

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY
CNPJ 17.155.730/0001-64 – NIRE 31300040127

MARKET ANNOUNCEMENT

Brazilian Appeal Court interim decision on Jaguará Plant concession

Cemig (*Companhia Energética de Minas Gerais*), a listed company with securities traded on the stock exchanges of São Paulo, New York and Madrid – in accordance with CVM Instruction 358 of January 3, 2002, as amended – hereby **reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock, Commodities and Futures Exchange (BM&F Bovespa S.A.) and the market in general, as follows:

On June 20, 2013 Brazil's Higher Appeal Court (STJ – *Superior Tribunal de Justiça*) issued an interim judgment against the Brazilian Mining and Energy Ministry in the action for mandamus brought by **Cemig GT** (*Cemig Geração e Transmissão S.A.*) for an order to require the Ministry to consider the extension of Cemig GT's concession to operate the **Jaguara Hydroelectric Plant** (generation capacity 424MW, assured power 336 MW). That concession expires on August 28, 2013.

The interim judgment, given by Reporting Justice Sérgio Kukina, ensures that Cemig GT continues to operate the concession of the Jaguará Plant until the final judgment of the action.

Cemig does not yet have access to the full content of the judgment, which is scheduled for publication on June 24, 2013.

It should be noted that this is a preliminary preventive decision by the Judiciary, and that there is at present no decision on the merits of the action. The Higher Appeal Court will examine the merits of the action at a later date.

Cemig sees this decision as an unequivocal demonstration of the independence and autonomy of Brazil's Judiciary. It underlines Cemig's absolute confidence in the Constitutional powers of the Brazilian republic in their mission to guarantee and uphold the rights of citizens.

Cemig reiterates its commitment to establishing fair prices for services provided to the consumer, and also the quality of services, and their sustainability in the use of natural and human resources – so as to ensure that future generations can enjoy the same benefits.

Cemig will keep its stockholders and the market opportunely and appropriately informed on the progress of this case.

Belo Horizonte, June 21, 2013

Luiz Fernando Rolla
Chief Finance and Investor Relations Officer