



**COMPANHIA DE SANEAMENTO DO PARANÁ - SANEPAR
LISTED COMPANY
REGISTRY CVM NO. 01862-7 CNPJ NO. 76.484.013/0001-45**

NOTICE TO SHAREHOLDERS

Companhia de Saneamento do Paraná – Sanepar hereby advises its Shareholders that, at the 12th/2018 Ordinary Meeting, held on December 18, 2018, the Board decided to attribute on December 31, 2018, book credit for the gross amount of BRL 166,821,870.11 (one hundred and sixty-six million, eight hundred and twenty-one thousand, eight hundred and seventy Reais and eleven centavos), in connection with “Interest on Share Capital”. This amount is in place of the mandatory dividends, as per statutory provision and based on the results achieved by the Company for the period of July to December 2018, corresponding to BRL 0.310471677286, per ordinary share and BRL 0.341518844993, per preferential share of Sanepar’s share capital, in accordance with the shareholding position of December 28, 2018, with preferential accruing a yield 10% (ten percent) higher as compared to ordinary shares. Interest on Share Capital for each UNIT, for the above-mentioned period, corresponds to BRL 1.676547057258.

Shareholder credit will be attributed based on the shareholding interest held on December 28, 2018 and complements the amount credited in the books in the first semester of 2018 with the same referral. Interest on Share Capital are subject to 15% (fifteen percent) Income Tax withheld at the Source, except for shareholders declaring themselves immune or exempt.

The respective funds from Interest on Share Capital will be available to shareholders on date to be defined in General Ordinary Assembly to be held by April 2019.

Starting on January 02, 2019, shares may be traded ex-interest on share capital for the results of the 2018 tax year.

Curitiba, December 18, 2018.

Paulo Rogério Bragatto Battiston
Director of Finances and Investor Relations