ENGIE BRASIL ENERGIA S.A.
A Publicly Held Company – CNPJ 02.474.103/0001-19
NIRE 4230002438-4 | CVM Code 17329

MATERIAL FACT

ENGIE BRASIL ENERGIA S.A., a publicly held company with registered offices in the city of Florianopolis, state of Santa Catarina at Rua Paschoal Apóstolo Pítsica, 5064, enrolled in the tax register (CNPJ/MF) under number 02.474.103/0001-19 ("Company"), in compliance with the provision in Article 157, Paragraph 4 of Law 6404/1976, as amended, and in CVM instructions 358/2002, 476/2009 and 480/2009, as amended, wishes to inform its shareholders and the market at large that at its 173rd Meeting held on May 11, 2018, the Company's Board of Directors approved the holding of a public offering with restricted placement efforts pursuant to CVM Instruction 476, of the 1st (first) simple, non-convertible debentures issue, of the secured type in 2 (two) series, of its controlled companies, Companhia Energética Jaguara and Companhia Energética Miranda in the amounts of R$ 1,117,000,000.00 (one billion, one hundred and seventeen million reais) and R$ 685,000,000.00 (six hundred and eighty-five million reais), respectively.

The general conditions and maturities of the issues, the offerings and debentures are set forth in the Minutes of the Meeting of the Board of Directors and duly held on file at the registered offices of the Company as well as available as of today in the websites of Brazilian Securities and Exchange Commission - CVM (www.cvm.gov.br) and the Company (www.engieenergia.com.br/wps/portal/internet/investidores).

This material fact is exclusively for information purposes pursuant to the terms of the current legislation and should not be interpreted as publicity matter for the Issues or for the sale of the Debentures.

The Company will maintain its shareholders and the market informed on the Issues.

Florianópolis, May 11, 2018.

Eduardo Antonio Gori Sattamini
Chief Executive Officer

Carlos Freitas
Chief Financial and
Investor Relations Officer