

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Renova gives exclusivity to Brookfield for due diligence and capital subscription negotiation

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 reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (BM&F Bovespa S.A.) and the market **as follows:**

Today (July 17, 2017) Cemig's affiliated company Renova Energia S.A. ('Renova') published the following **Material Announcement:**

Today the Board of Directors of Renova approved grant of exclusivity to **Brookfield Energia Renovável S.A.** for due diligence and negotiation of the final documents for a primary subscription of capital into the company, as proposed in a non-binding offer.

This exclusivity is for 60 calendar days from today's date, which Renova may at its option renew for a further 30 days.

The Company reiterates its commitment to keeping stockholders and the market in general fully and timely informed in accordance with the applicable legislation.

Belo Horizonte, July 17, 2017

Adézio de Almeida Lima Chief Finance and Investor Relations Officer

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