

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY
CNPJ 17.155.730/0001-64
NIRE 31300040127

MARKET ANNOUNCEMENT

CONCESSION CONTRACT RENEWAL APPLICATIONS

Cemig (*Companhia Energética de Minas Gerais*), a listed company with securities traded on the stock exchanges of São Paulo, New York and Madrid, **hereby informs the public**, the Brazilian Securities Commission (CVM) and the São Paulo Stock Exchange (BM&FBovespa) – in accordance with CVM Instruction 358/2002 – **as follows**:

Cemig has submitted statement of interest in extension of its Concession Contracts, to the Brazilian electricity regulator, Aneel, in accordance with the terms of Provisional Measure 579 of September 11, 2012, and Decree 7805 of September 14, 2012, without prejudice to any of its rights under the Conversion Law, as approved by the Board of Directors in a meeting held on today's date.

Renewal of the following concession contracts was requested:

1. The public electricity distribution service that is the subject of concessions for the municipalities and districts listed in **Appendix I**, regulated by the following **distribution concession contracts**: *CEMIG North*, N° 002/97; *CEMIG South*, N° 003/97; *CEMIG East*, N° 004/97; and *CEMIG West*, N° 005/97, all of July 10, 1997 in accordance with DNAEE Ministerial Order 130 of April 17, 1997, published in the federal Official Gazette of April 22, 1997 and extended by Ministerial Order 125 of April 17, 1997 of the Mining and Energy Ministry, published in the federal Official Gazette on April 22, 1997.

a. Três Marias Hydroelectric Plant,	g. Gafanhoto Small Hydro Plant,	m. Paciência Small Hydro Plant,
b. Volta Grande Hydroelectric Plant,	h. Peti Small Hydro Plant,	n. Marmelos Small Hydro Plant,
c. Salto Grande hydroelectric plant,	i. Tronqueiras Small Hydro Plant,	o. Dona Rita Small Hydro Plant,
d. Itutinga Hydroelectric Plant,	j. Joasal Small Hydro Plant,	p. Sumidouro Small Hydro Plant,
e. Camargos Hydroelectric Plant,	k. Martins Small Hydro Plant,	q. Anil Small Hydro Plant, and
f. Piau Small Hydro Plant,	l. Cajuru Small Hydro Plant,	r. Poquim Small Hydro Plant.
2. Electricity generation service, for the following **generating plants**, contained in Concession Contract N° 007/97 – *CEMIG Geração*, with provisos relating to the price of electricity, residual value of assets and operational conditions.
3. Public electricity service **transmission concession contract N° 006/97 – CEMIG**, relating to the transmission facilities under its responsibility that are classified as part of the National Grid, under Law 9074/95 and related regulations, with provisos relating to authorized revenue, operational conditions and residual value of the assets.

Belo Horizonte, October 15, 2012

Luiz Fernando Rolla
Chief Finance and Investor Relations Officer