

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Ceará windfarms: elimination of crossover holdings completed

Complementing its Material Announcement of May 17, 2018 and in accordance with CVM Instruction 358 of January 3, 2002 as amended, **Cemig** (*Companhia Energética de Minas Gerais*, listed in São Paulo, New York and Madrid) **hereby reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (B3) and the market **as follows:**

The conditions specified in the Transaction Agreement between Cemig Geração e Transmissão S.A. ('Cemig GT') and Energimp S.A. ('Energimp') ('the Parties') have now been complied with, and on today's date the Parties signed the related Memorandum of Conclusion of Elimination of Cross-holdings ('the Conclusion document').

With the signature of this document:

1) Elimination is completed of the cross-holdings previously existing between the Parties in the following wind farm companies in the Brazilian state of Ceará:

Central Eólica Praias de Parajuru S.A. ('Parajuru'), Central Eólica Volta do Rio S.A. ('Volta do Rio') and Central Eólica Praia de Morgado S.A. ('Morgado').

- 2) All stockholding partnership between the Parties no longer exists;
- 3) **Cemig GT** now owns 100% of the share capital of **Parajuru** and **Volta do Rio**; and

Energimp owns 100% of the share capital of **Morgado**.

Belo Horizonte, December 20, 2018.

Maurício Fernandes Leonardo Júnior Chief Finance and Investor Relations Officer