

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY
CNPJ 17155.730/0001-64
NIRE: 31300040127

MARKET ANNOUNCEMENT

Cemig Board decisions on renewals of concessions

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), the São Paulo Stock, Commodities and Futures Exchange (“BM&FBovespa”) and the market in general – in accordance with CVM Instruction 358 of January 3, 2002, as amended – as follows:

By decision of its Board of Directors, Cemig has **decided to sign a contract** with the Mining and Energy Ministry for **renewal, for 30 years, of the concession for operation and maintenance of the transmission assets** of its subsidiary Cemig Geração e Transmissão S.A.

The Board also decided **not to renew the concessions of 18** of the Company’s **hydroelectric plants**, the concession contracts of which expire in the coming years.

Cemig will call an Extraordinary General Meeting of Stockholders to submit the decision taken by the Board to the approval of the stockholders.

These decisions reflect the Company’s commitment to its stockholders, employees and other stakeholders to maintain the Company’s sustainability and growth.

Belo Horizonte, December 4, 2012,

Luiz Fernando Rolla
Chief Finance and Investor Relations Officer