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

MATERIAL FACT NOTICE

COSUMMATION OF THE PURCHASE AND SALE TRANSACTION FOR THE ACQUISITION OF 100% OF THE SHARES OF A COMPANY THAT HOLDS AN ELECTRICITY TRANSMISSION CONCESSION.

ENGIE BRASIL ENERGIA S.A. ("Company"), a corporation, registered as a publicly held company with the Brazilian Securities and Exchange Commission ("CVM"), pursuant to the provisions of Article 157, Paragraph 4, of Law # 6,404 of December 15, 1976, as amended ("Brazilian Corporations Law") and CVM Instruction # 358 of January 3, 2002, as amended, hereby informs the market at large, in continuance to the Material Fact Notices dated December 23, 2019, as follows:

On the date hereof, upon the fulfillment of all the conditions precedent, ENGIE Transmissão de Energia Participações S.A. ("ENGIE Transmissão"), an entity controlled by the Company, has consummated the acquisition of 100% of the equity interest of Sterlite Novo Estado Energia S.A. ("Novo Estado").

Novo Estado was awarded with the Lot 3 of the Aneel Transmission Auction # 002/2017 performed on December of 2017, and that resulted in the signing, between Novo Estado and Aneel (Brazilian Electricity Agency), of the Concession Agreement # 003/2018. The object of such concession is the construction, operation and maintenance of approximately 1,800 kilometers of transmission lines, one new substation and expansion of other three substations in the States of Pará and Tocantins.

The acquisition price for 100% of Novo Estado's shares was of up to R$ 410,000,000.00 (four hundred and ten million reais), of which R$ 360,000,000.00 (three hundred and sixty million reais) were paid by ENGIE Transmissão on the date hereof and R$ 50,000,000.00 (fifty million reais) are subject to the fulfillment of certain conditions established in the *Share Purchase and Sale Agreement* (SPA).

The transaction does not constitute a relevant investment for the Company and does not meet the provisions of Article 256 of Brazilian Corporations Law, reason why it will not be submitted to ratification by shareholders at the Company's general shareholders meeting.

Florianópolis, March 3, 2020.

Eduardo Antonio Gori Sattamini
Chief Executive Officer and
Investors Relations Officer