

IR COPEL 08/07 - 09/14/2007

Notice to the Market

Companhia Paranaense de Energia - COPEL (BOVESPA: CPLE3, CPLE5, CPLE6; NYSE: ELP), pursuant to CVM Instruction 358/2002, hereby informs the following:

COPEL is analyzing the possibility of, in association with companies specialized in highway infrastructure works and other public organs in Paraná State, participating in the auction of the concession to operate stretches of federal highways that cross Paraná State.

If upon conclusion the analysis indicates that the projects will provide adequate return, COPEL will evaluate the possibility of effectively participating in the auction.

Given the above, the Governor of Paraná State sent a draft bill for examination and deliberation by the State Legislature, in which he proposes that COPEL may qualify for participating in this type of project in conjunction with one or more companies, as either majority or minority partner.

Curitiba, September 14, 2007

Sincerely,
Paulo Roberto Trompczynski
CFO and Investor Relations Officer