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 IS INCLUDED IN THE ISE FOR THE 12TH CONSECUTIVE YEAR

Florianópolis, November 24, 2016 – ENGIE BRASIL ENERGIA S.A ("Company") (BM&FBovespa: EGIE3, ADR: EGIEY) announces to the shareholders and to the market in general that it continues to be a component of the Corporate Sustainability Stock Index (ISE) of the BM&FBOVESPA S.A. Bolsa de Valores, Mercadorias e Futuros (BM&FBOVESPA), having again just been selected for the twelfth consecutive year.

The duration of this latest ISE portfolio will run from January 2, 2017 until January 5, 2018. The index will incorporate 38 shares of 34 companies and, based on the closing prices as at November 22, 2016, represents R$ 1.31 trillion in market value, equivalent to 52.1% of the total market capitalization of all the companies trading on the BM&FBOVESPA.

The stock index reflects the average return of a theoretical portfolio of shares of listed companies with the best environmental, social and governance practices. Since its creation in 2005, the ISE has reported an accumulated profitability of 145.3% against 94.1% for the benchmark Ibovespa over the same period.

"We are very proud to have been included in the ISE's theoretical portfolio for one more year. ENGIE Brasil Energia's participation every year since the inception of the index testifies to our effective commitment to sustainable development", declares Eduardo Sattamini, the Company's Chief Executive Officer. "The process is becoming more and more competitive with each year and for this reason requiring continual improvements, evidence that the Company remains committed to best management and governance practices and to the long-term relationship with all its stakeholders".

Florianópolis, November 24, 2016.

Eduardo Antonio Gori Sattamini
Chief Executive, Financial and Investor Relations Officer