



LIGHT S.A.
CORPORATE TAXPAYER ID (CNPJ/MF): 03.378.521/0001-75
COMPANY REGISTRY (NIRE): 33.3.0026316-1
Publicly-Held Company

Notice to the Market

Light S.A. (“Company”), in accordance with CVM Instruction 358 of January 3, 2002, hereby informs its shareholders and the market in general that Companhia Energética de Minas Gerais, company that participates in Light’s Control Block, released on November 1, 2016 the following material fact:

”Cemig (Companhia Energética de Minas Gerais), a listed company traded on the stock exchanges of São Paulo, New York and Madrid, in accordance with CVM Instruction 358 of January 3, 2002, as amended, hereby informs the Brazilian Securities Commission (CVM), the São Paulo Stock Exchange (BM&F Bovespa S.A.) and the market in general, as follows: On October 31, 2016 General Meetings of Stockholders were held by PARATI S.A. – PARTICIPAÇÕES EM ATIVOS DE ENERGIA ELÉTRICA (‘Parati’), and its wholly-owned subsidiaries RME – RIO MINAS ENERGIA PARTICIPAÇÕES S.A. (‘RME’) and LUCE EMPREENDIMENTOS E PARTICIPAÇÕES S.A. (LEPSA), approving a 100% split of Parati, and absorption of the parts by RME and Lepsa. The objective was to simplify the stockholding structure, to achieve administrative, economic and financial gains, as stated in the document Protocol and Justification of total split of Parati, with absorption of the assets and liabilities by RME and Lepsa; and also in accordance with its by-laws and the applicable legislation.

As a consequence, all procedures will now be adopted for filing and publication of the split, for the purpose of extinction of Parati for all purposes of law.

The following will then be stockholders of RME and Lepsa, with identical equity interests in proportion to their holdings in Parati:

Cemig; Banco Santander (Brasil) S.A., BV Financeira S.A. – Crédito, Financiamento e Investimento, BB - Banco de Investimento S.A.; and Banco BTG Pactual S.A.

– jointly, ‘the Direct stockholders’.

Legal instruments have been signed to formalize the related alterations to the rights and obligations relating to the Put Option granted by Cemig to the Direct Stockholders on shares in Parati, with the result that the said rights and obligations now apply, instead, to the shares in

RME and Lepsa, since these two companies received the whole of the body of assets and liabilities that were split off as a result of the 100% split of their controlling and sole stockholder, Parati.

Cemig will keep its stockholders and the market duly informed on all new information related to this subject.”

Rio de Janeiro, November 1, 2016

Ana Marta Horta Veloso
Chief Business Development and IR Officer