

COMPANHIA ENERGÉTICA DE MINAS GERAIS - CEMIG CEMIG

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

MARKET ANNOUNCEMENT

News report published in the media

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

With reference to the news report published by the *Estado de São Paulo* newspaper on November 20, 2016, to the effect that Cemig is preparing "a further offering, to take place in early 2017", the Company reports that it is studying various possibilities for improving its debt structure, but that an issue of shares is not one of the options that has so far been studied.

Cemig takes this opportunity of reiterating its commitment to opportune and timely disclosure of all and any facts that are of interest to its stockholders, in the terms of Article 2 of CVM Instruction 358/2002.

Belo Horizonte, November 21, 2016.

Fabiano Maia Pereira Chief Finance and Investor Relations Officer

Av. Barbacena 1200 - 17º andar Santo Agostinho 30190-131 Belo Horizonte- MG Tel.: 31 3506-5024 Fax 31 3506-5025

This text is a translation, provided for information only. The original text in Portuguese is the legally valid version.