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 corporate tax register (CNPJ) under number 02.474.103/0001-19 ("EBE" or "Company"), following the Announcement to the Market dated August 8, 2017 and pursuant to CVM Instruction 358/2002, wishes to inform its shareholders and the market at large, that it has signed the acquisition of, through its subsidiary, ENGIE Brasil Energias Complementares Participações Ltda, the total capital stock of the companies comprising the Umburanas Wind Complex, located in the Bahia State ("Umburanas Project" or "Complex"), pertaining to Renova Energia S.A., a publicly listed company with registered offices in the city and state of São Paulo at Avenida Roque Petroni Junior, 999, enrolled in the tax register (CNPJ) under number 08.534.605/0001-74, according to the assignment of rights and obligations agreement and other covenants ("Operation").

The Umburanas Project with 605 MW of installed capacity will be developed adjacent to ENGIE Brasil Energia's Campo Largo Wind Complex, thus capturing synergies both during installation and operation of the Complex. The total acquisition amount of the Operation is R$ 15,000,000.00 (fifteen million reais).

The Operation does not qualify within the context of the provisions in Article 256 of Law 6.404/76 and consequently, will not be submitted for shareholder ratification at a general meeting.

EBE will communicate further details of the Operation at the occasion of the closing, which is contingent to certain conditions, including, but not limited to, the approval of the Brazilian Anti-Trust Authority (CADE).

Florianópolis, August 23, 2017.

Eduardo Antonio Gori Sattamini
Chief Executive Officer

Carlos Freitas
Chief Financial and
Investor Relations Officer