

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Cemig in 2018 ISE Sustainability Index

As part of its commitment to best corporate governance practices, **Cemig** (*Companhia Energética de Minas Gerais*), a listed company traded on the stock exchanges of São Paulo, New York and Madrid, **hereby reports** to its stockholders and the market **as follows:**

• Cemig has been selected, for the 13th consecutive year, for inclusion in the ISE Corporate Sustainability Index (*Índice de Sustentabilidade Empresarial*) of the São Paulo Stock Exchange ('B3'), for the year 2018.

Cemig has been included in this index every year since the index was created, in 2005.

This portfolio is in effect from January 8, 2018 to January 4, 2019.

The portfolio of the ISE index is made up of Brazilian companies which are recognized in their various sectors for corporate sustainability – based on corporate governance, economic efficiency, care for the environment and social responsibility.

Selection for the index is conducted by the Sustainability Studies Center of the Getúlio Vargas Foundation ('GVCES' *–Centro de Estudos em Sustentabilidade*). The 200 most liquid companies traded on the exchange are invited to participate, and this year 179 participated.

The new portfolio of the ISE includes 33 shares of 30 companies, in 12 sectors, with total market capitalization of R 1.28 trillion – or 41.47% of the total market capitalization of all the shares traded on the B3 exchange (Nov. 21, 2017).

Cemig's CEO, Bernardo de Alvarenga, commented that being once again in the ISE index underlines Cemig's commitment to creation of value for stockholders, employees and suppliers, and to the well-being of society, while continuously improving corporate sustainability practices.

For the full composition of the ISE index, see: <u>http://www.bmfbovespa.com.br/pt_br/noticias/2018.htm</u>

Belo Horizonte, November 24, 2017.

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