



EQUATORIAL ENERGIA S.A.

Public-Held Company

CNPJ/MF: 03.220.438/0001-73

NOTICE TO THE MARKET

Equatorial Energia S.A. ("Company"), having shares traded in the *Novo Mercado* segment at B3 S.A. – *Brasil, Bolsa, Balcão* under "EQTL3", informs the Market the signing of a binding offer by the Company ("Offer"), through which, depending on the compliance of certain preceding conditions, the Company will acquire a 49% stake at Integração Transmissão de Energia S.A. ("Intesa" and "Deal", respectively).

Intesa, a company in which Equatorial currently holds 51% of its total and voting capital, is responsible for the construction, implementation, operation and maintenance of the electric energy transmission concession, composed by the transmission line in 500 kV Colinas/Serra da Mesa 2, 3rd circuit, line connections and linked facilities, in accordance to the Transmission of Electric Energy Concession Contract # 002/2006-ANEEL. After the conclusion of the deal, the Company will be the owner of 100% of Intesa's common shares.

As compensation for the transfer of Intesa's shares, the Company has agreed to pay R\$ 271,901,961.00 (two hundred and one million, nine hundred and one thousand, nine hundred and sixty-one reais). The acquisition price is subject to adjustments set on the Offer, among which are possible dividend distribution by Intesa and adjustments in the Annual Allowed Revenue (RAP – in Portuguese).

The conclusion of the Deal, with the effective transfer of Intesa's shares to the Company is subject to preceding conditions, such as, the negotiation of the share purchase agreement, as well as the approval of the deal by ANEEL – Agência Nacional de Energia Elétrica (Brazilian Electric Energy Regulatory Body) and by CADE (Brazilian Anti-Trust Body).

Finally, the Company reaffirms its commitment to keep its shareholders and the public informed about any development in this or any other relevant subject.

Brasília, March 28th, 2018.

Eduardo Haiama

Chief Financial and Investor Relations Officer
Equatorial Energia S.A.