



COMPANHIA DE SANEAMENTO DO PARANÁ – SANEPAR

LISTED COMPANY

CVM REGISTRY No. 01862-7 CNPJ No. 76.484.013/0001-45

NOTICE TO THE MARKET

CLARIFICATION ON NEWS ABOUT OPERATION “ÁGUAS CLARAS”

Companhia de Saneamento do Paraná – Sanepar in compliance with the CVM Instructions, hereby informs that on this date it became aware, through the press, of the operation carried out by the Federal Police called “Águas Claras”, related to the investigation of misconduct involving people linked to the Company.

In one of the aspects of the investigation, alleged frauds in bidding for sewage works are being investigated, in which a company was being favored and whose representatives would have paid undue advantages, at the level of \$ 700,000, to a retired Sanepar employee.

In another line of investigation, alleged bribery payments by the same company, in the amount of approximately R\$ 200,000, disguised as investment in advertising and sponsorship, are being investigated

Finally, in respect to its shareholders and other stakeholders, the Company informs that it will take all steps to ascertain the facts and possible misconduct involving employees and suppliers in this operation and that it will endeavor all the efforts in order to unravel the investigation together with the responsible bodies.

Curitiba, December 13th, 2019.

Abel Demetrio

Chief Financial and Investor Relations Officer