



COMPANHIA PARANAENSE DE ENERGIA - COPEL
Corporate Taxpayers' ID (CNPJ): 76.483.817/0001-20
Publicly-held Company - CVM 1431-1

RI COPEL 016 / 2007

COMMUNICATION TO THE MARKET

INCREASE OF SHAREHOLDING INTEREST IN DOMINÓ HOLDINGS S.A.

Companhia Paranaense de Energia – COPEL, in compliance with CVM Instruction No. 358/2002, informs the market that on November 27, 2007, the Company's Board of Directors, at its 119th ordinary meeting, approved the submission of a firm proposal for the acquisition of the entire interest owned by Sanedo in the capital of Dominó Holdings.

The company Sanedo Participações Ltda., intending to sell all the shares held by it in the company Dominó Holdings S.A., formalized on September 11, 2007, a proposal to sell its shareholding interest in that company to Companhia Paranaense de Energia. At the 118th meeting of the Board of Directors held on September 28, 2007, analyses were submitted involving the possible alteration of Copel's interest in other companies, including the interest of Sanedo in the capital of Dominó Holdings, in which Copel already owns 15% (fifteen percent), and whose assets are exclusively made up of common and preferred shares of the Companhia de Saneamento do Paraná - Sanepar. After analyzing and defining all the procedures inherent in the transaction and based on the justifications and conclusions presented, the Executive Board approved, ad referendum the Board of Directors, submission of the firm commitment to purchase the entire interest of Sanedo, corresponding to 30% (thirty percent) of the capital of Dominó Holdings.

Curitiba, November 27, 2007

Paulo Roberto Trompczynski
CFO and IRO

