

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY – CNPJ 17.155.730/0001-64 – NIRE 31300040127

MATERIAL ANNOUNCEMENT

Cemig acquires 49% of Aliança Norte – condition precedent for completion of Aliança association with Vale

In complement to the Material Announcement dated February 27, 2015, and in accordance with CVM Instruction 358/2002 as amended, Companhia Energética de Minas Gerais (**‘Cemig’**) and Cemig Distribuição S.A. (**‘Cemig GT’**) **hereby inform** the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (BM&FBovespa S.A.) and the market in general, **as follows:**

On March 31, 2015 acquisition was completed, from **Vale S.A.**, of **Vale’s** 49% stockholding interest in **Aliança Norte Energia Participações S.A.** (**‘Aliança Norte’**), which owns 9% of Norte Energia S.A. (**‘NESA’**) – comprising an indirect stockholding interest of 4.41% in NESA. This fulfils the condition precedent referred to in the Material Announcement of February 27, 2015.

The acquisition price was R\$ 305,777,900.52 (three hundred five million seven hundred seventy seven thousand nine hundred Reais and fifty two centavos), referring to the amount of funds placed by Vale into the share capital of NESA up to the closing date, after monetary updating by the IPCA index, from the date of each injection of funding up to February 28, 2015, in proportion to the indirect stockholding in NESA of 4.41%.

Cemig GT will further pay, within 5 days after publication of the IPCA index for the month of March, an amount equal to the further monetary updating of the acquisition price for the period from February 28, 2015 to March 3, 2015.

Belo Horizonte, April 1, 2015.

Fabiano Maia Pereira
Chief Finance and Investor Relations Officer