolis, February 27, 2018.

Eduardo Antonio Gori Sattamini
Chief Executive Officer

Carlos Freitas
Chief Financial and
Investor Relations Officer