

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

In view of the report published by *Valor Econômico* on October 26th, 2018, at 3.28 p.m., under the headline "*SPIC of China has made formal offer for control of Santo Antônio*" **Cemig** (*Companhia Energética de Minas Gerais*, listed in São Paulo, New York and Madrid) hereby reports – in accordance with CVM Instruction 358 of January 3, 2002 as amended – to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (B3) and the market that Cemig cannot confirm this information. At present, the only fact of which Cemig is aware is the existence of an indicative offer for purchase of the whole of Cemig's equity interest in Madeira Energia S.A. ('Mesa').

Cemig further reports that, to date, there is no decision as the whether any transaction will take place in relation to this offer.

Cemig reiterates its commitment to keep stockholders and the market timely informed in accordance with the applicable law and regulations.

Belo Horizonte, October 29, 2018.

Maurício Fernandes Leonardo Júnior Chief Finance and Investor Relations Officer