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 21, 2010, Standard & Poor's rating agency assigned an upgraded rating to Tractebel of 'brAA+'. The free translation into English of the summary in the published release is as follows:

- "We believe that due to the enhanced strategic importance of Tractebel Energia S.A. in GDF SUEZ's asset portfolio, the support of its controlling company has become more evident. This support is manifested in the way GDF SUEZ has transferred key generation assets, mitigating project risks.
- The prudent financial policy and the stable Brazilian regulatory framework are also factors which sustain the ratings.
- We have upgraded the Brazilian National Scale Credit Ratings assigned to Tractebel, including its long-term corporate credit rating from 'brAA' to 'brAA+'. The issuer rating outlook is stable.
- We believe that the company will maintain strong cash generation and an adequate level of liquidity despite heavy capital expenditures and higher debt which will result in temporarily weaker financial metrics than is currently the case."

This free translation into English of the press release can be accessed in full through the link http://tractebel.investor-relations.com.br/arquivos/S&P_Tractebel_PR_P_21jul10_Eng.pdf

Florianópolis, July 22, 2010.

Eduardo Antonio Gori Sattamini
Finance and Investor Relations Director