

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY

CNPJ 17.155.730/0001-64 – NIRE 31300040127

BOARD OF DIRECTORS

SUMMARY OF MINUTES OF THE 574TH MEETING

Date, time and place: August 8, 2013 at 10 a.m. at the company's head office.

Meeting Committee: Chairs: Dorothea Fonseca Furquim Werneck; Djalma Bastos de Moraes;
Secretary: Anamaria Pugedo Frade Barros.

Summary of proceedings:

I Conflict of interest:

The Chair asked the Board Members present whether any of them had conflict of interest in relation to the matters on the agenda of this meeting, and all stated there was no such conflict of interest, except the Board Members:

Dorothea Fonseca Furquim Werneck, Marco Antonio Rodrigues da Cunha, and Paulo Sérgio Machado Ribeiro,

– who stated conflict of interest in relation to the assignment of employees to INDI;

Dorothea Fonseca Furquim Werneck, Marco Antonio Rodrigues da Cunha,
Adriano Magalhães Chaves and Paulo Sérgio Machado Ribeiro,

– who stated that they had conflict of interest in relation to:

- signature of a Letter of Intent and amendment with the Minas Gerais State Economic Development Department (SEDE), the State's Finance Department (SEF), its Development Bank (BDMG), the Minas Gerais State Integrated Development Institute (INDI) and Guanhões Energia S.A.;
- signature of a mutual cooperation working agreement with Minas Gerais State, through SEMAD; and

Arcângelo Eustáquio Torres Queiroz, Adriano Magalhães Chaves,
Franklin Moreira Gonçalves and Lauro Sérgio Vasconcelos David

– who stated that they had conflict of interest in relation to the collective agreement for profit sharing.

These Board Members withdrew from the meeting room at the time of discussion and voting on this matter, returning to proceed with the meeting after the vote on the matter had been taken.

II The Board approved:

- a) The proposal, by the board member Lauro Sérgio Vasconcelos David, that the members of the Board of Directors should authorize their Chair to call an Extraordinary General Meeting of Stockholders to be held on September 9, 2013 at 11 a.m., and that in the absence of a quorum she should be authorized to make second convocation, within the legal period, for decision on:
 - Orientation of vote of the representative of Cemig in the Extraordinary General Meeting of Stockholders of Cemig GT referred to in item V below.

- b) The proposal, by the board member Lauro Sérgio Vasconcelos David, that the members of the Board of Directors should authorize their Chair to call an Extraordinary General Meeting of Stockholders to be held on a date to be decided by the Executive Board; and that in the absence of a quorum she should be authorized to make second convocation, within the legal period, for decision on:
 - Orientation of the vote of the representative of Cemig in the Extraordinary General Meeting of Stockholders of Cemig GT, in relation to the Jequitibá II Project.
- c) Orientation of vote in favor of the agenda by the representatives of Cemig GT in the meeting of the Board of Directors of Taesa that decides on:
 - Ratification of the Binding Proposal made by Empresa Amazonense de Transmissão de Energia S.A. – EATE; and
 - authorization for acquisition, by EATE, of a stockholding interest.
- d) The minutes of this meeting.

III The Board authorized:

- a) Signature, conditional on actual transfer to the Company of the equity interest held by Cemig GT in Taesa, of:
 - the *Term of Assignment of Rights and Obligations and Adhesion to the Stockholders' Agreement of Taesa*, signed by the Company with Cemig GT, with Fundo de Investimento em Participações Coliseu, Taesa and Santander Participações S.A. as consenting parties, to formalize the assignment by Cemig GT to the Company of all the rights and obligations specified in the said Stockholders' Agreement, with the Company accepting and unconditionally adhering to all the terms and conditions in that instrument, as amended, including the arbitration clause, and undertaking to comply with and obey that agreement as if it were one of its original signatories, and Cemig GT being jointly liable for all the obligations therein established; and
 - the *Term of Assignment of Rights and Obligations of the Commitment Undertaking*, signed with Cemig GT, and having Fundo de Investimento em Participações Coliseu and Taesa as consenting parties, to formalize the assignment by Cemig GT to the Company of all the rights and obligations referred to in the said Commitment Undertaking, with the Company accepting and unconditionally adhering to all the terms and conditions in that instrument, as amended, undertaking to comply with it and obey it as if it were one of its original signatories, and Cemig GT being jointly liable for all the obligations therein established;
 - the signature of these documents to be conditional upon actual transfer to Cemig, in Taesa's Share Registry system, of the said shares owned by Taesa.
- b) Renewal of the 2013–4 Specific Collective Profit Sharing Agreement, with the benefits which will be established by it, within the annual financial limit to be oriented by the Human Resources Committee, for Cemig, Cemig D and Cemig GT, jointly.
- c) Filing of legal actions related and inherent to the process of negotiation of the Agreement referred to in sub-clause 'b' of this item and any such developments from it as are necessary for preservation of the Company's interests.
- d) Signature with INDI of a Working Agreement for Assignment of Employees, for assignment of employees of this Company to that Institute, to be in effect for twelve

months, able to be extended, by amendment, such that the maximum total period may be up to sixty months.

- e) Signature of the First Amendment to the Letter of Intent referred to in Item VII, which shall:
- change its preamble, altering the name of Cemig D to Cemig, and the timetable of implementation of the Small Hydro Plants (PCHs) to the end of 2014;
 - include the Minas Gerais State Planning and Management Department (Seplag) as signatory to the Letter of Intent;
 - exclude Clause Twelve (which is in Section IV, Final Provisions), the subsequent clauses being re-numbered;
 - establish commitment by the State of Minas Gerais to allocate funds from two projects – Structuring Project 040 (Competitive Investment to Strengthen and Diversify the Economy of Minas Gerais); and Strategic Project 4629 (Promotion, Attraction and Retention of Investment) – for works of extension of the 138kV Distribution System from the existing Guanhões 2 Substation to the new 138kV Jacaré Substation; and
 - include: installation of a new connection span from the Guanhões 2 Substation; construction of the distribution line from the Guanhões 2 Substation to the 138kV Jacaré Substation, with length of approximately 25 km; and construction of the 138kV Jacaré Substation.
- f) Signature, as guarantor, of the Corporate Guarantee Letter, with *Ventos Potiguarés Comercializadora de Energia S.A.* and Cemig GT, up to the limit of an amount sufficient to settle two months of billing under the Contract to Purchase Incentive-bearing Electricity, in the period August 8, 2013 to December 31, 2014.
- g) Signature with *MDU Resources Luxembourg II-LLC, S.À.R.L.* ('MDU Lux'), of
- a Term of Agreement for Banco Bradesco S.A. to lift the block on access in the Information System of the Brazilian Central Bank, to allow MDU Lux to make adjustments to the Electronic Declarations (RDEs) of Foreign Direct Investment (FDI) in relation to the operation to acquire shares in *Empresa Norte de Transmissão de Energia S.A.*, *Empresa Regional de Transmissão de Energia S.A.* and *Empresa Catarinense de Transmissão de Energia S.A.*, through temporary suspension of the registry of settlement of currency exchange contracts, which, after the due rectification of acts carried out subsequently by MDU Lux, will be re-inserted, in their original terms, as provided for in the Transaction Closing Documents; and
 - a Guarantee Document, with MDU Lux, through its parent company, Centennial Energy Holdings, Inc., under which the latter undertakes to be responsible for any demand, losses or fines/penalty payments that may arise from the implementation of the adjustments referred to above.
- h) Holding by Cemig GT of an equity interest in Chipley SP Participações S.A. (Chipley), with 40% of the voting and total stock of that Company.
- i) Holding by Cemig GT of an equity interest in Renova Energia S.A. (Renova), through subscription of eighty seven million one hundred eighty six thousand thirty five common shares issued by Renova;
- j) Signature of the Term of Assignment, by Cemig GT to Chipley, of the share purchase agreement signed with Petrobras, the object of which is purchase of 49% of the voting stock and 42.32% of the total capital of Brasil PCH S.A. (Brasil PCH), with Cemig, Renova and Renovapar S.A. (Renovapar) as consenting parties.

- k) Signature of the Counter-guarantee Agreement between Cemig, Renova and Renovapar, with Cemig GT and Chipley as consenting parties, to govern the transfer to Cemig, or to any party indicated by Cemig, of all the shares issued by Chipley and all the shares in Chipley owned by Renova and Renovapar, in the event that Cemig is obliged to make the payment for the shares of Brasil PCH.

IV The Board ratified the assignment of employees of Cemig to INDI since November 1, 2012.

V The Board submitted to the Extraordinary General Meeting of Stockholders (of Cemig) a proposal to orient the representative of Cemig in the Extraordinary General Meeting of Stockholders of Cemig GT to vote in favor of:

- a) Ratification of the appointment of the accounting technical experts who prepared the Valuation Opinion on the Investment in Taesa, registered in the accounts of Cemig GT.
- b) Approval of the said Valuation Opinion, recognized by the equity method, to be adjusted in accordance with the results of Taesa up to the actual date of transfer.
- c) Reduction of the share capital of Cemig GT to nine hundred sixty three million three hundred seventy one thousand seven hundred eleven Reais and eighty centavos, and consequent alteration of the head paragraph of Article 5 of the by-laws of Cemig GT – the final value of the reduction of the share capital to be adjusted in accordance with the results of Taesa up to the actual date of transfer, thus affecting the value of the share capital that will appear in the head paragraph of Article 5 of the by-laws of Cemig GT.

VI The Board gave the following orientations:

- a) That the representatives of Cemig should abstain from voting in the meetings of the Board of Directors or General Meetings of Stockholders of Light S.A., Light Energia S.A. and Parati S.A. that deal with signature of the documents of the transaction.
- b) Vote in favor, by the representatives of the Company in the meeting of the Board of Directors of Light S.A. that decides on orientation of vote of the representatives of that company in the General Meeting of Stockholders of Itaocara Energia Ltda., that decides on the rescission of Concession Contract N° 012/2001.

VII The Board ratified:

- a) Signature of a Letter of Intent, between the State of Minas Gerais, SEDE, SEF, BDMG, INDI, Cemig and Guanhões Energia S.A., to ensure full implementation of the plans of Guanhões Energia for construction of the four Small Hydroelectric Plants *Dores do Guanhões*, *Senhora do Porto*, *Jacaré* and *Fortuna II*, all with completion planned for 2011.
- b) Signature of the mutual cooperation working agreement with the State of Minas Gerais, through the State's Environment and Sustainable Development Department (Semad), for assignment of an electricity to that Department, for the period August 1, 2013 to July 31, 2015, able to be extended for an equal period.
- c) Appointment of Mr. João Bosco Papaléo Paes and Mr. Mário Assad, as sitting members, and Mr. Leonardo Maurício Colombini Lima, as substitute member, of the Board of Directors of Gasmig, to serve for the period beginning at the AGM/EGM of April 27, 2012.
- d) Appointment of the chief officer José Carlos de Mattos to serve, concurrently and without remuneration, as a substitute member of the Board of Directors of Gasmig, to complete the period of office begun with the AGM/EGM of April 27, 2012.

- e) Vote in favor by the representatives of Cemig in the Extraordinary General Meeting of Stockholders of Gasmig held on July 11, 2013, which elected the Chief Officer José Carlos de Mattos as substitute member of the Board of Directors of Gasmig.
- f) Orientation of vote, in favor of the agenda, at the meeting of the Board of Directors of Light that oriented vote in favor, at the meeting of the Board of Directors of Renova, held on July 18, 2013, that decided on the acquisition of Chipley.

VIII Waiver of right: The Board waived such right of acquisition of the equity interest owned by Orteng in Transleste as arises from non-exercise of the right of first refusal conferred upon Transminas Holding S.A. by the Stockholders' agreement in effect for Transleste.

IX Withdrawn from the agenda: The matter relating to contracting of group life insurance was withdrawn from the agenda.

X Comment: The following spoke on subjects and business of interest to the Company:

The Chair;		
Board members:	Arcângelo Eustáquio Torres Queiroz,	Djalma Bastos de Moraes; Eduardo Borges de Andrade
Chief Officers:	Fernando Henrique Schüffner Neto,	Luiz Fernando Rolla;

The following were present:

Board members:	Dorothea Fonseca Furquim Werneck, Djalma Bastos de Moraes, Arcângelo Eustáquio Torres Queiroz, Eduardo Borges de Andrade, Guy Maria Villela Paschoal, João Camilo Penna, Joaquim Francisco de Castro Neto, Paulo Roberto Reckziegel Guedes, Tadeu Barreto Guimarães, Wando Pereira Borges,	Bruno Magalhães Menicucci, José Augusto Gomes Campos, Luiz Augusto de Barros, Adriano Magalhães Chaves, Christiano Miguel Moysés, Franklin Moreira Gonçalves, Lauro Sérgio Vasconcelos David, Marco Antonio Rodrigues da Cunha, Paulo Sérgio Machado Ribeiro, Tarcísio Augusto Carneiro;
Member of the Audit Board:	Bruno Gonçalves Siqueira;	
Chief Officers:	Fernando Henrique Schüffner Neto,	Luiz Fernando Rolla;
Secretary:	Anamaria Pugedo Frade Barros.	

Signed by:) Anamaria Pugedo Frade Barros.

Registered at:

Commercial Board of the State of Minas Gerais
I certify registry on: July 31, 2014
Under the number: 5346984
Filing Receipt number: 14/529.649-1
Marinely de Paula Bomfim
General Secretary