

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MARKET NOTICE

Cemig (*Companhia Energética de Minas Gerais* – listed and traded in São Paulo, New York and Madrid), informs the CVM (Brazilian Securities Commission), the São Paulo stock exchange (B3) and the market:

- 1) **Cemig adopts new operating structure;**
- 2) **– and adds R\$ 1.2 bn to investment in Distribution.**

1) Operational restructuring

On August 9, Cemig adopted the most important restructuring in its history. Changes include:

- elimination of several hierarchy levels in the management structure; and
- 25% reduction in the number of General Manager and line management posts.

Implemented with support from one of the leading international consultants, the significant changes to Cemig’s management processes aim to increase economic competitiveness by providing more fluid decision-making, and more interaction between different areas, focusing on efficiency, sustainability and improvement in service to clients.

2) Increased investment by Cemig D

The Board of Directors also approved an increase in the Investment Plan of Cemig’s Distribution company, **Cemig Distribuição – Cemig D** – including additional execution of R\$ 1.2 billion in the years 2020 through 2022. This aims to:

- accelerate modernization of Cemig D’s assets base;
- reduce costs of operation and maintenance;
- improve the company’s quality indicators; and
- increase client satisfaction.

No changes have been made to the Investment Plan of Cemig Geração e Transmissão S.A. (**Cemig GT**). This table shows Cemig’s new Investment Plan, in consolidated form:

Investment Plan		Sources / purposes	June 2019 R\$ mn					TOTAL
			2019	2020	2021	2022	2023	
Cemig D		Cemig D funding (increased)	1,078	1,632	1,573	1,632	1,386	7,301
		Funding from clients	178	179	158	114	170	799
		Total, Cemig D	1,257	1,811	1,730	1,746	1,556	8,100
Cemig GT		Transmission (upgrades and improvements)	263	281	261	276	207	1,289
		Generation (operation and maintenance)	30	96	183	117	23	450
		Cash injections	46	89				135
		Total, Cemig GT	340	466	444	393	230	1,873
		Cemig investment, consolidated	1,596	2,277	2,174	2,139	1,786	9,973

Belo Horizonte, Monday, August 12, 2019.

Maurício Fernandes Leonardo Júnior
Chief Finance and Investor Relations Officer