









COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Injunction keeps Cemig in control of São Simão plant

Continuing the series of Material Announcements and Market Announcements previously reporting on this matter, **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**:

The Higher Appeal Court of Brazil (*Superior Tribunal de Justiça* – STJ) has granted an interim order maintaining Cemig Geração e Transmissão S.A. ('Cemig GT') in possession of the concession to operate the *São Simão* hydroelectric plant, in Minas Gerais, on the initial bases of Concession Contract No. 007/97, until conclusion of judgment on the application for an order of *mandamus* filed by the Company.

As reported by the case update on the website of the STJ at 8.14 p.m. on March 6, 2017 and stated by STJ Certificate 1783814, generated at 6.47 a.m. on March 7, 2017,

"... the interim injunction applied for by Cemig Geração e Transmissão S.A. is granted, until conclusion of judgment on the current application for mandamus, enabling the now applicant to remain in ownership of the concession for the São Simão Plant, on the initial bases of the concession contract, N° 007/97."

Cemig will keep its stockholders and the market timely and appropriately informed on the progress of this case.

Belo Horizonte, March 7, 2017

Adézio de Almeida Lima Chief Finance and Investor Relations Officer

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