

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

TAESA - Conclusion of the acquisition of participation in Brasnorte

Cemig (Companhia Energética de Minas Gerais, listed and traded in São Paulo, New York and Madrid), in accordance with CVM Instruction 358 of Jan. 3, 2002 as amended, **hereby reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (B3) and the market **as follows**:

Cemig's affiliated company **Transmissora Aliança de Energia Elétrica S.A.** ('Taesa') has today published the following Material Announcement:

“Transmissora Aliança de Energia Elétrica S.A. (B3: TAEE11) (“Taesa” or “Company”), pursuant to CVM Instruction 358, as of January 3rd, 2002, as amended, hereby announces to its shareholders, the market in general and other interested parties, continuing the material fact disclosed on August 14, 2019, that the Company's Extraordinary General Meeting approved, on this date, the acquisition by the Company of 11.624% of the shares representing the total and voting capital of Brasnorte Transmissora de Energia S.A. (“Brasnorte”), through the settlement of the Share Purchase Agreement (“Agreement”) with Bipar Energia, Telecomunicação e Indústria Metalúrgica S.A. (“Bipar”) (the “Acquisition”), for the amount of R\$ 17,654,000.00 (seventeen million, six hundred, fifty-four thousand Reais), subject to the adjustments provided in the Agreement. Also on this date, the Agreement with Bipar was signed, and the Acquisition was concluded through the payment of R\$ 18,023,923.47 (eighteen million, twenty-three thousand, nine hundred and twenty-three Reais and forty-seven cents), after the proper adjustments.

After the conclusion of this operation, the Company, which previously held 88.376% of shareholding interest in Brasnorte, now holds 100% of Brasnorte's total shares. It is important to note that, on May 31, 2019, the Company acquired 49.7115% of Brasnorte, in accordance with Eletrobrás Auction n. 01/2018, object of material fact disclosed on the same date. Since then, the Company started to consolidate Brasnorte's results in its financial statements, as defined in its shareholders' agreement.”

Belo Horizonte, August 30, 2019

Maurício Fernandes Leonardo Júnior
Chief Finance and Investor Relations Officer