

## CEMIG GERAÇÃO E TRANSMISSÃO S.A.

LISTED COMPANY CNPJ 06.981.176/0001-58 NIRE 31300020550

## MARKET ANNOUNCEMENT

## CONCESSION CONTRACT RENEWAL APPLICATIONS

**Cemig Geração e Transmissão 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. Electricity generation service, for the following **generating plants**, contained in Concession Contract N° 007/97 CEMIG Geração, with provisos relating to the price of electricity, residual value of assets and operational conditions.
  - a. Três Marias Hydroelectric Plant,
  - b. Volta Grande Hydroelectric Plant,
  - c. Salto Grande hydroelectric plant,
  - d. Itutinga Hydroelectric Plant,
  - e. Camargos Hydroelectric Plant,
  - f. Piau Small Hydro Plant,
- g. Gafanhoto Small Hydro Plant,
- h. Peti Small Hydro Plant,
- i. Tronqueiras Small Hydro Plant,
- j. Joasal Small Hydro Plant,
- k. Martins Small Hydro Plant,l. Cajuru Small Hydro Plant,
- m. Paciência Small Hydro Plant,
- n. Marmelos Small Hydro Plant,
- o. Dona Rita Small Hydro Plant,
- p. Sumidouro Small Hydro Plant,
- q. Anil Small Hydro Plant, and
- r. Poquim Small Hydro Plant.
- 2. Public electricity service **transmission concession contract** N° **006/97 CEMIG**, relating to the transmission facilities under its responsibility that are classified as part of the National Grid, under Law 9074/95 and related regulations, with provisos relating to authorized revenue, operational conditions and residual value of the assets.

Belo Horizonte, October 15, 2012

Luiz Fernando Rolla Chief Finance and Investor Relations Officer

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