

CEMIG DISTRIBUIÇÃO S.A.
LISTED COMPANY
CNPJ 06981.180/0001-16 – NIRE 31300020568

MARKET ANNOUNCEMENT

Change of External Auditors

Cemig Distribuição S.A. (“**The Company**”), a listed subsidiary of **Cemig** (*Companhia Energética de Minas Gerais – Cemig*), hereby publicly informs the Brazilian Securities Commission (CVM), BM&FBOVESPA S.A (the São Paulo Stock, Commodities and Futures Exchange), and the market in general – in accordance with CVM Instruction 308/99, as amended – as follows:

The Company has contracted Deloitte Touche Tohmatsu Auditores Independentes (“Deloitte”) for the external auditing of Cemig D, replacing KPMG Auditores Independentes (“KPMG”). Deloitte’s activity will begin with the review of the Quarterly Information (“ITRs”) reporting for the second quarter of 2012.

The appointment is to comply with the requirement in Clause 31 of CVM Instruction 308/99, under which the auditors must be changed every five years.

The Company has obtained the consent of KPMG in relation to the justification for the change.

Belo Horizonte, July 10, 2012.

Arlindo Porto Neto

Acting Chief Finance and Investor Relations Officer