



COPEL
Companhia Paranaense de Energia



IR COPEL 03/04 - January 28, 2004

NOTICE TO THE MARKET

Companhia Paranaense de Energia - Copel informs its shareholders and the market that, with respect to the relevant notice already disclosed, regarding the signature of the agreement resulting from the renegotiation of the contracts for energy purchase between Copel and Companhia de Interconexão Energética CIEN the contract renegotiation was registered by the Brazilian Power Regulatory Agency ANEEL on December 23, 2003.

Likewise, we inform that the referred agreement contemplates the amount of R\$ 315 million to be paid in installments from 2003 to 2007 (R\$ 63 million per year). However, according to the decision made by the External Auditor, together with COPEL's Executive Officers, the amounts of the upcoming years (R\$ 252 million) were already provisioned in 2003. The actual payments will occur as agreed in the Agreement Memorandum signed in August 2003.

For additional information, please contact Copel's Investor Relations team

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Sincerely,

Ronald Thadeu Ravedutti

CFO and Investor Relations Officer

This report was previously approved by the Permanent Committee for Disclosure of Relevant Notices.