

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY

CNPJ 17.155.730/0001-64 – NIRE 31300040127

BOARD OF DIRECTORS

SUMMARY OF MINUTES OF THE 578TH MEETING

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

Meeting Committee: Chair: Dorothea Fonseca Furquim Werneck;
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, Adriano Magalhães Chaves and Paulo Sérgio Machado Ribeiro,

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

- signature of a Letter of Intent with Minas Gerais State, its Economic Development Department (Sede), Finance Department (Sef) and Development Institute (Indi), and Six Semicondutores S.A.;
- signature of an amendment to a works and services contract with Minas Gerais State, through Sede;
- signature of a contract with Six Semicondutores S.A. for distribution network and infrastructure works with provision of funding from Minas Gerais State.

These 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) Alteration of Clause 2 of the Internal Regulations of the Board of Directors.
- b) The guidelines for preparation of the Five-Year Plan for 2014–2018 and the 2014 Budget.
- b) The minutes of this meeting.

III The Board authorized:

- a) The periodic declaration by the Executive Board of Interest on Equity, subject to the upper limit allowed by the legislation, of five hundred thirty three million one hundred forty nine thousand Reais – the Executive Board to decide the amount to be declared, subject to this limit, the date of declaration, and the places and processes of payment; and to impute the amount declared against the minimum obligatory dividend.
- b) Opening of joint Administrative Tender Proceedings, with the participation of Cemig, Cemig D, Cemig GT and Efficientia S.A. (provided that there is specific authorization for this from each of these participants), and subsequent contracting of two advertising agencies, to provide advertising services, to carry out the activities specified in the head paragraph and in sub-paragraph 1 of Article 2 of Clause 2 of Law 12232/2010, through different instruments for each one of these companies, for a period of 12 months, able to be extended, by amendment, up to a maximum limit of thirty six months.
- c) Signature of the Second Amendment to the Letter of Intent, with the State of Minas Gerais, Sede, Sef, Indi and Six Semicondutores S.A., to take the place of Cemig D in that Letter of Intent, and to validate all acts practiced since March 19, 2012, in view of the fact that the electricity infrastructure works are the responsibility of the Company, and to change the drafting of Clause Twelve of that Letter of Intent, due to the change in the scope of the electricity infrastructure works, at the request of Six, for the purpose of (a) reducing the deadlines for their execution and (b) improvement in the quality of electricity, the amount previously budgeted being maintained.
- d) Signature of the First Amendment to the Contract for Direct or Indirect Execution of Works, and Provisions of Services, with the State of Minas Gerais, through Sede, to:
 - change the drafting of the preamble to include Mr. Ricardo José Charbel, Chief Distribution and Sales Officer, as representative of the Company;
 - include the specification of the electricity infrastructure works destined for the beneficiary Biommm S.A. and eliminate the item with specification of electricity infrastructure works destined for the beneficiary Siemens Ltda.,
 - change the total amount of the said Contract;
 - include the electricity infrastructure works destined for the beneficiary Biommm S.A.;
 - and change the drafting of Appendix I to the Contract, to:
 - change the Basic Plan of the electricity infrastructure works destined for the beneficiary Six Semicondutores S.A., and include the Basic Plan of the work destined for the beneficiary Biommm S.A.
- e) Signature, with Six Semicondutores S.A., of the Contract for Execution of Electricity Distribution Network and Electricity Infrastructure Works, with Supply of Funding, for execution of works specified in the Contract for direct or indirect execution of works, and provisions of services, extension of the distribution system by distribution line sectioning, construction of a distribution line and a substation, installation of a substation, and supply to Six, by Cemig, of funding from the State of Minas Gerais, arising from legal instruments entered into, to be in effect until conclusion of the works.

- f) Signature of Partnership Undertakings with Cemig D, Cemig GT and the Municipal Council for the Rights of Children and Adolescents participating in the AI6% Program, for payment of the donations raised from the employees of Cemig, Cemig D and Cemig GT and part of 1% of the income tax payable by these companies, for application in programs and projects developed in the ambit of the municipality, to be in effect until August 31, 2014.
- g) Constitution, by Cemig GT, by public deed, of a wholly-owned subsidiary named **Cemig Transmissão S.A. – Cemig T**, the objects of which shall be:
- (i) to study, plan, design, build and commercially operate systems of Transmission and related services, for which concessions are at any time granted to it, or to companies under its stockholding control, by any form of law;
 - (ii) to provide consultancy services within its field of operation to companies in and outside Brazil; and
 - (iii) to carry out activities directly or indirectly related to its corporate objects,
- said company to be constituted with initial share capital of one thousand Reais, represented by one thousand nominal common voting shares without par value – and subscription of one thousand common shares initially issued, for one Real each, which shall be fully paid up by an initial bank deposit in this amount.

IV The Board oriented vote by the representatives of the Company, in favor of the agenda, in:

- a) the meeting of the Board of Directors of Cemig GT that decides on signature, by Cemig GT and Itaocara Energia Ltda., of the First Amendment to the Contract to Constitute the UHE Itaocara Consortium;
- b) 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 Extraordinary General Meeting of Stockholders of Itaocara Energia Ltda. that deals with signature of the First Amendment referred to in Subclause ‘a’ of this item; and
- c) the meeting of the Board of Directors of Cemig GT that decides on the constitution of Cemig T.

V The Board ratified the vote in favor, by the representative of the Company in the meeting of the Board of Directors of Cemig GT of August 8, 2013, that decided on

- rescission of Concession Contract N° 012/2001; and
- maintenance of the UHE Itaocara Consortium after rescission of that Concession Contract, its ownership continuing to be held 51% by Itaocara Energia Ltda. and 49% by Cemig GT.

VI The Board re-ratified Board Spending Decision (CRCA) 093/2012, to change the text of the object to reflect the tender proceedings for:

- execution of works directly or indirectly by Cemig, in accordance with Paragraph 1 of Article 25 of Law 8987/1995,

– and provision of services of management of the contract and of the electricity infrastructure works, particularly in the area of distribution and transmission,

for the purpose of meeting the commitments of the government of Minas Gerais State to companies that are signatories to Letters of Intent for Investments, the other provisions of that CRCA remaining unchanged.

VII Withdrawn from the agenda: The matter of signature of an amendment a rental contract for the Aureliano Chaves Building was withdrawn from the agenda.

VIII Comments: The Chief Officer Luiz Fernando Rolla made comments on subjects of interest to the Company.

The following were present:

Board members:	Dorothea Fonseca Furquim Werneck, Djalma Bastos de Morais, Arcângelo Eustáquio Torres Queiroz, Eduardo Borges de Andrade, Guy Maria Villela Paschoal, João Camilo Penna, Joaquim Francisco de Castro Neto, Paulo Roberto Reckziegel Guedes, Saulo Alves Pereira Junior, Tadeu Barreto Guimarães,	Wando Pereira Borges, Bruno Magalhães Menicucci, Luiz Augusto de Barros, Newton Brandão Ferraz Ramos, Adriano Magalhães Chaves, Christiano Miguel Moysés, Franklin Moreira Gonçalves, José Augusto Gomes Campos, Lauro Sérgio Vasconcelos David, Paulo Sérgio Machado Ribeiro, Tarcísio Augusto Carneiro;
Audit Board:	Bruno Gonçalves Siqueira;	
Chief Officers:	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: August 5, 2014

Under the number: 5349472

Filing Receipt number: 14/537.717-2

Marinely de Paula Bomfim

General Secretary