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

ANNOUNCEMENT TO THE MARKET

TRACTEBEL ENERGIA S.A., a publicly listed company with its registered offices in the city of Florianópolis, state of Santa Catarina at Rua Paschoal Apóstolo Pítsica, 5064, enrolled in the corporate tax register (CNPJ) under number 02.474.103/0001-19, ("Tractebel Energia") and pursuant to CVM Instruction 358/2002 ("ICVM 358"), informs its shareholders and the market in general that approval was given by the Board of Directors of Tractebel Energia to its controlled company, Tractebel Energias Complementares Participações Ltda. ("TBLP"), a private limited corporation, with registered offices in the city of Florianópolis, state of Santa Catarina at Rua Paschoal Apóstolo Pítsica, 5064, part, enrolled in the corporate tax register (CNPJ) under number 09.212.990/0001-04, for contracting the acquisition of the entire capital stock of Andrade Energia Ltda. ("Andrade Energia" or "Company"), a private limited corporation with registered offices at Fazenda Piratininga de Minas, District of Chaveslândia, Municipality of Santa Vitória, state of Minas Gerais, CEP 38325-000, enrolled in the corporate tax register (CNPJ/MF) under number 10.287.107/0001-98.

The acquisition amount is R$ 96,000,000.00 (ninety-six million reais), to be paid contingent on certain contractual conditions precedent being satisfied, among them the transfer of the authorization for operating the Vale do São Simão Thermoelectric Power Plant ("Plant"), a sugarcane biomass energy co-generation project, operating commercially since October 2010 and located in the municipality of Santa Vitória, state of Minas Gerais.

The Plant has an installed capacity of 55 MW and a commercial capacity of 12.6 average MW of which, 12.0 average MW was contracted for sale at the Brazilian Electricity Regulatory Agency's ("Aneel") 1st Reserve Energy Auction on August 14, 2008 for a period of 15 years from 2010. Following this term, Andrade Energia may allocate its commercial capacity to the Free Contracting Environment (ACL) for a period of eight years.

This operation will be submitted for prior approval of Aneel and the Administrative Council for Economic Defense – CADE, the Brazilian anti-trust authority.

TBLP's acquisition of Andrade Energia does not constitute a material investment for Tractebel Energia nor do the provisions of Article 256 of Law 6.404/76 apply, for this reason the acquisition not being submitted for ratification by a general shareholders' meeting.

Florianópolis, March 28, 2013.

Eduardo Antonio Gori Sattamini
Chief Financial and Investor Relations Officer

Manoel Arlindo Zaroni Torres
Chief Executive Officer