

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Cemig: R\$ 4 billion refinancing signed

As per CVM Instruction 358 of January 3, 2002 as amended, **Cemig** (*Companhia Energética de Minas Gerais* – listed in São Paulo, New York and Madrid), **hereby reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (B3) and the market **as follows**:

Cemig's wholly-owned subsidiaries **Cemig GT** and **Cemig D** have signed an agreement with their principal creditor banks to refinance their short and medium-term debt, with a total of up to R\$ 4 billion (four billion Reais), for the purpose of achieving a balanced cash flow in those companies.

The agreement involves substitution of debts that become due as from 2017 with new debts to be amortized in 36 monthly installments starting, for **Cemig GT**, in January 2019; and for **Cemig D**, in July 2019.

The cost of this new debt is in line with the rate practiced in the market for companies of the size and scale of Cemig, which is a strong generator of cash flow.

Belo Horizonte, November 20, 2017.

Adézio de Almeida Lima
Chief Finance and Investor Relations Officer