













COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MARKET ANNOUNCEMENT

Reply to Inquiry Letter 1122/2018-SAE, of May 25, 2018

Question asked by the Brazilian Securities Commission (CVM)

Cia. Energética de Minas Gerais – CEMIG

To Mr. Maurício Fernandes Leonardo Júnior Investor Relations Director

Subject: Request for information on news media report

Dear Sirs,

A report in the *O Estado de São Paulo* newspaper, of May 24, 2018, under the headline: "Cemig preparing new international bond issue" contains the following statements:

"Cemig has begun preparations for a new international bond issue, likely to happen by mid-year. No amount or maturities have yet been specified."

We request information/explanations on the item indicated, by May 25, 2018, including your confirmation of it or otherwise, and also any other information that is considered to be important.

Reply by CEMIG

Dear Ms. Ana Lucia da Costa Pereira, Supervision Office for Companies and Equity Securities Offers – B3 S.A. – Brasil, Bolsa, Balcão

In response to Official Letter 1122/2018-SAE, of May 24, 2018, we inform you that Cemig is permanently assessing alternatives for improvement of its capital structure, lengthening of its debt profile and reducing the cost of its debt. However, at the present moment Cemig can report that it has not taken any decision on raising of finance, in either the domestic or the international market. We point out that the newspaper item in question indicates that Cemig has made a statement to this effect.

In view of the above, we see no reason, under CVM Instruction 358/2002, for publication of a Material Announcement or Market Announcement on the subject.

Cemig takes this opportunity to reiterate its commitment to opportune and timely disclosure of all and any facts that are of interest to stockholders, in accordance with Article 2 of CVM Instruction 358/2002.

Belo Horizonte, May 24, 2018

Maurício Fernandes Leonardo Júnior Chief Finance and Investor Relations