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

ANNOUNCEMENT ON TRANSACTIONS BETWEEN RELATED PARTIES

The transaction with the below-mentioned parties did not reach the limits required for examination by the Related Parties Committee, pursuant to statutory provisions being notified to the Company's Board of Directors.

Name of the Parties	ENGIE Brasil Energia S.A. ("Company") and Energia Sustentável do Brasil S.A. ("ESBR")
Relationship with the Company	The Company and ESBR are under the common control of ENGIE Brasil Participações Ltda. ("ENGIE Participações")
Transaction date	09/30/2016
Purpose of the Agreement	Purchase of electric energy
Principal terms and conditions	Original value of the agreement : R$ 383 million Amount: 14,022 average MW Restatement index: IPCA Starting supply date:10/01/2016 Terminating supply date: 12/31/2042
Detailed justification for the reasons why the Company's management considers the transaction represents mutually fair conditions or provides adequate compensation	The transacted operation reflects the Company's portfolio management strategy. The agreed prices are in line with those practiced in the market, representing fair conditions for both parties.
Eventual participation of the counterparty, its partners or management in the Company's decision-making process in relation to the transaction or negotiation of the transaction as representatives of the Company, describing these participations.	Not applicable

Name of the Parties	ENGIE Brasil Energia Comercializadora Ltda. (“EBC”) and GERAMAMORÉ Participações e Comercializadora de Energia Ltda. (“GERAMAMORÉ”)
Relationship with the Company	EBC is a wholly owned subsidiary of ENGIE Brasil Energia S.A. (“Companhia”). The Company and GERAMAMORÉ are under the common control of ENGIE Brasil Participações Ltda. (“ENGIE Participações”)
Transaction date	11/03/2016
Purpose of the Agreement	Purchase of electric energy
Principal terms and conditions	Original value of the agreement : R$ 204 million Amount: 2017 - 50.0 average MW and 2018 - 100.0 MW Restatement index: IPCA Starting supply date:01/01/2016 Terminating supply date: 31/12/2018
Detailed justification for the reasons why the Company’s management considers the transaction represents mutually fair conditions or provides adequate compensation	The transacted operation reflects the Company’s portfolio management strategy. The agreed prices are in line with those practiced in the market, representing fair conditions for both parties.
Eventual participation of the counterparty, its partners or management in the Company’s decision-making process in relation to the transaction or negotiation of the transaction as representatives of the Company, describing these participations.	Not applicable