

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Redemption and cancellation of shares of Redentor Energia S.A.

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**:

Yesterday (April 11, 2016), Redentor Energia S.A. ('Redentor') filed the following Material Announcement:

“ REDENTOR ENERGIA S.A.

UNLISTED CORPORATION

CNPJ 12.126.500/0001-53 – NIRE 31.3.0010645-4

MATERIAL ANNOUNCEMENT

In compliance with CVM Instruction 361/2002 Redentor Energia S.A. ('Redentor' or 'the Company'), an unlisted corporation, hereby informs the public as follows:

In an Extraordinary General Meeting of Stockholders held on April 11, 2016, Redentor approved redemption and cancellation of the 229,962 (two hundred twenty nine thousand nine hundred sixty two) of its common shares remaining in circulation after the Public Offer Auction to acquire common shares in the Company for cancellation of its registry for listing ('the **Delisting Offer**'), held on the BM&FBovespa on December 18, 2015, which on today's date correspond to 0.21% of the Company's share capital ('the **Remaining Shares**'). The shares were purchased under Item 4.5 of the Notice announcing the Delisting Offer ('the Delisting Offer Announcement'). Redemption of the Remaining Shares took place without reduction of Redentor's share capital. All the shares redeemed were canceled. The Board also approved the consequent change in the head paragraph of Clause 5 of the Company's by-laws (in relation only to the number of shares constituting the Company's share capital), which will now read as follows:

“Clause 5: The Share Capital is R\$ 250,576,343.34 (two hundred fifty million five hundred seventy six thousand three hundred forty three Reais and thirty four centavos), in 108,250,866 (one hundred eight million two hundred fifty thousand eight hundred sixty six) nominal common shares without par value.”

The amount to be paid for the Remaining Shares will be the price paid at the auction for the Delisting Offer, which is R\$ 6.47 (six Reais forty seven centavos) ('the Offer Price'), per share, updated by the accumulated result of application of the Selic rate, pro rata temporis, from the date of settlement of the Delisting Offer, (December 23, 2015), exclusive, up to the date of actual payment of the redemption value amount, inclusive, to take place within fifteen (15) days from the date of approval of the redemption, i.e. by April 26, 2016, as per Item 4.7 the Delisting Offer Announcement (published on November 18, 2015), and in accordance with Article 4, §5, of Law 6404/1976.

The redemption amount will be deposited by April 26, 2016 in a current account held by the stockholder in accordance with the data in the stockholder's registration details held by Banco Itaú Unibanco S.A., the institution responsible for stockholder services for the Company's book-entry shares.

For stockholders whose details are not duly updated the redemption amount will be deposited and will be available at Banco Itaú Unibanco S.A. as from April 26, 2016. To receive the payment for the redeemed shares these stockholders should visit any branch of Banco Itaú Unibanco S.A., with the following documents:

- (I) Individuals: Authenticated copy of federal tax ID card (CPF), identity card and proof of residence. Representatives of estates, minors, or persons deemed incapable, or interested parties represented by a person holding a power of attorney, should present the documentation which grants the power of representation, with authenticated signature, and authenticated copies of the representative's CPF and identity card.
- (II) Legal entities: Authenticated copy of the current by-laws or articles of association, corporate taxpayer registration card (CNPJ), corporate documentation granting powers of representation, and authenticated copy of the CPF, identity card and proof of residence of the individual person representing the legal entity.

After Banco Itaú Unibanco S.A. has received and accepted these documents it will process the payment of the redemption amount.

For any questions about the procedure for receiving amounts related to the redemption, stockholders may contact the specialized branches of Banco Itaú Unibanco S.A., at the following addresses:

BRASÍLIA	SCS Quadra 3 – Edifício D'Angela, 30 – Bloco A, Sobreloja Centro, Brasília, Federal District
BELO HORIZONTE	Avenida João Pinheiro 195 – Subsolo Centro, Belo Horizonte, Minas Gerais
CURITIBA	Rua João Negrão, 65 – Sobreloja Centro, Curitiba, Paraná
PORTO ALEGRE	Rua Sete de Setembro 1069 – 3º andar Centro, Porto Alegre, Rio Grande do Sul
RIO DE JANEIRO	Avenida Almirante Barroso 52 – 2º andar Centro, Rio de Janeiro, RJ
SÃO PAULO	Rua Boa Vista 176 – 1º Subsolo Centro, São Paulo, SP
SALVADOR	Av. Estados Unidos 50 – 2º andar (Edifício Sesquicentenário), Comércio, Salvador, Bahia

Stockholders in other cities or locations not served by the above branches specializing in shares can contact Banco Itaú Unibanco S.A. for information on how to receive the amount corresponding to their shares by telephone on the following numbers:

From state capitals and metropolitan regions of major cities: (11) 3003-9285
From other locations: 0800-720-9285

Belo Horizonte, April 11, 2016.

Guilherme Rodrigues de Paula Chiari

Chief Financial and Investor Relations Officer”

Belo Horizonte, April 12, 2016.

Fabiano Maia Pereira
Chief Finance and Investor Relations Officer