

,NEW BOARD OF DIRECTORS COMES FORWARD

The new members of Cemig's Executive Board of Directors have been presented to the employees and have been received with a demonstration of support and trust.

The newly appointed Management has an expressive participation of representatives of the Company's technical staff. **Page 3**

(IMAGE)

(IMAGE)

First-class Citizen

Hundreds of re-settled people of Irapé are being taught to read and write.

Page 7

(IMAGE)

Monsenhor Paulo county receives a new source of feeding energy.

Page 10

CUSTOMER SERVICES

(IMAGE)
Directors sign contract

Agreement inter-connects centers of operation

Through the Distribution and Commercialization – DDC – and Generation and Transmission – DGT – managements, Cemig signed on December 19th an operative agreement for the inter-connection of System's Operation Center – COS – and Distribution Operation Center – DOC.

The agreement is going to merge the information and allow that COS and COD have access to the same data and run independently the remote controls. It means a faster and better service to the customer.

The inter-connection between both operative centers is part of a pilot project and was being studied since 2000. It became feasible in 2006

(PICTURE)

DDC's and DGT's team

EDITORIAL

A new cycle begins at Cemig together with the new board of directors presented in January. In parallel, *Cemig News* also begins a new stage with a new graphic project, lighter texts and a more attractive diagramming.

The commitment with the reader has been kept. We will continue to bring to everyone information about the Company

by the introduction of a communication protocol, the *Inter-Control Center Communications Protocol – ICCP*. The first installation of the project is sub-station Neves 1 that will have the supervision and operation of 13.8kV transferred for DOC's command.

BENEFITS

According to DCM's director, José Maria de Macedo, this agreement allows a better understanding and a joint-work between both managements: "The main objective is to offer a faster and better quality service to our customer".

José Maria de Macedo adds that the inter-connection brings also other benefits, among them, the practical and faster service to the operational criteria established by Cemig and the increase of the energy supply's and operational safety's quality.

For the then DGT's director, Elmar Santana, this merge is an important and decisive stage in the Company to operate and maintain the system. According to the manager of Supervision and Control of System's Operation – TR/SO -, Luiz Eugênio de Araújo, the agreement will allow greater agility and safety of the systems' operation.

and our actions throughout the whole Estate and Brazil (and why not the whole world?) towards better energy and services.

Keep taking part of our News sending suggestions, criticism and comments. Let's together follow another stage of excellent achievements for the Company.

(CEMIG LOGO)

President: Djalma Bastos de Morais

Planning, Projects and
Constructions: José Carlos de Mattos

Distribution and Commercialization
Director: José Maria de Macedo

Finance, Participations and
Relationships with Investors: Luiz
Fernando Rolla

Enterprise Management Director:
Marco Antonio Rodrigues da Cunha

Generation and Transmission
Director:
Ferando Henrique Schuffner Neto

CEMIG NEWS

Monthly Publishing of CEMIG

Published by Enterprise
Communication Superintendency (EC)

Av. Barbacena, 1200 – 19o. andar
Phone: (31)3299.4949/3299.4087/
3299.4089

Fax: (31)3299.3705

PO BOX: 992 – Belo Horizonte/MG
e-mail: imprensa@cemig.com.br
website: <http://www.cemig.com.br>

Editor in chief:
Luiz Henrique Michalick
Reg. no. 2211 SJPMG

Final Edition:
João Batista Pereira

Editorial Staff:
João Batista Pereira
Carlos Henrique Santiago
Tatiana Rezende
Ana Paula Morais
Karina Castro
Rodrigo Borges
Lydenvan Santos
Rita Miranda

Photos:

Eugênio Paccelli
Ronaldo Guimarães

Graphic Design:

C&T Design – Cláudia Tartágia
Reg. Prof. 3511/MG

Printing and Photolyt:

Formato

Issuing:

21.500 issues

Associated with

(ABERJE LOGO)

Cemig's Mission: To act on the
energy's sector with profitability,
quality and social responsibility.

MANAGEMENT

(PICTURE)

New Board of Directors: cheering on the presentation

Company presents its new board of directors

"We will work according to governor's specific objective".

(PICTURE)

- Djalma Bastos de Moraes
Director-President

(PICTURE)

On January 10th the new Cemig's Top Management was presented to the employees at the headquarter's auditorium that was crowded. The new directors, elected by the Company's Administrative Board, were extensively applauded. President Djalma Bastos de Moraes opened the event and pointed out the fact that the new board of directors has an expressive participation of directors of Cemig's own staff: José Maria de Macedo remains at the Distribution and

Previminas. The former secretary of Agriculture and Cattle-Raising of Minas Gerais, Marco Antonio Rodrigues da Cunha, is the one who replaces Heleni de Mello Fonseca at the Enterprise Management. Marco Antonio used to be also president of Institute of Integrated Development of Minas Gerais – *Indi*.

"I will continue the history of success of the Company".
- Fernando Schuffner
Generation and Transmission Director

(PICTURE)

Changes

According to President Djalma Moraes, an inventory of all boards of directors from which directors are leaving is being made in order to establish soon a new structure in the Company. The creation of the Commercialization Management and the transformation of the Planning, Projects and Constructions Management into Planning and New Business Management is being contemplated. Changes at the Finance, Participations and Relationships with Investors Management are also being in the arrangement.

"I hope to contribute up to the needs and the importance that Cemig not only has for Minas Gerais society, but for the whole country".
- Marco Antonio da Cunha
Business Management Director

(PICTURE)

(PICTURE)

Commercialization Management;

Fernando Henrique Bernardo Alvarenga will take over the Commercialization Management on the place of Elmar de Oliveira Santana; Luiz Fernando Rolla replaces Flávio Decat de Moura at the Finance, Participations Relationships with Investors and Bernardo Afonso Salomão de Alvarenga will take over the Commercialization Management that is still to be created. "It was a praiseworthy attitude of the governor to appoint four elements of the house", believes Djalma Moraes. During the event two new directors Presented themselves. The director of Planning, Projects and Constructions, José Carlos de Mattos, who replaces Celso Ferreira, and who used to be the finance director of Economic Development Company of Minas Gerais – *Codemig* – and director-president of Social Security Foundation of Minas Gerais -

"I wish to contribute with my experience and, of course, follow the governor's orientation, who is an entrepreneur".
- José Maria de Macedo
Distribution and Commercialization Director

(PICTURE)

"We are balancing the forces. We are going to work accordingly to the governor's specific objective that is to aggregate, more and more, value to Cemig through acquisitions and auctions", pointed out the president. He hopes to count on the personal commitment of each one of the directors.

"Being here only increases my responsibility. Cemig has an agreeable, warm and devoting environment".
- Luiz Fernando Rolla
Finance, Participations and Relationships with Investors

(PICTURE)

"We will contribute in the sense of keeping the Company's good results and to exceed the ratios already achieved, allowing therefore the expansion of Cemig having always in mind that my commitment is the one of all board of directors".
- José Carlos de Mattos
Planning, Projects and Constructions Director

Laboratory guarantees the quality of distribution transformers

| | | |
|--|---|--|
| <p>With the purpose of guaranteeing the transformers' quality and reducing costs, the Management of Material Quality and Supplies – MS/QL – has built a laboratory for trials on distribution transformers that will allow to test these equipments in the premises of the Company without the need of constant trips to follow the tests in the factories that usually are in other Estates or countries.</p> <p>With the new laboratory – that is part of the Material Trial Laboratory's Complex – <i>Lemat</i> – located at the Materials Distribution Center – <i>CDM</i> – in Jatobá – Cemig is prepared to fulfill all receiving tests on distribution transformer.</p> | <p>Another advantage is the easiness of performance Backup, allowing a better product control besides the guarantee of the quality of the transformers installed on the Company's electric system.</p> <p>According to <i>MS/QL</i>'s Materials Inspection technician, Paulo Márcio Góis, the project for the conception of this laboratory and the process of equipment acquisition began at about two years ago and the forecast is that it starts working this month.</p> <p>In conformity with <i>MS/QL</i>'s manager, Agnaldo Wagner de Moura Braga, the Company will gain Independence, economy and quality with the new Laboratory. "This initiative will allow a greater agility on the process of inspection</p> | <p>(PICTURE)</p> <p>TC's and TP's for transformer test</p> <p>and improvement on the quality's control of the transformers acquired directly by Cemig and by the private market. Besides, it will collaborate to reduce the costs inherent to the process, fulfilling an old demand of the Company in controlling the quality of this strategic material", believes the manager.</p> |
|--|---|--|

Acquired the new equipment of tension registers

(PICTURE)

Tension Register

| | | |
|--|---|--|
| <p>The Management of Measurement Engineering – <i>RC/ME</i> has acquired 446 new equipment of tension Registers that will be used for tension measurement done by sampling for the National Agency of energy - <i>Aneel</i> – or demanded by customers. R\$560 thousand have been invested on the purchase of the equipment.</p> <p>The measure fulfills <i>Aneel</i>'s resolution 505. Although it is not demanded by the agency, the Electronics Laboratory of Measurement of <i>RC/ME</i> has done the equipment's calibration to</p> | <p>guarantee the measurement's accuracy. The laboratory is part of the Brazilian Calibration Network – <i>RBC</i> – and it is qualified by <i>Inmetro</i>.</p> <p>At present, there are 150 gauges working. 200 of the ones newly purchased started to work in January. the others will start to be used in March. The objective of the measurements is to check the tension level delivered on the consuming units, being, therefore, done at the energy distribution station.</p> | <p>Resolution 505</p> <p><i>Aneel</i>'s resolution 505 of November 26th 2001 is about the dispositions in the establishments of the tension's levels on permanent regime. It establishes the allowed tension's levels, the criteria for its measurement, besides of defining indicators, and the criteria of compensation for services done inadequately, among other definitions.</p> |
|--|---|--|

MODERNIZATION

Nelson Leite

(PICTURE)

signed the contract
City Hall of Betim

Agreement guarantees efficient public lighting in Betim

| | | |
|--|---|--|
| <p>On December 6th, Cemig and the City Hall of Betim signed a contract in order to improve the public lighting of the county. The agreement was settled at the City Hall's Home Office and had the presence of Distribution and Commercialization director – DCM, José Maria de Macedo, and the Center Distribution superintendent – CD, Nelson Fonseca Leite. On the following months 15,5 thousand of lamps equipped with mercury lamp-vapor will be replaced by ones equipped with sodium lamp-vapor, what will generate energy economy.</p> <p>R\$9 million will be invested on the works in Betim, financed by <i>National Program of Efficient Public Lighting – Reluz</i>, that will allow the complete replacement of the public lighting</p> | <p>of the county. Besides that, the energy distribution network will be extended for the installation of lighting on Fernão Dias Highway (BR 381), on the stretch between the neighborhood <i>Morado do Trevo</i> and the river <i>Paraopeba</i> and on <i>Via Expressa</i>, on the intersection of access to the neighborhood <i>Sapucaia</i> and to the street <i>Campos de Ourique</i>.</p> <p>According to CD's superintendent, Nelson Fonseca Leite, the initiative presents advantages: "Everybody gains with <i>Reluz</i>. The city hall decreases the light bill; the community gains brighter streets; Cemig benefits from the reduction of maintenance costs thanks to the new light bulbs that have a longer lifetime, and the humanity gains by rationalizing the use of energy", ponders the superintendent.</p> | <p>WHAT IS RELUZ</p> <p><i>The National Program of Efficient Public Lighting – Reluz is coordinated by the Ministry of Mines and Energy and developed by Eletrobrás, by means of the National Program of Electric Energy Maintenance – Procel. It was launched in June 2000 with the objective of reach up to 90% of energy maintenance's potential of the national network of public lighting.</i></p> <p>The mayor of Betim, Carlaile de Jesus Pedrosa, is enthusiastic with the accord: "The partnership with Cemig is of vital importance for the county, because besides of guaranteeing more safety on the public streets and economy to the public funds, soon, we will be the first Estate's city to have 100% efficient lighting".</p> |
|--|---|--|

New system modernizes Nova Ponte's

Plant

| | | |
|---|--|--|
| <p>The Management of Generation Electromechanical Engineering – <i>GR/EM</i>, fulfilling the needs of the Management of Generation Engineering and Maintenance – <i>GA/OM</i> – and the Management of the West Plants – <i>GA/OE</i>, coordinates the project of modernization of supervision and control system developed for <i>Nova Ponte's</i></p> <p>(PICTURE)</p> | <p>Hydroelectric Power Station. It is the <i>National System of Control and Observation – Sinocon</i>, that has the objective of adjusting plants and substations, allowing a better control of electric system by the National Operator of Electric System – <i>ONS</i>. <i>Sinocon</i> is applicable to the existing electric installations on the basic network including the dispatched centralized plants.</p> <p>According to <i>GR/EM's</i> engineer, Paulo César de Sousa, the innovation will replace the digital system of supervision and control of the plant, that has been working for ten years, by one of a bigger reliability (photo). "In order to reduce the time of nonfunctioning machine during the modernization, the inner content of the existing panels will be withdrawn and a new system will be put into its place", explains, reiterating that the work allows time profit during the process of</p> | <p>installation and entrusting.</p> <p>The technology on the phase of replacement is at the end of its lifespan, and the remote control presents little reliability. The project coordinated by <i>GR/EM</i> represents the installation of a more modern system in terms of the project's equipment and philosophy. In practice, <i>Sinocon</i> increases for the consumer, the level of assurance of a better quality energy reception.</p> <p><i>Sinocon</i> is developed nationally and it began in September 2005. Recently, <i>GR/EM</i>, <i>GA/OM</i> and <i>GA/OE</i> teams run, in São Paulo, the factory integration tests of the equipment of the new <i>Digital System of Control and Supervision – SDSC</i>. The installation should happen from April and its conclusion is forecast for July.</p> <p>Cemig News Jan. Feb. 2007 5</p> |
|---|--|--|

Minas receives two more Simplified Service Posts

(PICTURE)

On November 29th 2006, the Management of Commercial Relations and Services of *Passos – DO/PS* opened two Simplified Service Posts – *PAS*, in *Capitólio* and *São Roque Minas*. At the opening there representatives of the Company and local authorities. The *PAS* will work from Monday to Friday, from 8 to 5 pm, at the City Hall premises.
The new service posts have a hot line that directs the calls to the central *Talk to*

(PICTURE)

Cemig's and City Hall's representatives during

Relationship with entrepreneurs

The Management of Commercial Relations and Services of *Juiz de Fora – DL/JF*, held on November 30th, the last meeting of the Development Agency of

(PICTURE)

Cemig at the moment that the receiver is taken away from the telephone device. Besides the quickness of the service via telephone, the posts have a worker from the city hall trained by the Company who attends the customer and explains his/her doubts.

Among the services available to the customers there are the delivery of rural and urban electricity bills, copy of an electricity bill, data changes on the electricity bills and the reception of the rural self-reading card. With this opening, the *DO/PS* has seven *PAS*.

(PICTURE)

the opening

Juiz de Fora and Surroundings – *ADJ (photo)*. About 60 entrepreneurs from the industrial, commercial academic and hospital segments, among others, took part in the event.

During *Cemig's* presentation to the visitors, the manager of *DL/JF*, Ricardo José Charbel, pointed out the Company's capital, the strategic planning and the management and social responsibility system. The functioning of Distribution Operation Center – *COD* – was presented by the manager of Operation and Maintenance of *Mantiqueira – DL/MM*, André Luís Cortes. After the speech, the entrepreneurs visited the *COD*.

(PICTURE)

Energy economy on children's drawings

Cemig in the Square visits South of Minas

With the accomplishment of *Cemig in the Square* in Aracitaba, county of *Zona da Mata*, on November 22nd, besides making possible the approach of the Company to the customers, the explanation of doubts and services rendered demanded by the residents, it was possible to teach the children and adults how to save and use electricity on a safe way.

From the lecture *Let's save energy*, the students of *Jorge Moreira Guillarducci* County School, under the coordination of the teacher Sandra Melo, created drawings exhibited on *Cemig's* office in *Barbacena*.

According to the commercial agent of Commercial Relations and Services Management of *São João del-Rei – DL/SJ*, José Carlos de Sousa, *Aracitaba*, with almost 1,9 thousand of inhabitants and 913 customers, is the county of Minas Gerais that presents one of the lowest *Indexes of Human Development – IDH*. In accordance with him, the event was a success: "Through *Cemig in the Square*, we have found out that the population is very creative and interested in learning".

Re-settled of *Irapé* are being taught how to read and write

| | | |
|--|---|---|
| <p>In partnership with the Development Institute of North and Northeast of Minas Gerais – <i>Idene</i>, Cemig has promoted social inclusion of the re-settled of <i>Irapé</i> through education. Through the <i>First-Class Citizen</i> project, hundreds of young people and adults are being taught how to read and write at the 28 associations built to attend the families.</p> <p>The <i>First-Class Citizen</i> project has the objective of fighting against the high levels of illiteracy of the North and Northeast regions of the Estate. Through the project, people from the communities receive training to teach how to read and write and to integrate to the society residents of needy regions, mainly, the communities of the most needy regions.</p> | <p>In November started the first phase of the project with the re-settled, with qualified educators from their own communities organized by Cemig. The first lessons were given at farms of the counties of <i>Botumirim</i> and <i>Cristália</i>.</p> <p>According to the Executive coordinator of <i>Irapé</i>, Mônica Neves Cordeiro, this initiative will benefit 500 students enrolled. “Cemig has understood that, at this moment, it is necessary to educate the re-settled, so, therefore, they will be able to participate on the projects and actions that continue to be developed with the families up to 2010, on a more active manner”.</p> | <p>(PICTURE)</p> <p>Re-settled being taught how to read and write at <i>Ferrador</i> Farm</p> |
|--|---|---|

Trainees on the final phase of employment

| | | |
|--|---|---|
| <p>The Superintendency of Transmission and Sub-Transmission Network Expansion – <i>ER</i>, held on November 29th and 30th, at the headquarters’ auditorium, a workshop for 25 trainees. They presented projects with proposals for the areas that they work at. The new employees took part in a competition held on September 2005 and were hired on January 16th last year.</p> <p>From the total hired trainees, five work at the Management of Technical Feasibility – <i>ER/VT</i>; seven are at the Enterprises Management – <i>ER/GE</i>; four at the Management of Transmission Lines Engineering – <i>ER/LT</i> and nine at the Management of Sub-stations Engineering – <i>Er/SE</i>.</p> <p>The coordinator of the trainees’ program at <i>ER</i>, Maria Cristina Garcia, pointed out that all projects were presented</p> | <p>with success and their introduction is feasible. “Some of them are already in phase of implementation. The evaluation was made by the supervisor of each trainee, with the guarantee of each management of each area”, emphasizes.</p> <p>Trainee Gustavo Soares Martins da Costa, 24 yearsold, electrical engineer of <i>ER/SE</i>, who took part of the workshop, summarizes the feeling of becoming an employee</p> | <p>of Cemig: “It is a personal and professional achievement - thanks to the approval at an evaluative program, that took a year – to fulfill the Company’s expectations and to receive a feedback throughout the process”. On his opinion, it is very important to be part of the institution and gain the first professional recognition.</p> <p>(PICTURE)</p> <p>Trainees at the workshop</p> |
|--|---|---|

Open competition awards ecological drawings

| | | |
|--|--|--|
| <p>The open competition <i>Our Animals, Our Plants</i>, created to encourage the spontaneous art and the creativity of young people and to awaken attention to the biodiversity of Minas Gerais, awarded the best drawings of 2006, with the participation of more than 40 schools. The open competition is promoted by <i>Biodiversitas Foundation</i>, with partnership of the Zoo-Botanical Foundation</p> <p style="text-align: center;">(PICTURE.....)</p> <p>Open competition awakens youth's creativity</p> | <p>of the City Hall of Belo Horizonte and of Cemig.</p> <p>Sponsored by the Company since the first year, the award event, now at its 80. edition, was held on November 22nd, at the auditorium of Zoo-Botanical Environmental Education Service – SEA.</p> <p>With the theme <i>Fauna and Flora of Minas Gerais</i>, the works were judged by</p> <p style="text-align: center;">.....PICTURE)</p> | <p>a committee consisted of professionals of environmental education, biology, botany and graphics. Eight drawings, that stood out in creativity, originality, beauty and theme appropriateness were selected.</p> <p>The winner drawing, that takes the same title of the open competition and illustrated with a lot of color and happiness the natural resources of Minas Gerais, was Nicaela Fraga Coelho's, a young lady at the age of 14 and a student at <i>Vasco Pinto da Fonseca County School</i>. The first place, besides having a t-shirt printed with her drawing, won a camping tent.</p> <p>The second place, Vitor Aguilar Matos, 6 years-old and a student at <i>Frei Orlando High School</i>, won an ecological backpack and the creator of <i>Night Owl</i>, 9 years-old and a student at <i>Cecília Meirelles Institute</i>, won a game with an environmental theme, for the third place.</p> |
|--|--|--|

Milk manufacturers take part in a meeting

| | | |
|---|---|--|
| <p>About 600 of rural manufacturers took part in the 90. <i>Regional Meeting of Milk Manufacturers of Campo das Vertentes (photo)</i>, on December 12th and 13th, in <i>São João del-Rei</i>. The event, to promote a debate</p> <p style="text-align: center;">(PICTURE)</p> | <p>among the manufacturers about the quality and efficiency of milk production, had the support of Cemig.</p> <p>On the 13th, the former secretary of Estate's Agriculture and Cattle-Raising and present director of Cemig Entrepreneurial Management, Marco Antonio Rodrigues da Cunha, opened the event at the 110. Battalion of Infantry and Mountain and presented the lecturer <i>Minas and Milk</i>. Among other issues approached the meeting emphasized the importance of vaccination on the animal's health and the production of craft cheese.</p> <p>On the previous day to the opening, the milk manufacturers of <i>Campo das Vertentes</i> region took part in lectures about agribusiness, reforestation, bio-diesel's perspectives, among others.</p> | <p>The engineer of Energy Source Solutions of the Management of Income Protection and Use of Energy Coordination – RC/PR, Luciano Jorge Barreto Salum, presented the lecture <i>Agritourism towards the aggregation of value, efficiencies and sustainabilities</i>.</p> <p>In the afternoon, <i>A Day at the Farm</i> was held at the <i>Experimental Farm Risoleta Neves – FERN</i>, of <i>Minas Gerais Farming Research Company – Epamig</i>.</p> <p>The manufacturers received information about hygiene at milking; sugar-cane production, plantation and cultivation, hydrolyzed sugar-cane, among others. The engineer of Energy Source Solutions of RC/PR, Antônio Carlos Coutinho, spoke about <i>Irrigation</i>.</p> |
|---|---|--|

(PICTURE)

Eletrification by means of energy generated by sunlight

Montes Claros opens garden with sunlight energy

On December 27th was opened the sub-station *Montes Claros I*, a garden with illumination and a waterfall empowered with photovoltaic energy (energy generated by sunlight). Cemig has used this kind of energy to electrify houses, schools and other community centers far from the conventional electric distribution system.

The opening was attended by the director of Distribution and Commercialization – *DCC*, José Maria de Macedo;

the superintendent of West Distribution – *DO*, Marcelo José de Almeida Hugo; the managers of Services and Commercial Relations of *Montes Claros – DO/MC*, Evandro Magalhães Dantas; of West Operation and Maintenance – *DO/MN*, Eduardo Miguel Raposo; of Services and Commercial Relations of *Curvelo – DO/CV*, Raul Mascarenhas Clementino Neto, and by employees.

Cemig at Schools goes West

Concluding the activities of *Cemig at Schools – Procel in 2006*, the Management of Services and Commercial Relations of *Teófilo Otoni – DI/TO* promoted events in *Araçuaí* and *Teófilo Otoni*. In *Araçuaí*, about a thousand of students of eight state schools of the city, as well as schools' teachers and principals and Cemig's employees, took part in the initiative of *DL/TO*, held on October 19th.

On December 6th, students of five state schools received two thousand notebooks with *Procel's* stamp and tips on how to save electrical energy and

how to avoid waste.

In *Teófilo Otoni*, *DL/TO* gathered, on December 1st, students at the city center who distributed to the population educative material on how to avoid energy waste. In the city, throughout 2006, *Cemig at Schools* developed several actions such as qualification of teachers; forums, with the participation of 36 teaching professionals, and public awareness work, done by the students, with educative blitz for pedestrians and vehicles.

EFFICIENTIA BRIEFFING

Efficientia is recommended to a **ISO 9001**

Efficientia has been recommended by *BVQI* to have a certificate by *Inmetro* – National Institute of Industrial Metrology, Standardization and Quality, in agreement with a *NBR ISO 9001*. With this recommendation, Efficientia is pioneering twice. It is the company of Cemig's Group as well as the first Brazilian *ESCO* company – Energy Service Company (*Empresa de Serviços em Energia*) to receive a certificate.

The target guaranteed by Efficientia was quite broad, being about engineering services and management of energy efficiency technical projects on the type of performance contracts, consultancy and trainings related. The Company took 12 months to adjust procedures and processes to *NBR ISO 9001's* demands.

According to Efficientia's general-manager, Túlio Marcus Machado Alves, the board of directors launched to the team, a year ago, the challenge to get the certificate. For Túlio Alves, the answer came quickly with the commitment and engagement of everyone in order to get the certificate on the date established.

The reward was documented on December 13th, with a recommendation of *BVQI*, organ responsible for *Bureau Veritas* certificate and worldwide leader on services regarded quality, health and safety and social responsibility. To Efficientia, the attempt to get the certificate integrates the strategic planning, and its achievement is also the certainty of recognition and trust of goods and services acquired.

(PICTURE)

New feeder in *Monsenhor Paulo*

| | | |
|-----------|--|---|
| (PICTURE) | <p>An important work to improve the electrical energy distribution system in the county of <i>Monsenhor Paulo</i>, South of Minas Gerais, was concluded by Cemig at the beginning of this year. The Company built 17,2 km of system with cable of 1/0 CAA, assuring another energy supply source to the county.</p> <p style="padding-left: 20px;">The work will benefit about eight</p> | <p>thousand people, since it increases the system reliability and decreases the shutting down time in case of faults, thunderstorms and other situations that provoke interruption, besides to release more power for the new companies, allowing the industrial and rural areas expansion. The investment was of R\$500 thousand.</p> <p style="text-align: center; vertical-align: middle;">(PICTURE)</p> <p style="text-align: right; font-size: small;">New feeder will benefit about eight thousand people</p> |
|-----------|--|---|

| | |
|--|--|
| <p style="text-align: center;">GASMIG COLUMN</p> <p style="text-align: center;">Gasmig appointed new board of directors</p> <p>The Supervisory Board of <i>Compania de Gás de Minas Gerais – Gasmig</i>, pointed out the new board of directors to the Company at a meeting held on January 10th. The president is José Carlos de Mattos, who has also being pointed out this year as Cemig's Planning, Projects and Constructions director.</p> <p>By agreement among Cemig/Petrobras stockholders, two of Gasmig's managements will be filled by Petrobras. As a consequence of it, the commercial director, Roberto Garcia, was re-directed and accumulated the Administrative Management.</p> | <p style="font-size: 2em;">(PICTURE)</p> <p>Supervisory Board with Gasmig's new board of directors</p> |
|--|--|

Computerized system monitors area of performance

Over than 20 years, Cemig has developed a mapping work of its area of performance. The objective is create conditions and infra-structure to develop works of planning, operation and maintenance of its electrical system. Nowadays, the entire mapping system of Distribution Cemig is digitalized.

The digitalization job of the cartographic base allowed the development of several tools of Geo-referenced Information System – SIG, for daily use. An example of this development is *Gemini*, *Automation Management System* of the Distribution network. These tools improve the service to the client, the extension of the network, the planning, the maintenance and the distribution system's operation, among other services of the Management of Coordination's Engineering of Expansion and Distribution – ED/CE.

Urban distribution system

The area of Mapping and Register of ED/CE began in 2003, for the *Special Project of Digitalization of the Urban Data*. The project's objective was digitalize the entire system of urban distribution, emphasizing the infra-structure share, public illumination and primary network. All urban lamp posts, even those located at small villages, were checked on the spot and their data registered or altered on *Gemini*. At the end of the project, May 2006, 1.7 million lamp posts had been checked and updated on *Gemini*. R\$2.9 million was invested on this operation. This checking will allow annual earnings of R\$8 million until 2008, only for the contracts of sharing lamp posts with telecommunications' companies.

Relationship with the counties of Minas is theme of congress

Last December 15th, the Relationships' Advisory Services together with Cemig's Public Power – PD, Took part in the *IV Congress of Councilors, State Secretaries and Advisors of Minas Gerais*. The event Was held at the Legislative's School in Belo Horizonte, with the participation of representatives of 143 counties of *Zona da Mata*. The PD's analyst, Márcio Barbosa de Rezende, presented the lecturer *Cemig's Relationships – Counties – Social Interests' Projects*, in which he pointed out the social programs Introduced by the Company.

"It was the right moment to spread the programs of social and economic development performed in partnership with the State of Minas Gerais, to inform the customers about the Company's relationships' channels and to explain doubts about programs and other themes connected to energy supply", said the analyst.

During the event, other themes were debated, such as criteria of the billing of low income social tax customers, *Program of Popular Standards Sales* and the program *Cemig at Schools*.

INFOVIAS COLUMN

Keeping an eye on the stock to service well the customer

The Company of Infovias conclude, at the end of 2006, the implementation of the module *Materials Management – RM Centers*, a system that allows to control the materials' stock on a practical and safe way, assuring a better service to the customer.

The installation of the module, aligned to the awareness – by the entire company and its partners directly connected to the materials administration – about the need of following the procedures on the materials' management, has allowed the achievement of satisfactory ratios' performance on the stock control.

This is important because great part of the Infovias' Company's stock is for the maintenance of its Telecommunications' Network, installed in 22 cities of the Estate. To attend the network, it is necessary that the materials are readily available for the measures of precaution and corrective maintenance, considering the norms for registration, control and movement of the existing material at the units of stock and distribution.

According to Infovias' Supplies Manager, Jane Muradas, such procedures have the objective of increasing the level of the services given. "We are working hard on costs reduction of logistics operations and looking after, mainly, the continuous reduction of stocks according to the possibilities of the Company's businesses," she emphasized.

(PICTURE)

Jane Muradas, Supplies' Manager

(PICTURE)

Work of the artist Estevão Machado

Talent Competition points out winners

The Trustee Advisory Board of Cemig's Art Gallery has selected, through the 16th Talent Competition, eight artists that will constitute the 2007 calendar, among the 125 proposals received throughout Brazil and even one from Italy. Besides the eight themes already selected, other three will be part of the Gallery's program this year: a commemorative exhibition of Cemig's anniversary that will receive works of Orlando Castaño, an invited artist, and there are still other exhibitions. Works of students schools of Fine Arts and Design of Minas Gerais

and a Christmas celebration exhibition at the end of the year. Cemig has opened the competition since 1989 to select artists for individual or collective shows. According to Paulo Tobias, the Gallery's Curator, 2007 was a tough year to choose. "This year the Trustee Advisory Board considered that the enrolled works had a very good quality level. Besides that, there was a significant interest by famous artists who made more difficult to choose the selection of the works for the eight exhibitions", he ends.

2007 PROGRAM OF CEMIG'S ART GALLERY

- February 28th to March 21st
The Another Me, by André Burian (photography).

- March 28th to April 18th
The Tempest, by Bruno Zenóbio and Sebastião Miguel (installation).

- April 25th to May 15th
Temporary Urban Lyric, by Estevão Machado (painting).

- May 22nd to June 13th
Commemorative Exhibition of Cemig's anniversary with invited artist Orlando Castaño (painting).

- June 20th to July 11th
Almost is a place that exists, by Carolina Cordeiro (photography and drawing).

- July 18th to August 08th
Graveyard, by Célio Dutra (photography).

- August 16th to September 04th
Stains, by Antônio Costa Dias (paintings).

- from 12th to 26th September
Ethereal, by José Augusto Petrillo (drawing, installation and painting).

- from 5th to 30th October
Collective Works of Students of Fine Arts and Design Schools of Minas Gerais, curator: teacher Sandra Bianchi.

- from 9th to 28th November
Frey Damasceno Photo Story, by Jayme Reis (digitalized images)

- from 5th to 27th December
Christmas Celebration Exhibition.

André Burian

(PICTURE)

Orlando
Castaño

(PICTURE)

CEMIGNEWS

Av. Barbacena 1.200 19º andar
(31) 3299.4087 / 3299.4089
Telex: (31) 1124.1168
Fax (31) 3299.4691 / 3299.3706
CAIXA POSTAL: 992 / CEP: 30123-970
Belo Horizonte / MG