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

ANNOUNCEMENT TO THE MARKET

Novo Estado Project begins commercial operations of substation

ENGIE BRASIL ENERGIA S.A., a publicly listed company with registered offices in Florianópolis, state of Santa Catarina, with address at Rua Paschoal Apóstolo Pítsica, 5064, enrolled in the tax register (CNPJ) under number 02.474.103/0001-19 ("Company"), pursuant to the provision in CVM resolutions 358/2002 and 480/2009, announces to its investors and the market at large that Novo Estado Transmissora de Energia ("Novo Estado"), has received authorization from the National System Operator (ONS) to begin commercial operations of the Serra Pelada Substation and its reactors ("Substation"), which characterizes the initial milestone of the operation of this Project.

The entire Novo Estado project consists of 3,634 double circuit transmission line towers supporting 1,800 km of power lines, a new substation and a further three with expanded capacity in the states of Pará and Tocantins.

The start to commercial operations of the Substation has been anticipated by more than 14 months in relation to the calendar of events agreed with the National Electric Energy Agency (Aneel). Implementation of the Novo Estado assets is scheduled for conclusion by the end of the second quarter 2022.

"The Novo Estado Project is extremely important for the offtake of energy generated in the North of the country. The Serra Pelada substation will work as a hub for the Xingu substation which links up major hydropower plants to the National Interconnected System (SIN)", the Company's Chief Executive Officer, Eduardo Sattamini comments.

"Besides promoting national development in a balanced and fair way, our transmission line projects are also consolidating ENGIE into an investment platform in energy infrastructure", Sattamini concluded.

Florianópolis, December 23, 2021.

Eduardo Antonio Gori Sattamini
Chief Executive and Investor Relations Officer