



COMPANHIA PARANAENSE DE ENERGIA - COPEL

CGC 76.483.817/0001-20

Publicly-held Company - CVM 1431-1

RI COPEL 001 / 2007

NOTICE TO THE MARKET

ARAUCÁRIA GAS POWER THERMOELECTRIC PLANT RENTAL AGREEMENT

Companhia Paranaense de Energia – COPEL, pursuant to CVM Instruction 358/2002, and committed to improving its good Corporate Governance practices, hereby informs the market that it signed the following agreements with PETROBRAS on December 28, 2006:

1. A Rental Agreement for the Araucária Gas-powered Thermoelectric Plant, established between UEG Araucária and PETROBRAS, terminating on December 31, 2007 and extendable for up to 12 months thereafter should both parties so wish.
The monthly rental charge, which will cover UEG Araucária's costs and taxes, will contain a fixed and a variable component.
The fixed charge will be R\$ 13.14 per MWh multiplied by the reference capacity (428.35 MW) and by the number of hours per month.
The variable charge of R\$ 33.23 per MWh will be calculated in line with the actual amount of electricity generated.
2. An Operational and Maintenance Service Agreement for the UEG Araucária, established between COPEL Geração and PETROBRAS, terminating on December 31, 2008 or until the termination of the Rental Agreement, whichever occurs first.
The monthly value of the services provided will be R\$ 5.86 per MWh multiplied by the reference capacity (428.35 MW) and by the number of hours per month.

Curitiba, January 3, 2007

Paulo Roberto Trompczynski
CFO and Investor Relations Officer

