



COMPANHIA PARANAENSE DE ENERGIA - COPEL
Corporate Taxpayers' ID (CNPJ) 76.483.817/0001-20
PUBLICLY-HELD COMPANY
CVM Registry 1431 - 1

NOTICE TO THE MARKET

Companhia Paranaense de Energia - Copel informs its shareholders and the market that in the period from June 6, 2007 to August 3rd, 2007, 905,578 ungrouped registered preferred class A shares (PNA) were converted into ungrouped registered preferred class B shares (PNB), according to the prerogative in paragraph one, article seven of the Company's Bylaws.

In light of the resolutions taken at the 169th Extraordinary Shareholders' Meeting of July 2, 2007 on the grouping of all the shares issued by the Company, we reiterate that the period in which shareholders may, at their sole discretion, adjust their shareholding position, per type and class, in lots of 1,000, by trading on the Bovespa via their favorite brokerage house, expires on August 3rd, 2007 and that as of August 6, 2007 (including), the Company's shares will only be traded grouped and quoted in Reais (R\$) per share.

Article 4 of the Company's Bylaws (already grouped) will thus be worded as follows:

"Art. 4 – The paid-in capital stock is R\$4,460,000,000.00 (four billion, four hundred and sixty million reais), represented by 273,655,375 (two hundred seventy three million, six hundred fifty-five thousand, three hundred seventy-five) shares with no par value, 145,031,080 (one hundred forty-five million, thirty one thousand and eighty) of which common and 128,624,295 (one hundred twenty-eight million, six hundred twenty-four thousand, two hundred ninety-five) preferred, 398,342 (three hundred ninety-eight thousand, three hundred forty-two) of which are class "A" shares and 128,225,953 (one hundred twenty eight million, two hundred twenty-five thousand and nine hundred fifty-three) class "B" shares."

Curitiba, August 3, 2007.

Luiz Antonio Rossafa
Chief Corporate Management Officer acting
as Chief Financial and Investor Relations Officer