

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Renova ends negotiations with Brookfield

Cemig (*Companhia Energética de Minas Gerais*), a listed company with securities traded on the stock exchanges of São Paulo, New York and Madrid, in compliance 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:**

Today (May 10, 2018) Cemig's affiliated company **Renova Energia** S.A. ('**Renova'**) published the following Material Announcement:

" In accordance with CVM Instruction 358/2002 as amended, and with reference to the Material Announcement published on February 27, 2018, Renova Energia S.A. (RNEW11) ('Renova') hereby informs its stockholders and the market in general as follows:

Renova has terminated negotiations with **Brookfield Energia Renovável** ('BER') involving sale of assets, since agreement has not been reached on the final terms of the transaction.

Additionally, Renova informs the market that it is working with its controlling stockholders on a New Restructuring Plan to resolve Renova's capital structure and honor its commitments, and will be informing the market on this as soon as possible.

Renova reiterates its commitment to keeping stockholders and the market in general duly informed in accordance with the applicable legislation. "

Belo Horizonte, May 10, 2018

Maura Galuppo Botelho Martins Acting Chief Finance and Investor Relations Officer

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