

IR 16/12

Notice to the Market

Companhia Paranaense de Energia – COPEL, in compliance with the provisions in CVM Rule 358/2002, hereby announces to the market that, on October 30, its wholly-owned subsidiary Copel Distribuição S.A. held its first issue of simple, non-convertible, unsecured debentures with additional personal guarantee in a single series for public distribution with restricted placement efforts, pursuant to CVM Rule 476 of January 16, 2009, as amended, in the amount of one billion reais (BRL 1,000,000,000.00).

One hundred thousand (100,000) Debentures were issued with unit face value of ten thousand reais (BRL 10,000.00), maturing on October 30, 2017. The Debentures' unit value will not be monetarily restated.

The Debentures will pay interest corresponding to the accumulated variation of one hundred percent (100%) of the average extra-group overnight Interbank Deposits (DI) rate, in percentage form, calculated and published daily by the Clearing House for Custody and Financial Settlement of Securities (CETIP) in the daily bulletin available on its website (<http://www.cetip.com.br>), plus a spread of 0.99% per year.

The Debentures will be guaranteed by Companhia Paranaense de Energia - Copel, as approved by the Board of Directors' Meeting held on October 22, 2012. The proceeds obtained from the offering will be applied to the Issuer's working capital and/or investments.

BB – Banco de Investimento S.A. was the Lead Manager of the offering.

Curitiba, November 6, 2012.

Sincerely,
Ricardo Portugal Alves
CFO and Investor Relations