

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY

CNPJ 17.155.730/0001-64 – NIRE 31300040127

BOARD OF DIRECTORS

SUMMARY OF MINUTES OF THE 656TH MEETING

Date, time and place: March 28, 2016 at 1 p.m., at
Av. Barbacena, 1200 – 21st Floor, Belo Horizonte, Minas Gerais.

Meeting Committee: Chair: José Afonso Bicalho Beltrão da Silva;
Secretary: Anamaria Pugedo Frade Barros

I Conflict of interest: The Board Members listed below stated that they had no conflict of interest with the matters on the agenda of the meeting.

II The Board approved the minutes of this meeting.

III The Board authorized:

- a) Provision of a surety guarantee by the Company for the Sixth Issue of Promissory Notes by Guanhões Energia S.A. ('the Notes'; 'Guanhões' or 'the Issuer'), through a non-joint, partial guarantee on the printed Notes, in proportion to the 49% interest held by Cemig GT in Guanhões Energia, the issue to have the following characteristics:

Issuer:	Guanhões
Managers:	Financial institutions of the Brazilian securities distribution system, to be contracted for intermediation and coordination of the issuance of the Notes.
Surety guarantee:	The Notes and all obligations resulting from them shall have the non-joint, partial, surety guarantee of Cemig and Light S.A. ('Light'), jointly and individually referred to as Guarantors, in proportion to the equity interests that Cemig GT and Light Energia hold in the share capital of the issuer, of 49% and 51% respectively, through the Surety Guarantee to be written on the printed Notes. The guarantee shall be irrevocable and cover the principal and all accessory debt, such as arrears interest, contractual and/or arrears penalty payments and/or other additions, including any costs provenly incurred by holders of Notes arising from processes, proceedings, procedures and other measures in court or otherwise as are necessary for protection of the rights related to the Notes. The surety shall remain in effect until full compliance by the Issuer with all its obligations arising from the issue of the Notes.

Use of proceeds:	Settlement of the Second Series of the Fifth Issue of Notes, comprising a total of seventy two commercial promissory notes with total nominal value of one hundred forty four million Reais, plus the remuneration specified on the reverse side of the printed Notes.
Volume of the Issue:	One hundred fifty million Reais.
Number of series:	The issue will be in two series.
Nominal unit value:	One million Reais, on the Issue Date.
Quantity:	Up to thirty Notes for the First Series; and up to one hundred twenty Notes for the Second Series, comprising a total of up to one hundred fifty Notes
Placement procedure and regime:	<p>The Notes will be the subject of a public offering, with restricted distribution efforts by the Managers, in the terms of Law 6385/1976, as amended, CVM Instruction 476/2009, and other applicable law and regulations.</p> <p>All the Notes will be distributed exclusively by the Assets Distribution Module (<i>Módulo de Distribuição de Ativos – MDA</i>), managed and operated by Cetip S.A. – Mercados Organizados (Cetip).</p> <p>The target public shall be professional investors, as defined in the specific regulations, in the terms of Article 3 of CVM Instruction 476/2009.</p>
Issue Date:	The Issue Date shall be the Date of the actual subscription and payment of subscription of the Notes, as specified on the physical Notes.
Maturity of the Notes:	Up to ninety days for the First Series, and up to two hundred eighty days for the Second Series, from the Issue Date, subject to the situations giving rise to early maturity to be described on the printed Notes.
Updating of the Nominal Unit Value, and Remuneration of the Notes:	<p>The Nominal Unit Value will not be updated. Both Series of the Notes will pay remuneratory interest equal to 125.10% of the daily average of the <i>over extra-grupo</i> Interbank Deposit (<i>Depósitos Interfinanceiros</i>, or DI) Rate, expressed in the form of percentage per year, on the two hundred and fifty-two business days basis, calculated and published daily by Cetip in its daily bulletin available on its website (http://www.cetip.com.br)('the Remuneration').</p> <p>The Remuneration will be calculated on an exponential and cumulative basis, 'pro rata temporis', by business days elapsed, on the Nominal Unit Value of each Note, from the Issue Date up to the Date of payment of the Remuneration, according to the criteria set out in Cetip Manual of Formulas for Notes and Bonds (<i>Caderno de Fórmulas – Notas Comerciais e Obrigações</i>, or 'Cetip21') – which is available for consultation as stated above.</p> <p>These criteria will be printed on the physical Notes.</p>
Payment of the Remuneration and Amortization of the Nominal Unit Value:	<p>In a single payment, on the earlier of:</p> <ul style="list-style-type: none"> – the date of the maturity of each series, or – the date of any Early Maturity of the Notes taking place due to any of the early maturity events described on the printed Notes.
Renegotiation:	None.
Early maturity:	Early maturity of the Notes shall be declared in the event of certain occurrences or situations specified on the printed Notes.
Place of payment:	<p>For Notes deposited electronically at Cetip: in accordance with the procedures of Cetip;</p> <p>for the holders of Notes not linked to that system: at the head office of the Issuer or in accordance with the procedures of the mandated bank, as applicable.</p>

Extension of periods: If the maturity date of an obligation of the Issuer under the Notes falls on a day that is not a banking business day in Ipatinga, Minas Gerais and in São Paulo, São Paulo State, the payment date of that obligation shall be automatically deemed extended to the next business day, without any addition to the amounts to be paid, except in cases for which the payments are to be made via Cetip, in which case there will only be extension when the date of the obligation is a Saturday, Sunday or declared public holiday.

Arrears charges: If the payment of any amount owed to holders of the Notes is not made punctually, payments due and in arrears shall be subject to:
 – a non-reducible contractual compensatory arrears penalty payment of 2%; and
 – non-compensatory arrears interest at 1% per month or fraction thereof, both calculated on the amount due and unpaid, from the date of default up to the actual date of payment, independently of advice, notification or interpellation through the courts or otherwise.

b) Signature by Cemig, as Guarantor, of the documents necessary for making the Surety Guarantee effective, in such a way that the Guarantee is existing, valid and effective for as long as all the obligations to be assumed by the Issuer in the ambit of the Notes are not settled in full, including but not limited to: agreement of the printed Notes and the distribution contract of the Notes with the Managers and any short term related amendments and/or terms of acceptance.

c) Execution of all the acts necessary to put the above decisions into effect.

IV Comment: The Chair spoke on a subject of interest to the Company.

The following were present:

Board members:	José Afonso Bicalho Beltrão da Silva, Mauro Borges Lemos, Allan Kardec de Melo Ferreira, Arcângelo Eustáquio Torres Queiroz, Eduardo Borges de Andrade, Guy Maria Villela Paschoal, Helvécio Miranda Magalhães Junior, José Henrique Maia, José Pais Rangel, Marco Antônio de Rezende Teixeira, Nelson José Hubner Moreira, Paulo Roberto Reckziegel Guedes, Ricardo Coutinho de Sena,	Saulo Alves Pereira Junior, Ricardo Wagner Righi de Toledo, Antônio Dirceu Araujo Xavier, Bruno Magalhães Menicucci, Bruno Westin Prado Soares Leal, Flávio Miarelli Piedade, José Augusto Gomes Campos, José João Abdalla Filho, Luiz Guilherme Piva, Newton Brandão Ferraz Ramos, Tarcísio Augusto Carneiro, Samy Kopit Moscovitch, Wieland Silberschneider;
Secretary:	Anamaria Pugedo Frade Barros.	

(Signed by:) Anamaria Pugedo Frade Barros.