

THE SALE OF 66% OF THE SHARE CAPITAL OF TERNA PARTICIPAÇÕES FINALIZED

- Total amount for the sale equal to 2,148.4 million reais, plus 199.2 million reais of dividends already paid to Terna SpA
- Reimbursed 540.1 million reais for the intercompany loan between Terna Participações S.A. and Terna SpA
- Impact on the consolidated net income exceeds 400 million euro
- Overall reduction in Consolidated Net Debt equal to approximately 1,150 million euro

Rome, November 3, 2009 – Today, with the signature of the CEO Flavio Cattaneo and in executing the agreement (“Agreement”) signed on April 24, 2009 between Terna SpA (“Terna”), Cemig Geração e Transmissão S.A. (“Cemig GT”) and the Companhia Energética de Minas Gerais (“Cemig”), it was finalized the transfer of the shares of Terna Participações S.A. (“Terna Part”, the Brazilian holding company listed at the Sao Paulo Stock Exchange) from Terna to TAESA S.A. (“TAESA”), a subsidiary of Cemig GT and of FIP (*Fundo de Investimentos em Participações*) Coliseu – an investment fund formed of Brazilian investors.

The transaction represented the sale of 173,527,113 ordinary shares, representing 65.85% of the outstanding share capital of Terna Part.

The total amount for the sale, inclusive of the price adjustments foreseen by the Agreement, is equal to 2,148.4 million reais, corresponding to a Price per Share (“Price per Share”) of 12.38 reais and to a price for each share deposit certificate (or “Unit”, each composed of one common share and two preferred shares) of 37.14 reais.

On October 26th, Terna Part distributed a dividend per share of 1.15 reais, corresponding to 3.44 reais per Unit. The amount of dividends received by Terna for its stake was equal to 199.2 million reais.

Therefore, the transaction has generated an overall amount for Terna of 2,347.6 million reais. The amount in euro, net of hedging carried out since the signing, is equal to approximately 797 million. The impact on the consolidated net income exceeds 400 million euro.

The closing of the transaction occurred after all conditions precedent set forth in the Agreement were satisfied, in particular, the approval of the Local Regulatory Authority (ANEEL, Agência Nacional de Energia Elétrica).

In compliance with Brazilian law and with Terna Part’s By-laws, the change of control imposes on TAESA the obligation to make a public offer (“OPA”) for the remaining shares of Terna Part, at the same Price per Share.

Terna owns an additional 10,000 Units, which will tender during the OPA.

On October 28th, Terna also received the reimbursement of the intercompany loan, disbursed to Terna Part last February, for an amount of 540.1 million reais (the amount in euro, net of the Brazilian taxes and the hedging, is equal to approximately 180.3 million). With this repayment, all business relationships between Terna Part and Terna have been terminated.

Through the sale, Terna will deconsolidate 439.1 million euros of debt (as of June 30, 2009). Overall, the net proceeds plus the deconsolidation of the debt contribute to reduce the consolidated net debt by approximately 1,150 million euro.

The proceeds from the transaction will largely be re-invested into the Italian electricity system, in particular for the development of the National Transmission Grid, and partly will integrate the

dividend policy, that will be announced to the market on November 10, 2009, together with the approval of the 9M09 results.

This transaction does not represent a significant transaction, in compliance with the provisions of art. 71 of the Regulations adopted with Consob Resolution n. 11971/99 and subsequent amendments.

The manager in charge of drawing up the company's accounting documents, Mr. Luciano di Bacco, declares pursuant to paragraph 2 of art. 154-bis of the Consolidated Finance Act that the accounting information included in this press release corresponds to the financial statements, books and accounting records.