

# COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

## MATERIAL ANNOUNCEMENT

### Cemig exercises first refusal right to stake in Centroeste

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**:

Cemig has today written to **Eletrobras** (Centrais Elétricas Brasileiras S.A.) stating its interest in exercising its first refusal right to acquire the interest held by Eletrobras in **Companhia Transmission Centroeste de Minas Gerais S.A. (Centroeste)**, which constituted Lot P of Eletrobras Auction 01/2018, held on September 27, 2018.

As officially reported by Eletrobras (on October 22, 2018), the winning bid was for the amount of R\$ 43,169,452.69 (forty three million one hundred sixty nine thousand four hundred fifty two Reais sixty nine centavos), in currency of December 31, 2017.

The first refusal right will be exercised on the same terms as contained in the Auction Announcement. The amount stated above will be adjusted by the accumulated variation in the Selic rate over the period from the reference date to the closing date of this transaction, less dividends and/or Interest on Equity paid or declared in favor of Eletrobras in the period.

Cemig further notes that this transaction is not out of harmony with its current disinvestment strategy, since the transaction represents a one-off opportunity for Cemig to invest in its core business, on terms that are advantageous for increasing its consolidated net profit.

Belo Horizonte, December 20, 2018.

Maurício Fernandes Leonardo Júnior  
Chief Finance and Investor Relations Officer