

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MARKET NOTICE

Fitch increases ratings for Cemig

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

The risk rating agency Fitch Ratings (‘Fitch’) has increased its corporate ratings for **Cemig** and its wholly owned subsidiaries Cemig Distribuição S.A. (‘**Cemig D**’) and Cemig Geração e Transmissão S.A. (‘**Cemig GT**’) on the Brazilian scale, from **A+** to **AA-**, maintaining its global ratings for them all at **BB-**. The outlook is stable (unchanged).

Fitch writes in its statement:

“ The financial leverage of Cemig has been reduced, as a result of its positive result in operational performance and in the cash generation of its electricity distribution business.

The ratings of Cemig and its subsidiaries reflect the large scale of the group in the Brazilian electricity sector. The diversification of assets and segments in its operations increases the dilution of the business risk. ”

Standard & Poor’s revised its outlook for Cemig and Cemig’s wholly-owned subsidiaries to *positive* on July 10, 2020 – followed by Moody’s América Latina, on September 16, 2020 – also reflecting stronger metrics of credit and liquidity. The changes by these agencies are a recognition of the Company’s efforts to increase its credit quality.

Cemig reiterates its commitment to improving its liquidity and capital structure through lengthening of its debt profile, strategic management of liabilities, and reduction of its cost of capital.

Belo Horizonte, October 29, 2020

Leonardo George de Magalhães
Chief Finance and Investor Relations Officer