

COMPANHIA ENERGÉTICA DE MINAS GERAIS - CEMIG

CEMIG

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

MARKET ANNOUNCEMENT

Comments on media reports

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**:

On February 1, 2017, the magazine *Exame* published an item headed “*The Blackout has Happened*”, which stated that Cemig is carrying out an accounting re-evaluation and disposing of some of its assets.

Cemig confirms that, as it has widely disclosed, it is restructuring the portfolio of its assets with a view to adaptation of its indebtedness.

The item also refers to a reduction of costs allegedly due to an alteration in its policy of payment of life insurance for its employees.

Cemig reports that in relation to the question of reduction of costs, it has not yet completed the accounting procedures relating to the financial statements for the 2016 business year.

Cemig takes this opportunity of reiterating its commitment to opportune and timely disclosure of all and any facts which are of interest to its stockholders.

Belo Horizonte, February 1, 2017

Paulo Roberto Castellari Porchia
Chief Finance and Investor Relations Officer