

# COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY

CNPJ 17.155.730/0001-64 – NIRE 31300040127

## MATERIAL ANNOUNCEMENT

### *Investment Agreement relating to Renova and Brasil PCH*

**Cemig** (Companhia Energética de Minas Gerais), a listed company with securities traded on the stock exchanges of São Paulo, New York and Madrid, **hereby** – in accordance with CVM Instruction 358 of January 3, 2002, as amended – **publicly informs** 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 August 8, 2013 Cemig’s wholly-owned subsidiary **Cemig GT** (Cemig Geração e Transmissão S.A.) approved signature of an Investment Agreement with **Renova Energia S.A.** (“**Renova**”), **RR Participações S.A.** (“**RR**”), Light Energia S.A. (“**Light Energia**”) and **Chiplely SP Participações S.A.** (“**Chiplely**”), governing the entry of **Cemig GT** into the controlling stockholding block of **Renova**, through subscription by **Cemig GT** of new shares to be issued by **Renova**, and the structuring of **Chiplely** as a vehicle for growth, in which equity interests would be owned by **Cemig GT** and **Renova**, with assignment to **Chiplely** of the Agreement for Purchase of Shares in **Brasil PCH S.A.** signed on June 14, 2013 by Cemig GT and Petrobras (*Petróleo Brasileiro S.A.*) (“the Brasil PCH Share Purchase Agreement”).

The issue price for the shares in **Renova** has been set at R\$ 16.2266 per common share, in accordance with Article 170, §1, I of the Brazilian Corporate Law, resulting in a value of up to R\$ 1,414,732,915.53 for the portion of the increase in the share capital of **Renova** to be subscribed by **Cemig GT** – both amounts to be updated by the CDI Rate from December 31, 2012.

The company further informs the public that this transaction is subject to conditions precedent and commercial conditions. When and if these conditions are fulfilled, the precise amount of the increase in the capital of **Renova** will be decided, and a new stockholders’ agreement will be signed to include **Cemig GT**, **RR** and **Light Energia** in the controlling stockholding block of **Renova**, under which the total number of shares bound by that stockholders’ agreement will be at least 51% of the common shares of **Renova**.

Cemig will keep its stockholders and the market opportunely and appropriately informed on the conclusion of this transaction.

Belo Horizonte, August 8, 2013.

Luiz Fernando Rolla  
Chief Finance and Investor Relations Officer