

# COMPANHIA ENERGÉTICA DE MINAS GERAIS – CEMIG

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

## MATERIAL ANNOUNCEMENT

### Acquisition of Sete Lagoas Transmissora de Energia S.A. (SLTE)

**Cemig** (*Companhia Energética de Minas Gerais*, listed in São Paulo, New York and Madrid), in compliance with CVM Instruction 358 of January 3, 2002 as amended, hereby **reports** to the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (B3) and the market:

On today's date Cemig signed a Share Purchase Agreement with **Cobra Brasil Serviços, Comunicações e Energia S.A.** and **Cobra Instalaciones y Servicios S.A.**, for acquisition of 100% (one hundred percent) of the equity interest held by those companies in **Sete Lagoas Transmissora de Energia S.A.** ('**SLTE**') ('the Transaction' or 'the Acquisition').

The price of the Acquisition is R\$ 41,367,000, on the base date of December 31, 2020, subject to price adjustment mechanisms specified in the Share Purchase Agreement.

**SLTE** holds the concession, awarded as Lot H in Aneel Transmission Auction 008/2010, for construction and operation of the **Sete Lagoas 4** Substation, in the municipality of Sete Lagoas, Minas Gerais. The concession contract expires in June 2041.

The **Sete Lagoas 4** substation began operation in June 2014, and accesses the National Grid through switching from the *Neves I-Três Marias* Transmission Line (345 kV), owned by Cemig Geração e Transmissão S.A. ('**Cemig GT**'), which already operates the related terminals in this substation.

Completion of the Transaction is subject to compliance with certain conditions precedent specified in the Share Purchase Agreement and commonly required in this type of transaction, including approvals by: (i) the Brazilian electricity regulator, Aneel; (ii) the Brazilian antitrust commission, Cade; and (iii) the Brazilian Development Bank (BNDES).

This Transaction reinforces Cemig's strategy of growth with generation of value, and focus on its core business, within Minas Gerais.

Cemig reiterates its commitment to keep the market timely informed on the subject of this material announcement, in accordance with the applicable legislation and regulations.

Any notices or advice to stockholders or the market related to the Acquisition will be published on the web pages of:

- the CVM ([www.cvm.gov.br](http://www.cvm.gov.br)),
- the São Paulo stock exchange (B3) ([http://www.b3.com.br/pt\\_br/](http://www.b3.com.br/pt_br/))
- and Cemig (<http://ri.cemig.com.br/>).

Belo Horizonte, July 27, 2021

Leonardo George de Magalhães

Chief Finance and Investor Relations Officer