

## **CEMIG DISTRIBUIÇÃO S.A.**

LISTED COMPANY  
CNPJ 06.981.180/0001-16  
NIRE 31300020568

### **MARKET ANNOUNCEMENT**

#### **Cemig issues R\$ 100 million in 1-year Promissory Notes**

**Cemig Distribuição S.A** (“**Cemig D**”), a company registered with the Brazilian Securities Commission (CVM), subsidiary of Companhia Energética de Minas Gerais – Cemig (“**Cemig**”), hereby publicly informs the CVM, the BM&FBovespa (São Paulo Stock, Commodities and Futures Exchange), and the market in general – in accordance with CVM Instruction 358 of January 3, 2002, as amended – as follows:

On December 28, 2011 **Cemig D** placed its fourth **issue of commercial promissory notes**, for public distribution, with restricted placement efforts and firm guarantee of subscription, in accordance with CVM Instruction 476 of January 16, 2009, as amended, in the total amount of R\$ 100,000,000.00 (**one hundred million Reais**) (“**the Offering**”).

Eight (8) commercial promissory notes were issued, with nominal unit value of R\$ 12,500,000.00 (twelve thousand five hundred Reais) (“**the Notes**”), with maturity on December 22, 2012.

The nominal unit value of the Notes will not be updated.

The Notes will be remunerated by interest corresponding to 106% (one hundred and six per cent) of the DI rate, calculated and published daily by *Cetip S.A. – Mercados Organizados*, in the Daily Bulletin published on its web site (<http://www.cetip.com.br>).

The Notes carry the guarantee of **Cemig**.

The Issue was approved by the meeting of the Board of Directors of December 6, 2011.

The funds raised by the Offering will be used to strengthen working capital.

The lead manager of the Offering was BB – Banco De Investimento S.A.

Belo Horizonte, December 29, 2011,

Maria Celeste Morais Guimarães  
Acting Chief Finance and Investor Relations Officer.