

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

MATERIAL ANNOUNCEMENT

TAESA – Acquisition of lots in Eletrobras Auction 01/2018 completed

Cemig (Companhia Energética de Minas Gerais, listed and traded in São Paulo, New York and Madrid), in accordance with CVM Instruction 358 of Jan. 3, 2002 as amended, **hereby reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (B3) and the market **as follows**:

Cemig's affiliated company **Transmissora Aliança de Energia Elétrica S.A.** ('Taesa') has today published the following Material Announcement:

*“Transmissora Aliança de Energia Elétrica S.A. (B3: TAEE11) ('Taesa') based on CVM Instruction 358/02 as amended, hereby **informs** its stockholders, and the market as follows:*

In continuation of the reports given in the

- Material Announcements published September 27, October 4 and November 26, 2018 and January 15 and April 29, 2019, and in the*
- Market Notices of January 25, February 13, March 14, 18 and 25, April 12 and May 13 of 2019, referring to the acquisition of certain lots that were the subject of Eletrobras Auction 01/2018,*

Taesa has today concluded the following acquisitions:

- (i) 49.7115% of the shares of Brasnorte Transmissora de Energia S.A. ('Brasnorte'),
– for total payment of R\$ 75,622,181.62; and*
- (ii) 24.50% of the shares of Companhia Transirapé de Transmissão ('Transirapé'),
24.00% of the shares of Companhia Transleste de Transmissão S.A. ('Transleste'),
and 25.00% of the shares of Companhia Transudeste de Transmissão ('Transudeste')
(jointly, 'the Transmineiras Companies'),
– for total payment of R\$ 77,507,577.85,*

on the terms stated in the related share purchase agreements, all the conditions precedent applicable to these acquisitions having been met.

With completion of this transaction Taesa, previously holder of 38.6645% of the shares in Brasnorte, now owns 88.376% of the total stock of Brasnorte; and directly and indirectly holds, in aggregate, 54% of Transirapé, Transleste and Transudeste. It previously held, in aggregate of direct and indirect holdings, 29.50% of Transirapé, 30.00% of Transleste and 29.00% of Transudeste.

Taesa will consolidate the results of Brasnorte in its financial statements, as specified in the stockholders' agreement. The profit of the Transmineiras companies will continue to be accounted in the equity income line (Share of profit (loss) in non-consolidated investees, net) of Taesa. ”

Belo Horizonte, May 31, 2019

Maurício Fernandes Leonardo Júnior
Chief Finance and Investor Relations Officer