

COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

LISTED COMPANY – CNPJ 17.155.730/0001-64 – NIRE 31300040127

MATERIAL ANNOUNCEMENT

Renova dealing with further offers after end of Brookfield negotiation

In accordance with CVM Instruction 358 of January 3, 2002 as amended, **Cemig** (*Companhia Energética de Minas Gerais* – listed and traded on the stock exchanges of São Paulo, New York and Madrid), **hereby reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (BM&F Bovespa S.A.) and the market that on today's date its affiliated company **Renova Energia S.A.** published the following **Material Announcement**:

*“ In relation to news reports published today, and in compliance with CVM Instruction 358/2002 as amended, **Renova Energia S.A. (RNEW11)** (‘**Renova**’) reports that after the ending of negotiations with Brookfield Energia Renovável S.A. for sale of the Alto Sertão III Wind Power project, it continues to negotiate a sale of this asset.*

Renova also reports that it has received non-binding offers for acquisition of this asset from several investors, and that these are in the process of due diligence.

No exclusivity has been given to any of the parties interested.

Renova reaffirms its commitment to keep stockholders and the market duly and opportunely informed in accordance with the applicable legislation. ”

Belo Horizonte, July 17, 2018

Maurício Fernandes Leonardo Júnior
Chief Finance and Investor Relations Officer