

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

Sale of telecom assets completed, for R\$ 654mn

Complementing information given in the Material Announcement published on August 24, 2018, and in compliance with CVM Instruction 358 of January 3, 2002 as amended, **Cemig** (*Companhia Energética de Minas Gerais*, listed in São Paulo, New York and Madrid), **hereby reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (B3) and the market **as follows**:

Following compliance with the suspensive conditions, including approval by the Brazilian Monopolies authority CADE, Cemig has today concluded all the sale transactions specified in its Tender N° 500-Y12121.

The total amount realized by the Company in these sales is R\$ 654,461,305.42 (six hundred fifty four million four hundred sixty one thousand three hundred five Reais and forty two centavos), as follows:

- (i) R\$ 575,906,163.74 (five hundred seventy five million nine hundred six thousand one hundred sixty three Reais seventy and four centavos), received from American Tower do Brasil – Comunicação Multimídia Ltda., previously named American Tower do Brasil – Internet das Coisas Ltda., winning bidder for Lot 1 of the tender; and
- (ii) R\$ 78,555,141.68 (seventy eight million five hundred fifty five thousand one hundred forty one Reais and sixty eight centavos), received from Algar Soluções em TIC S.A., winning bidder for Lot 2 of the tender.

Belo Horizonte, November 1, 2018

Maurício Fernandes Leonardo Júnior
Chief Finance and Investor Relations Officer