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

MATERIAL FACT

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, corporate tax register (CNPJ) number 02.474.103/0001-19 ("Tractebel" or Company), pursuant to CVM Instruction 358/2002, wishes to notify its shareholders and the market in general that at a meeting today, its Board of Directors approved the proposal for the incorporation by the Company of its subsidiary, Companhia Energética São Salvador, a closely held company with registered offices in the city of Florianópolis, state of Santa Catarina, corporate tax register (CNPJ/MF) number 04.848.623/0001-70, concessionaire under the Concession Agreement 17/2002-ANEEL, pursuant to the terms of the Protocol of Incorporation and Instruments of Justification for Incorporation to be signed between the companies.

The Company wishes to make clear that the objective of the operation is the reduction in the current organizational structure, reduction in costs, creation of shareholder value and the rationalization and optimization of investments. The incorporation is also designed to facilitate the unification, standardization and rationalization of the general administration of the businesses of the corporations involved and to permit the elimination of management costs which continuation as separate corporations would imply.

Pursuant to sub-item VIII, Article 122 of Law 6.404/76, the incorporation process will be submitted for approval of the general shareholders' meeting of the companies once approval from the appropriate regulatory authorities has been received.

Florianópolis, August 13, 2013.

Eduardo Antonio Gori Sattamini
Chief Financial and Investor Relations Officer

Manoel Arlindo Zaroni Torres
Chief Executive Officer