

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY – CNPJ 17.155.730/0001-64 – NIRE 31300040127

MARKET ANNOUNCEMENT

Jaguara: principal injunction maintains operation by Cemig

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

On today's date Brazil's **Higher Appeal Court** (*Superior Tribunal de Justiça*, or STJ) granted an **interim injunction** to Cemig's wholly-owned subsidiary **Cemig GT** (*Cemig Geração e Transmissão S.A.*) in its further application for an order of *mandamus* against the recent decision by the Mining and Energy Ministry which, in a dispatch published on August 23 of this year, refused, after consideration on its merits, the application by Cemig GT for extension of the concession of the **Jaguara Hydroelectric Plant** under Concession Contract 1007/97.

This interim injunction gives Cemig GT the right to remain in control of the Jaguara Hydroelectric Plant, commercially operating the public service concession granted to it, until final judgment of the case.

It should be noted that this is a preliminary 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 reiterates its commitment to seeking both fair prices for services provided to the consumer, and also optimum quality of its services and their sustainability in the use of natural and human resources – 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, August 30, 2013.

Arlindo Porto Neto
Acting Chief Finance and Investor Relations Officer