

# COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

## MARKET ANNOUNCEMENT

### São Simão Hydro Plant: Interim injunction given in court action

In accordance with CVM Instruction 358 of January 3, 2002, as amended, **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:

On Wednesday this week (Dec.17, 2014), Cemig's wholly-owned subsidiary *Cemig Geração e Transmissão S.A.* ("**Cemig GT**") was granted an interim injunction by Brazil's Higher Appeal Court (STJ) in its application submitted Monday (Dec. 15, 2014) to that Court for an order to annul the decision of the Mining and Energy Ministry (MME) which had refused Cemig GT's request for extension of the term of its concession to operate the *São Simão* Hydroelectric Plant, as per its Concession Contract N°. 007/1997.

Reporting Justice Mauro Campbell gave this interim remedy enabling Cemig GT to remain in control of the plant until conclusion of judgment in the Company's application for an order of mandamus in relation to the *Jaguara* generation plant, in which it is arguing its right to extension of the period of its concession for that plant.

In his judgment, Justice Campbell also stated that he will re-examine the application made by Cemig GT if the judgment on the *Jaguara* Plant is not finalized by 45 days after the start of judgment sessions of the First Section of the Court in the year 2015, without any other condition.

Publication of the judgment is expected on December 19, 2014.

Please note that this decision is a preliminary judgment, and is not a decision on the merits of the action. The Higher Appeal Court will consider the merits of the action at a later date.

We reiterate our commitment to seek fair price for services to the consumer, with service quality and sustainability in the use of natural and human resources, to ensure that future generations can enjoy the resulting benefits.

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

Belo Horizonte, December 18, 2014.

Luiz Fernando Rolla  
Chief Finance and Investor Relations Officer