



Equatorial Energia S.A.
Publicly-held Company
Corporate Taxpayer's ID (CNPJ/MF): 03.220.438/0001-73

NOTICE TO THE MARKET

Pursuant to Law 6404/76 (“Corporate Law”) and complementing the Material Fact published on March 3, 2008 and ratified on March 4, 2008, Equatorial Energia S/A (“Equatorial”) hereby informs the Brazilian Securities and Exchange Commission (CVM) and the public in general that the period during which shareholders dissenting from the resolution to convert all of the Company’s preferred shares into common shares could exercise their right of withdrawal has come to an end.

Given that no shareholder opted to exercise their right of withdrawal, the terms of paragraph 3 of article 137 of the Corporate Law are not applicable and said resolution is now definitive.

As stated in the Material Fact of March 3, 2008, the conversion of preferred into common shares and the subsequent reverse share split approved by the Extraordinary Shareholders’ Meeting of February 12, 2008, will become effective as of April 7, 2008. As a result: (i) the Company’s capital stock will comprise approximately 105,573,231 registered common shares with no par value, allowing for any eventual adjustments due to the treatment accorded to fractions of shares; and (ii) the Company’s shares will be traded singly under the trading symbol EQTL3.

Given that the Company is finalizing the formal requirements for inclusion in the Bovespa’s Novo Mercado, which should occur at the end of April, it will not yet be listed on said trading segment on April 7, 2008, as mentioned previously. We will keep our shareholders informed regarding the new date.

São Luís, April 4, 2008.

Equatorial Energia S/A