

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

River flooding at Small Joaquim hydro plant; no permanent effects

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

Today Cemig's affiliated company **Renova Energia S.A.** ('**Renova**') published the following Material Announcement:

“In compliance with CVM Instruction 358/2002, as amended, Renova Energia S.A. – In Judicial Recovery (RNEW3; RNEW 4 and RNEW11) ('the Company') hereby informs its stockholders and the general public as follows:

*Today **Brasil PCH S.A.** and its indirect subsidiary **São Joaquim Energia S.A.** published the following **Material Announcement**:*

*“In accordance with Articles 2 and 3 of CVM Instruction 358/ 2002, as amended, **Brasil PCH S.A.**, an unlisted corporation registered in the CNPJ/ME under N° 07.314.233/0001-08, with head office at Avenida Prudente de Morais 1250, 10th and 11th floors, Coração de Jesus, Belo Horizonte, Minas Gerais ('**Brasil PCH**'), and its indirect subsidiary **São Joaquim Energia S.A.** ('**São Joaquim**'), an unlisted corporation registered in the CNPJ/ME under N° 07.063.930/0001-33, with head office at Avenida Prudente de Morais 1250, 11th floor, Coração de Jesus, 30.380-252 Belo Horizonte, MG, holder of the Authorization for commercial operation of the **São Joaquim hydroelectric plant** on the River Benevente, **hereby report** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (B3) and the market in general as follows:*

“Heavy rains on January 17 and 18, 2020 in the region of the municipality of Alfredo Chaves, Espírito Santo State, raised the levels of the River Benevente, resulting in flooding of the machine room of the São Joaquim Small Hydroelectric Plant, and consequent interruption of its power output.

The inspections carried out so far by São Joaquim do not indicate any impact that threatens the safety of the facility, nor the environment.

This event also does not result in any impact on the capacity for timely payment of the debentures issued by Brasil PCH, as specified in the related Issue Deed. The procedures for draining of the machine room have been started, and planning of the activities necessary for re-establishing the generating units is in progress.”

The Company reiterates its commitment to keep stockholders and the market in general fully and timely informed in accordance with the applicable legislation.”

Belo Horizonte, January 20, 2020.

Maurício Fernandes Leonardo Júnior
Chief Finance and Investor Relations Officer