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. ("Tractebel"), a publicly listed company with its registered offices in the city of Florianópolis, state of Santa Catarina at Rua Antônio Dib Mussi, 366, registered in the corporate tax register (CNPJ) under number 02.474.103/0001-19 announces to its shareholders and the market in general that in a Portuguese-language press release dated July 28, 2010, Fitch Ratings agency assigned upgraded ratings to Tractebel. The free translation into English of the details of the upgraded ratings is as follows:

- National Scale Long-Term Rating upgraded to 'AA+(bra)' (AA plus (bra)) from 'AA(bra);
- National Scale Rating for the 1st debenture issue in the amount of BRL200 million maturing in 2011, upgraded to 'AA+(bra)'(AA plus (bra)) from 'AA(bra)';
- National Scale Rating for the 2nd debenture issue in the amount of BRL600 million maturing in 2014, upgraded to 'AA+(bra)' (AA plus (bra)), from 'AA(bra)';
- National Scale Rating for the 3rd debenture issue in the amount of BRL350 million maturing on 2011, upgraded to 'AA+(bra)' (AA plus bra)), from 'AA(bra)'.

This free translation into English of the press release can be accessed in full through the link http://tractebel.investor-relations.com.br/arquivos/Fitch_Ratings_EN.pdf

On July 21, 2010, Standard & Poor's upgraded Tractebel's ratings to 'brAA+', as published in the Announcement to the Market on the following day.

Florianópolis, July 29, 2010.

Eduardo Antonio Gori Sattamini
Finance and Investor Relations Director