

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MARKET ANNOUNCEMENT

AGC Energia sells its 12.69% position in Cemig voting stock

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**:

Cemig has received correspondence from AGC Energia S.A. with the following content:

" AGC ENERGIA S.A., constituted in Brazil and with head office at Av. do Contorno 8123, Cidade Jardim, Belo Horizonte, State of Minas Gerais, registered in the CNPJ/MF under No. 11.221.326/0001-65, herein represented in accordance with its by-laws, hereby, and in accordance with Article 12 of CVM Instruction 358 of January 3, 2002 as amended, reports that it has sold its entire equity interest in the voting stock of Companhia Energética de Minas Gerais – CEMIG ("Cemig"), a total of 53,403,756 common shares, equivalent to 12.69% of the voting stock of Cemig, by sale on a securities exchange.

Please do not hesitate to contact us if you need any further information. "

Belo Horizonte, December 26, 2017.

Adézio de Almeida Lima Chief Finance and Investor Relations Officer

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