

# COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

## MATERIAL ANNOUNCEMENT

### 34 million Units in Taesa sold

**Cemig** (*Companhia Energética de Minas Gerais* – listed in 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 (B3) and the market **as follows**:

As per the Material Announcement published on November 22, 2017, **Cemig** has today sold, by auction on the B3 exchange (‘the Auction’):

34,000,000	(thirty-four million)
Units in	Transmissora Aliança de Energia Elétrica S.A. (‘ <b>Taesa</b> ’) ( <b>TAEE11</b> ),
for	R\$ 21.10 (twenty one Reais and ten centavos) per <i>Unit</i> .

This reduces Cemig’s equity interest in Taesa from 31.54% to 21.68%:

Cemig now owns:

218,369,999 common shares in Taesa	=	36.97% of Taesa’s total common shares
and 5,646,184 preferred shares in Taesa	=	1.28% of Taesa’s total preferred shares.

The controlling stockholding block of Taesa remains unchanged, since the shares sold today were not bound by the Stockholders’ Agreement.

The proceeds from the sale will be held in an escrow account to execute the Company’s commitments in relation to the put option granted by Cemig to the stockholders of Rio Minas Energia Participações S.A. (‘RME’) and Luce Empreendimentos e Participações S.A. (‘Lepsa’).

Belo Horizonte, November 24, 2017.

José Maria Rabelo  
Acting Chief Finance and Investor Relations Officer