

# CEMIG DISTRIBUIÇÃO S.A.

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

## BOARD OF DIRECTORS

### SUMMARY OF MINUTES OF THE 199<sup>TH</sup> MEETING

**Date, time and place:** July 17, 2014 at 10 a.m. at the company's head office,  
Av. Barbacena 1200, 17<sup>th</sup> Floor, A1 Wing, Belo Horizonte, Minas Gerais, Brazil.

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

#### **Summary of proceedings:**

- I The members consented** to the request by the Chair of the Board, Danilo de Castro, stated in correspondence in the company's possession, for unpaid leave from the function of sitting member of this Board, for July 15 to October 6, 2014, for personal reasons.
- II Conflict of interest:** The Board Members listed below stated they had no conflict of interest with the matters on the agenda of this meeting:
- III The Board approved:**
- a) Additional budget allocation for 2015, to meet expenses on purchase of electricity.
  - b) The minutes of this meeting.
- IV The Board Authorized:**
- a) Signature of Partnership Undertakings between Cemig, Cemig D, Cemig GT and the Councils for Rights of Children and Adolescents of the Municipalities participating in the AI6% Program, for passing through of the donations raised from the employees of Cemig, Cemig D and Cemig GT, and the 1% portion of the Corporate Income Tax payable by these Companies, for application in programs and projects in the ambit of the Municipality, in effect until August 31, 2015.
  - b) Signature of a Court Settlement with Votorantim Metais Zinco S.A., in the action for deposit of payment with application for interim remedy.

- c) Signature of the Technical Cooperation Working Agreement with Unimontes, the State University of Montes Claros, for implementation of the Project ‘Distributed Generation in Universities’, it being the responsibility of the Company to donate two hundred and fifty photovoltaic module units and to supply training and technical support for their operation and maintenance, the other costs involved being the responsibility of the Teaching Institution, for twelve months, able to be extended for up to a further twelve months, by amendments.
- d) Signature of the Fifth Amendment to a Contract with M.I. Montreal Informática Ltda., to extend the period of provision of services of printing of electricity bills and other documents, on an exceptional basis, to sixty months, and alteration of the total value of the Contract.
- e) Signature, on a temporary basis, of the Third Amendment to Contract with Terceiriza Serviços Ltda., to extend the period of contracting of the provision of services of conservation and cleaning, maintenance of gardens and mowing at the premises of the Company in the Metropolitan Region of Belo Horizonte, for up to thirty five months and five days, and change to the global amount of the contract; and validating all acts practiced since April 18, 2014, that is to say the provision of the said services.
- f) Sponsorship, under State Law 20824/2013, of the Formula 3 Evolution Training Project, of the Olympic Minas Sports Incentive Program.
- d) Signature, until September 9, 2014, of contracts for supply of electricity and reserve of demand, purchase of regulated electricity, use of the distribution system, connection to the distribution system, and use of the transmission system, with the National Electricity System Operator (ONS), and terms of agreement for works and incorporation of assets and facilities with individual values of sixteen million seven hundred thirty eight thousand one hundred thirty nine Reais and twelve centavos or more; and the related amendments and terms of termination of contract by rescission, cancellation, resilement or related means – including when entered into between Cemig D and any of its stockholders or companies that are their controlling stockholders, whether directly controlled or under joint control, of any value.

**IV The Board delegated** to the Executive Board, until September 30, 2014, competency, after statement of position by the Energy Risks Management Committee, to authorize and enter into Contracts for Sale of Electricity which have, individually, amounts of sixteen million seven hundred thirty eight thousand one hundred thirty nine Reais and twelve centavos) or more; and of terms of assignment, amendments, termination of contract by rescission, cancellation, resilement or related means, service provision contracts and contracts for constitution of guarantees and counter-guarantees associated with them and of the other instruments necessary for their implementation, subject to the rules established in the contracts, including when they are entered into between the Company and any one of its stockholders or companies that are their controlling stockholders, whether directly controlled or under joint control, of any amount.

**VI The Board re-ratified** Board Spending Decision (CRCA) 069/2009, to alter, on an exceptional basis, the period of contracting of the services of printing of electricity bills and other documents, to sixty months – the other provisions of that CRCA remaining unchanged.

**VII Withdrawn from the agenda:** The following matters were withdrawn from the agenda:

- a) re-scaling of the value of Personnel, Material, Outsourced services and Other Expenses (PMSO), and additional budgetary allocation for PMSO for 2014.
- b) Sale of an urban real estate property, in the Barreiro District of Belo Horizonte, Minas Gerais.

**VIII Unpaid leave:** The Chair informed the Board that:

- the Chief Corporate Management Officer, Mr. Frederico Pacheco de Medeiros, and
- the Chief Officer for the Gas Division, Mr. José Carlos de Mattos,

had filed correspondence with the company formalizing requests for unpaid leave from their positions as Chief Officers, for personal reasons, in the period June 16 to October 31, 2014 and June 25 to August 31, 2014, respectively.

**IV Comment:** The following spoke on subjects and business of interest to the Company:

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The Chair;		
Chief Officers:	Luiz Fernando Rolla,	Luiz Henrique de Castro Carvalho;
General Managers:	Leonardo George Magalhães	Wagner Delgado Costa Reis

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**The following were present:**

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Board members:	Djalma Bastos de Moraes, Arcângelo Eustáquio Torres Queiroz, Eduardo Borges de Andrade, Fuad Jorge Noman Filho, Guy Maria Villela Paschoal, João Camilo Penna, Joaquim Francisco de Castro Neto, José Pais Rangel, Saulo Alves Pereira Junior, Tadeu Barreto Guimarães,	Bruno Magalhães Menicucci, Marina Rosenthal Rocha, Newton Brandão Ferraz Ramos, Paulo Sérgio Machado Ribeiro, Custódio Antonio de Mattos, Flávio Miarelli Piedade, Franklin Moreira Gonçalves, José Augusto Gomes Campos, Lauro Sérgio Vasconcelos David, Tarcísio Augusto Carneiro;
Secretary:	Anamaria Pugedo Frade Barros.	

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Anamaria Pugedo Frade Barros