

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

CEMIG SIGNS CONCESSION CONTRACTS FOR 18 GENERATION PLANTS

Further to the Material Announcement published on November 25, 2015, and 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 reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (BM&FBovespa S.A.) and the market in general **as follows**:

Today (Jan. 5, 2015) Cemig's wholly-owned subsidiary **Cemig GT** (*Cemig Geração e Transmissão S.A.*) signed the concession contracts for operation of the 18 generation plants offered as Lot D in Aneel Auction 12/2015 in November 2015, acquired by **Cemig GT** for R\$ 2.26 billion. The signature took place at the Mining and Energy Ministry in Brasília.

For payment of the first tranche of the Concession Grant Fee (*Bonificação pela Outorga*) for these plants, on December 30, 2015 Cemig GT made its sixth issue of **Commercial Promissory Notes**, in a single series, in the amount of R\$ 1.44 billion, with maturity at 360 days and remuneratory interest at 120% of the accumulated variation of average DI rates.

Cemig will keep the market appropriately informed of any new information on this subject.

Belo Horizonte, January 5, 2016.

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Chief Finance and Investor Relations Officer

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