

COMPANHIA ENERGÉTICA DE MINAS GERAIS CEMIG

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

MATERIAL ANNOUNCEMENT

In continuation from its Material Announcements of July 3, 12 and 13, 2017, 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 (August 02, 2017) Cemig's affiliated company Transmissora Aliança de Energia Elétrica S.A. ('Taesa') published a Material Announcement with the following content:

"Transmissora Aliança de Energia Elétrica S.A. ("Company" or "Taesa"), pursuant to the Securities and Exchange Commission's Instruction No. 358, from January 3, 2002, as amended, and for the purposes of Paragraph 4 of Article 157 of Law 6404, from December 15, 1976, as amended, hereby announces to its shareholders, the market in general and other interested parties that, continuing the material facts disclosed on July 3, 12 and 13, 2017, the Extraordinary General Meeting approved, on this date, the ratification of the transfer to Taesa of the shares held by Companhia Energética de Minas Gerais ("CEMIG") of the following concessionaires that provide the public service of electric energy transmission: Companhia Transleste de Transmissão S.A. ("Transleste"), Companhia Transudeste de Transmissão S.A. ("Transudeste") and Companhia Transirapé de Transmissão S.A. ("Transirapé") (together, referred to as "Transmineiras") (the "Corporate Restructuring").

The conclusion of the Corporate Restructuring is subject to the other relevant preceding approvals, which include the antitrust authorities (CADE - Administrative Council for Economic Defense), ANEEL - National Agency of Electric Energy, creditors and financing banks.

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



The Company will keep its shareholders and the market up to date on the development of the Corporate Restructuring."

Cemig will keep its stockholders and the market timely and appropriately informed on the progress of this transaction. For further information please contact Cemig on: ri@cemig.com.br

Belo Horizonte, August 02, 2017

Adézio de Almeida Lima Chief Finance and Investor Relations Officer