

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Entry of Cemig GT into the controlling block of Renova completed

In accordance with CVM Instruction 358 of January 3, 2002 as amended, and complementing its Material Announcements of August 8, 2013 and September 29, 2014, **Cemig** (*Companhia Energética de Minas Gerais*), a listed company with securities traded on the stock exchanges of São Paulo, New York and Madrid, **hereby informs** the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (BM&F Bovespa S.A.) and the market in general, **as follows**:

Following expiry of the legal periods for exercise by other stockholders in Renova Energia S.A. (“**Renova**”) of rights of first refusal and subscription of the shares that remained unsubscribed, the Board of Directors of Renova has homologated the increase of its capital, comprising:

- Issuance of 87,196,901 nominal common shares without par value, at the issue price of R\$ 17,7789 per share, of which 87,186,035 are the property of Cemig GT.

Following this completion of the capital increase, Cemig GT’s equity interest in Renova is now 27.37% of the total stock and 36.62% of the voting stock.

Belo Horizonte, October 28, 2014

Luiz Fernando Rolla
Chief Finance and Investor Relations Officer