

**ANNOUNCEMENT OF CLOSING OF
PUBLIC DISTRIBUTION OF
COMMERCIAL PROMISSORY NOTES**

This advertisement is for information purposes only and is not an offer of sale of securities.

Lead Manager



BB Investimentos hereby gives notice of the placement and subscription, on the Issue Date, July 26, 2006, of 30 (thirty) Commercial Promissory Notes, each with nominal unit value of R\$ 10,000,000.00 (ten million Reais), of the 1st issue (“the Issue”) by:



CEMIG DISTRIBUIÇÃO S.A.
CNPJ n.º 06.981.180/0001-16
Av. Barbacena 1200, 17th Floor, A1 Wing, Bairro Santo Agostinho
Belo Horizonte, Minas Gerais, Brazil

ISIN: BRCMGDNPM001

– resulting in a total placement of:

R\$ 300,000,000.00

The Issue was approved by the Board of Directors of the Issuer held on June 29, 2006.

Types of investors acquiring the Promissory Notes	Investors acquiring the Promissory Notes	Number of Notes acquired
Individuals	-	-
Investment clubs	-	-
Investment funds	-	-
Private pension plan entities	-	-
Insurance companies	-	-
Non-Brazilian investors	-	-
Intermediary institutions participating in the	1	30

distribution consortium		
Financial Institutions related to the Issuer or to any manager of the public distribution	-	-
Other financial institutions	-	-
Other legal entities related to the Issuer or to any manager of the public distribution	-	-
Other legal entities	-	-
Partners or managers of, or attorneys-in-fact for, or other parties related to, the Issuer or any manager of the public distribution	-	-
Total	1	30

The Issue was registered with the CVM (Brazilian Securities Commission – *Comissão de Valores Mobiliários*) under number CVM/SRE/RNP/2006/003, on July 21, 2006.

MANDATED BANK AND CUSTODIAN

Banco do Brasil S.A.
Rua Lélio Gama, 105, 38th floor, Centro
Rio de Janeiro
CNPJ/MF n.º 00.000.000/0001-91



This public offering was prepared in accordance with the Self-Regulation Code of Anbid for Public Offerings for Distribution and Acquisition of Securities, approved by a General Assembly of Anbid, and which is an integral part of the Minutes registered with the Fourth Notary's Office for Registry of Legal Entities of the City of São Paulo, São Paulo State, under number 510718, and this present Public Offering thus meets the minimum standards of information contained in the code, and Anbid shall not have any responsibility for the said information, nor for the quality of the Issuer, the Offering Parties, the participating institutions or the Securities that are the subject of the Public Offering.