

## COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

## MATERIAL ANNOUNCEMENT

## **Board of Renova approves capital increase**

**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:

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

*"Renova Energia S.A. - In Judicial Recovery (RNEW3; RNEW4; RNEW11) ('Renova' or the Company') hereby informs stockholders and the market in general as follows:* 

On March 1, 2021, the Board of Directors of **Renova** approved an increase in the Company's share capital, by private subscription of shares, within the authorized capital limit, comprising the 'First Capital Increase and Conversion', in accordance with Clause 14.1.1 of the Judicial Recovery Plan of Renova Energia S.A. – In Judicial Recovery and Other Consolidated Companies, of December 17, 2020 ('the Consolidated Companies Plan'), and Clause 12.1.1 of the Judicial Recovery Plan of Alto Sertão Participações S.A. – In Judicial Recovery and Other Companies Comprising Phase A of the Alto Sertão III Project, of December 17, 2020 ('the ASIII Phase A Plan') (when jointly with the Consolidated Companies Plan, referred to as 'the Plans').

*The capital increase was approved for the amount of:* up to **R\$ 1,420,786,366.54,** *partial confirmation being accepted* 

*if the amount subscribed is* greater than or equal to **R**\$ 332,415,825.55, - which is the amount of the credits to be capitalized under the Plans.

The capital increase and its final amount are subject to approval by the Board of Directors, after the periods for exercise of rights of first refusal and subscription of leftover shares by holders of subscription rights have expired.

Instructions for shareholders and holders of Units on the exercise of their rights of first refusal and subscription of leftover shares, and detailed information on the capital increase, are available on the websites of:

- the Company: (<u>http://ri.renovaenergia.com.br/</u>); - the CVM (<u>https://www.gov.br/cvm/pt-br</u>); - and the São Paulo stock exchange (B3 – Brasil, Bolsa, Balcão) (<u>http://www.b3.com.br/</u>). "

**Cemig** further informs the public that **Cemig GT**, a stockholder of **Renova**, is not part of the group of creditors that have requested conversion of their credits into shares, and thus will not take part in the said capital increase. Thus, the equity interest held by **Cemig GT** in **Renova** will be reduced from 29.81% to 15.15% of the total share capital, since no other stockholder will take part in the capital increase.

Cemig emphasizes that this alteration will have no impact on the present shared control of Renova.

Cemig will keep its stockholders and the market informed on news relating to this subject, in accordance with the applicable regulations.

Belo Horizonte, March 1, 2021.

Leonardo George de Magalhães

Chief Finance and Investor Relations Officer

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