

CEMIG DISTRIBUIÇÃO S.A.

LISTED COMPANY
CNPJ 06.981.180/0001-16
NIRE 31300020568

MARKET ANNOUNCEMENT

CONCESSION CONTRACT RENEWAL APPLICATIONS

Cemig Distribuição S.A. (“The Company”), a listed company, subsidiary of Companhia Energética de Minas Gerais – Cemig (“**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 358/2002 – **as follows:**

The Company has submitted statement of interest in extension of its Concession Contracts, to the Brazilian electricity regulator, Aneel, in accordance with the terms of Provisional Measure 579 of September 11, 2012, and Decree 7805 of September 14, 2012, without prejudice to any of its rights under the Conversion Law, as approved by the Board of Directors in a meeting held on today’s date.

Renewal of the following concession contracts was requested:

1. The public electricity distribution service that is the subject of concessions for the municipalities and districts listed in **Appendix I**, regulated by the following **distribution concession contracts: CEMIG North, N° 002/97; CEMIG South, N° 003/97; CEMIG East, N° 004/97; and CEMIG West, N° 005/97**, all of July 10, 1997 in accordance with DNAEE Ministerial Order 130 of April 17, 1997, published in the federal Official Gazette of April 22, 1997 and extended by Ministerial Order 125 of April 17, 1997 of the Mining and Energy Ministry, published in the federal Official Gazette on April 22, 1997.

Belo Horizonte, October 15, 2012

Luiz Fernando Rolla
Chief Finance and Investor Relations Officer