

# COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

## MATERIAL ANNOUNCEMENT

### *Cemig signs agreement to participate in construction of wind farms*

**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 informs** the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (BM&F Bovespa S.A.) and the market in general, **as follows**:

As sole stockholder of **Cemig Geração e Transmissão S.A.** (“**Cemig GT**”), Cemig has signed agreements with **Renova Energia S.A.** (“**Renova**”) to acquire a 50% interest in the project to build 25 wind farms, with total installed generation capacity of **676.2 MW**, in the municipality of Jacobina, in the Brazilian State of Bahia (‘the Project’).

The option to participate in this project was one of the components in the tender auction held by **Renova Comercializadora** on February 7, 2014, and won by **Cemig GT**.

Under the agreement **Cemig** will acquire 50% of the voting and total stock of a corporation to be created by Renova, which will hold all contracts related to the Project (‘the Acquisition’).

The value of the acquisition will be a maximum of R\$ 113,450,409.32 (one hundred thirteen million four hundred fifty thousand four hundred and nine Reais and thirty two centavos). The amount refers to 50% of the amounts of the advances on contracts already signed by Renova, with monetary updating by the CDI rate (the Brazilian Interbank CD rate) from the date of disbursement by Renova up to the date of payment by Cemig.

From the date of the Acquisition, **Cemig** and **Renova** will share the future investment in the Project in the proportion of their equity ownership in the company.

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

Belo Horizonte, July 17, 2014

Luiz Fernando Rolla  
Chief Finance and Investor Relations Officer