

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Renova: Agreement with TerraForm Global / SunEdison

In accordance with CVM Instruction 358 of January 3, 2002, as amended, **Cemig** (*Companhia Energética de Minas Gerais*), a listed company with securities traded on the stock exchanges of São Paulo, New York and Madrid, **hereby informs** the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (BM&F Bovespa S.A.) and **the market in general, as follows:**

On today's date Cemig's affiliated company Renova Energia S.A. published a Material Announcement with the following content:

"Today **Renova**, SE Emerging Markets Yield, Inc. ('**TerraForm Global**') and SunEdison Inc. ("**SunEdison**") signed a Securities Contribution Agreement ('the Agreement'), under which Renova undertakes to contribute certain operational assets to TerraForm Global.

The Agreement, subject to certain conditions precedent, provides for Renova to contribute certain assets relating to the projects of **Espra** (three Small Hydroelectric Plants, whose supply is contracted under Proinfa, with installed capacity of 41.8MW), **Salvador** (nine wind farms that won contracts in the 2009 LER – Reserve Supply – Auction, with installed capacity of 195.2MW), and **Bahia** (five wind farms that won contracts in the 2009 LER Auction, with 99.2MW of installed capacity), the total being valued at R\$ 1,613,000,000.00 (one billion six hundred thirteen million Reais) subject to certain adjustments provided for in the Agreement, this amount to be received by Renova, and Renova will have the right to opt whether to receive it in money or in shares of TerraForm Global.

Also today, Renova, TerraForm Global and SunEdison have entered into a Memorandum of Agreement ('the Memorandum') under which Renova will have a period to evaluate and negotiate the contribution of other operational and non-operational assets and projects for future development by the Company, and rights and obligations that the Company may judge to be appropriate to govern the potential long-term relationship between Renova, TerraForm Global and SunEdison.

Except for the usual binding obligations in documents of this type, implementation of any such operations as may come to be described and regulated in the Memorandum will be dependent on approval or ratification by the competent bodies of the Company.

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Renova believes that it will have greater competitiveness after the Agreement and the Memorandum have been put into effect, since it will have a more efficient capital structure, access to a more attractive cost of capital, new options for financing, and more balanced requirements in relation to development of the projects already contracted and also in relation to new projects to be contracted.

Completion of the Securities Agreement is subject to certain conditions precedent, which include: completion of the IPO of TerraForm Global; obtaining of consent from third parties; and regulatory approvals, including approval by Cade, Aneel and Eletrobras.

The company emphasizes that the documents are of a preliminary nature, and that the definitive documents will be finalized in the coming weeks.

About SunEdison

SunEdison is the world's largest developer of renewable power generation. It is listed on the New York Stock Exchange and is in the Fortune 1000. It operates in manufacture of solar technology, and in development, construction and operation of solar and wind power generation assets, with long-term power supply sale contracts in place, providing electricity to residential, commercial and governmental clients around the world.

SunEdison has 55 years' experience, more than 6,500 employees, and is present in more than 25 countries, on the five continents. It has more than 1,000 grid-connected plants; 2.4GW of grid-connected solar capacity, and 3.6GW of non-grid-connected solar capacity.

SunEdison is the controlling stockholder of the companies TerraForm Global, TerraForm Power and SunEdison Semiconductor.

About TerraForm Global

TerraForm Global is a globally diversified company, oriented to payment of growing dividends, created to hold and operate clean power generation assets in emerging markets where there is high growth. Its objective is to acquire, from SunEdison or other parties, clean power generation assets that have long-term contracts and counterparties with high level of credit.

TerraForm Global's initial portfolio comprises solar projects located in China, India, Uruguay, Malaysia, Thailand and South Africa; wind projects located in Brazil, China and South Africa; and hydroelectric projects in Brazil and Peru. "

Cemig reaffirms its commitment to timely publication of all and any material information related to this subject.

Belo Horizonte, May 7, 2015.

Fabiano Maia Pereira Chief Finance and Investor Relations Officer

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