

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Cemig/Taesa: Transmineiras restructuring completed

Complementing the information in its Material Announcements of July 3, 12 and 13 and August 2 of this year, **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**:

Following approval by the Brazilian monopolies authority CADE (*Conselho Administrativo de Defesa Econômica*), Aneel (the Brazilian electricity regulator), and the financing banks, today Cemig has concluded the stockholding restructuring involving transfer to

Transmissora Aliança de Energia Elétrica S.A. (‘Taesa’)

of the stockholdings held by Cemig in the following transmission concession holders:

Companhia Transleste de Transmissão S.A. (‘Transleste’),
Companhia Transudeste de Transmissão S.A. (‘Transudeste’) and
Companhia Transirapé de Transmissão S.A. (‘Transirapé’)

(jointly ‘the Transmineiras Companies’) – (‘the Transaction’).

The amount received by Cemig in this Transaction was

R\$ 56,088,002 (fifty six million eighty eight thousand and two Reais),

– this being the amount resulting from monetary updating by:

- (i) the accumulated variation of the IPCA inflation index from January 1, 2017, inclusive, to the day immediately prior to the signature of the final closing document for the Transaction; and
- (ii) accumulated variation of 100% (one hundred per cent) of the CDI rate from date of signature, inclusive, to the day immediately prior to date of closing,

and after discounting of:

any amounts of dividends and/or Interest on Equity declared as from January 1, 2017 (inclusive) by the Transmineiras Companies in favor of Cemig, whether paid or not, up to the date of closing of the Transaction, with monetary updating by the IPCA from the date of payment to the business day immediately prior to the closing date.

Belo Horizonte, November 30, 2017.

José Maria Rabelo
Acting Chief Finance and Investor Relations Officer