

CEMIG DISTRIBUIÇÃO S.A.

LISTED COMPANY – CNPJ: 06.981.180/0001-16 – NIRE: 3130002056-8

BOARD OF DIRECTORS

SUMMARY OF MINUTES OF THE 196TH MEETING

Date, time and place: April 10, 2014 at 10.30 a.m. at the company's head office,
Av. Barbacena 1200, 17th Floor, A1 Wing, Belo Horizonte, Minas Gerais, Brazil.

Meeting Committee: Chair: Djalma Bastos de Moraes;
Secretary: Anamaria Pugedo Frade Barros.

Summary of proceedings:

- I Chair of the meeting:** Due to the resignation on April 7, 2014 of the Board Member Dorothea Fonseca Furquim Werneck, as per a letter in the Company's possession, the Vice-Chairman, Mr. Djalma Bastos de Moraes, assumed the Chair of the meeting, in accordance with the by-laws.
- II** The Board Members listed below stated that they had no conflict of interest with the matters on the agenda of this meeting, except as follows:
- Arcângelo Eustáquio Torres Queiroz, who stated conflict of interest in relation to the Collective Work Agreement for 2013–14;
 - Marco Antonio Rodrigues da Cunha, who stated conflict of interest in relation to signature of a debt recognition agreement, with the Minas Gerais State Civil Defense Department, and
 - Adriano Magalhães Chaves, who stated conflict of interest in relation to signature of an environmental compensation commitment undertaking with the State Forests Institute.
- All these members left the meeting room, returning after debate and vote on the respective subjects.
- III The Board approved:**
- a) The minutes of this meeting.
 - b) The Project to Contract Development of a Unified Sales Management System for Cemig D and Light Serviços de Eletricidade S.A. (Sesa) – the ÚNICO Project.
- IV The Board Authorized:**
- a) Filing of legal actions necessary to preserve the Company's interests, in respect of and inherent to the review of the economic clauses related to the Collective Employment Agreement for 2013–14 and its effects.
 - b) Signature of the First Amendment to Contract with Esquadra Vigilância & Segurança Armada Ltda., for provision of security guard services for the Company's facilities in the Metropolitan Region of Belo Horizonte, Minas Gerais, changing the period of contracting from ninety days to up to 15 months or up to the conclusion of the tender process; changing the total amount; and validating all acts practiced since January 1, 2014, that is to say the provision of the services that are the object of the Contract.
 - c) After formal consent from Aneel: opening of Administrative Proceedings for Exemption from Tender, and contracting of Axxiom Soluções Tecnológicas S.A., to execute the Project referred to in sub-clause 'a' of Item III above.

- d) Signature, with the Civil Defense Department of Minas Gerais State, of the Debt Recognition Undertaking in relation to non-billing for use / sharing of the infrastructure of Cemig D, in the period between February 2007 and December 2013.
- e) Signature of a Commitment Undertaking for Environmental Offsetting, with the Minas Gerais State Forests Institute, conditional upon the consent of Aneel, in effect up to the complete settlement of the obligation by the entrepreneur, having as its object the establishment of a measure of environmental offsetting following the licensing of the project in the Southern Network (*Malha Sul*) electricity distribution system.
- f) Signature of the First Amendment to a Performance Contract with KDB Fiação Ltda., with Plennus Business Empreendimentos Participações e Serviços Ltda. as consenting party, to change the drafting of Clauses 3, 4 and 19 of that contract.

V The Board further authorized bringing forward of budget allocations for funding the Priority 1 Macro Projects relating to the investments for the 2013–17 cycle, for 2014, for implementation of the infrastructure for occupation of the Aureliano Chaves Building, and of funds for expenses, for the years 2014 and 2015, for implementation of building, IT and property security infrastructure for the occupation of this building – conditional upon the Company complying with the supply of information indicated by the Board of Directors’ Advice Committees. In this matter the Board member Arcângelo Eustáquio Torres Queiroz abstained.

VI **The Board ratified** the negotiations held by the Executive Board, jointly for Cemig, Cemig D and Cemig GT, in relation to the review of the economic items of the Normative Judgment given by the Regional Employment Appeal Court in Case 01573-2012-000-03-00-6 – DC (ACT 2013/2014), which will be in effect for the period 2013/2014.

VII **The Board re-ratified** the following CRCAs (the other terms of each one being unchanged):

- a) CRCA 087/2007, on contracting of security guard services for the Company’s premises in Belo Horizonte and Contagem, to change the maximum period of contracting from sixty to seventy two months, and to change its total estimated value.
- b) CRCA 062/2010, to include authorization for signature and dissolution of contracts related to Performance Contracts arising from Priority 1 Investment Projects of Energy Efficiency without Reimbursement (Cemig D).

VIII **The Board validated** the Annual Social-Environmental Sustainability Report of the Electricity Companies for 2013, to be presented to Aneel.

IX **Comment:** The Chair; the Board members João Camilo Penna and Eduardo Borges de Andrade; and the Superintendent Leonardo George Magalhães made comments on matters of interest to the Company.

The following were present:

Board members:	Djalma Bastos de Morais, Arcângelo Eustáquio Torres Queiroz, Eduardo Borges de Andrade, Guy Maria Villela Paschoal, João Camilo Penna, Joaquim Francisco de Castro Neto, Saulo Alves Pereira Júnior, Tadeu Barreto Guimarães,	Wando Pereira Borges, Bruno Magalhães Menicucci, Luiz Augusto de Barros, Newton Brandão Ferraz Ramos, Adriano Magalhães Chaves, Christiano Miguel Moysés, José Augusto Gomes Campos, Marco Antonio Rodrigues da Cunha;
General Manager:	Leonardo George Magalhães;	
Secretary:	Anamaria Pugedo Frade Barros.	

Anamaria Pugedo Frade Barros