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TELEMIG CELULAR PARTICIPACOES SA

Form 425

May 26, 2009

Filed by Vivo Participações S.A.

This communication is filed pursuant to Rule 425 under The Securities Act of 1933, as amended.

Subject Company: Telemig Celular Participações S.A.

Commission File Number: 001-14483

Subject Company: Telemig Celular S.A.

Commission File Number: 333-09470

Date: May 26, 2009

Item 1 First Quarter Results of Telemig Celular Participações (TCP)

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COMPANY MANAGEMENT IS RESPONSIBLE FOR THE INFORMATION PROVIDED.

01.01 IDENTIFICATION

| | | |
|--------------------------------|------------------------------------|---|
| 1 - CVM CODE | 2 - COMPANY NAME | 3 - Brazilian IRS Registry of Legal Entities (CNPJ) |
| 01770-1 | TELEMIG CELULAR PARTICIPAÇÕES S.A. | 02.558.118/0001-65 |
| 4 - Registration Number (NIRE) | | |

53.300.005.770

01.02 HEAD OFFICE

| | | |
|------------------------|----------------------|----------------------|
| 1 - ADDRESS | 2 - DISTRICT | 5 - STATE |
| Rua Levindo Lopes, 258 | Funcionários | MG |
| 3 - ZIP CODE | 4 - MUNICIPALITY | |
| 30140-170 | Belo Horizonte | |
| 6 - AREA CODE | 7 - TELEPHONE NUMBER | 8 - TELEPHONE NUMBER |
| 31 | 9933-3931 | - |
| 11 - AREA CODE | 12 - FAX | 13 - FAX |
| 31 | 3259-3709 | - |
| 15 - E-MAIL | | |

01.03 INVESTOR RELATIONS OFFICER (Company Mail Address)

| | | |
|-------------------------------|----------------------|----------------------|
| 1 - NAME | 3 - DISTRICT | 6 - STATE |
| Ernesto Gardelliano | Morumbi | SP |
| 2 - ADDRESS | | |
| Av. Doutor Chucri Zaidan, 860 | | |
| 4 - ZIP CODE | 5 - MUNICIPALITY | |
| 04583-110 | São Paulo | |
| 7 - AREA CODE | 8 - TELEPHONE NUMBER | 9 - TELEPHONE NUMBER |
| 11 | 7420-1172 | - |
| 12 - AREA CODE | 13 - FAX | 14 - FAX |
| 11 | 7420-2247 | - |
| 16 - E-MAIL | | |

ir@vivo.com.br

01.04 GENERAL INFORMATION / INDEPENDENT ACCOUNTANT

| | | | | | | | |
|---|------------|-----------------|---------------|------------|---|------------|------------|
| CURRENT YEAR | | CURRENT QUARTER | | | PRIOR QUARTER | | |
| 1 - BEGINNING | 2 - END | 3 - QUARTER | 4 - BEGINNING | 5 - END | 6 - QUARTER BEGINNING | 8 - END | |
| 01/01/2009 | 12/31/2009 | 1 | 01/01/2009 | 03/31/2009 | 4 | 10/01/2008 | 12/31/2008 |
| 9 - AUDITOR | | | | | 10 - CVM CODE | | |
| Ernst & Young Auditores Independentes S/S | | | | | 00471-5 | | |
| 11 - NAME OF RESPONSIBLE PARTNER | | | | | 12 - INDIVIDUAL TAXPAYERS REGISTRATION NUMBER | | |

01.01 IDENTIFICATION

1 - CVM CODE 2 - COMPANY NAME 3 - Brazilian IRS Registry of Legal Entities (CNPJ)
 01770-1 TELEMIG CELULAR PARTICIPAÇÕES S.A. 02.558.118/0001-65

01.05 CAPITAL COMPOSITION

| NUMBER OF SHARES (IN THOUSANDS) | 1 - CURRENT QUARTER 03/31/2009 | 2 - PRIOR QUARTER 12/31/2008 | 3 - SAME QUARTER IN PRIOR YEAR 03/31/2008 |
|------------------------------------|-----------------------------------|---------------------------------|---|
| SUBSCRIBED CAPITAL | | | |
| 1 - COMMON | 13,689 | 13,466 | 13,466 |
| 2 - PREFERRED | 23,799 | 23,411 | 22,471 |
| 3 - TOTAL | 37,488 | 36,877 | 36,207 |
| TREASURY STOCK | | | |
| 4 - COMMON | 0 | 0 | 0 |
| 5 - PREFERRED | 0 | 0 | 0 |
| 6 - TOTAL | 0 | 0 | 0 |

01.06 CHARACTERISTICS OF THE COMPANY

1 - TYPE OF COMPANY

Commercial, industrial and others

2 - SITUATION

Operating

3 - SHARE CONTROL NATURE

Private holding

4 - ACTIVITY CODE

1130 - Telecommunications

5 - MAIN ACTIVITY

Cellular Telecommunications Service

6 - TYPE OF CONSOLIDATION

Total

7 - TYPE OF INDEPENDENT ACCOUNTANTS REPORT

Unqualified

01.07 COMPANIES NOT INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

1 - ITEM 2 - Brazilian IRS Registry of Legal Entities (CNPJ) 3 - NAME

01.08 DIVIDENDS APPROVED AND/OR PAID DURING AND AFTER THE QUARTER

| 1 - ITEM | 2 - EVENT | 3 - APPROVAL | 4 - YIELD | 5 - DATE OF PAYMENT | 6 - TYPE OF SHARE | 7 - YIELD PER SHARE |
|----------|-----------|--------------|---------------------------------------|------------------------|----------------------|------------------------|
| 01 | AGO/E(1) | 03/18/2009 | Interest on Shareholders equity | 03/30/2009 | COMMON | 0.3689763484 |
| 02 | AGO/E(1) | 03/18/2009 | Interest on Shareholders equity | 03/30/2009 | PREFERRED | 0.3689763484 |
| 03 | AGO/E(1) | 03/18/2009 | Dividends | 03/30/2009 | PREFERRED | 6.3557105380 |

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04 AGO/E(1) 03/18/2009 Dividends 03/30/2009 COMMON 6.3557105380

(1) General/Extraordinary Shareholders Meeting

3

01.01 IDENTIFICATION

| | | |
|-------------------------|--|---|
| 1 - CVM CODE 01770-1 | 2 - COMPANY NAME TELEMIG CELULAR PARTICIPAÇÕES S.A. | 3 - Brazilian IRS Registry of Legal Entities (CNPJ) 02.558.118/0001-65 |
|-------------------------|--|---|

01.09 SUBSCRIBED CAPITAL AND CHANGES IN CURRENT YEAR

| 1 - ITEM | 2 - DATE OF CHANGE | 3 - CAPITAL (In thousands of reais) | 4 - CHANGE AMOUNT (In thousands of reais) | 5 - CHANGE NATURE | 6 - NUMBER OF SHARES ISSUED (Thousand) | 7 - SHARE PRICE ON ISSUE DATE (In reais) |
|----------|--------------------|--|--|-------------------|---|--|
| 01 | 02/12/2009 | 623,350 | 22,886 | Capital Reserve | 611 | 37.4700000000 |

01.10 INVESTOR RELATIONS OFFICER

| | |
|------------------------|---------------|
| 1 - DATE 04/30/2009 | 2 - SIGNATURE |
|------------------------|---------------|

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A free translation from Portuguese into English of quarterly financial statements prepared in Brazilian currency in accordance with the accounting practices adopted in Brazil and specific standards issued by IBRACON, CFC and CVM

FEDERAL PUBLIC SERVICE

BRAZILIAN SECURITIES COMMISSION (CVM)

ITR QUARTERLY INFORMATION Corporation Law

COMMERCIAL, INDUSTRIAL & OTHER TYPES OF COMPANY

At 03/31/2009

1 - CVM CODE 2 - COMPANY NAME 3 - Brazilian IRS Registry of Legal Entities (CNPJ)
 01770-1 TELEMIG CELULAR PARTICIPAÇÕES S.A. 02.558.118/0001-65
02.01 BALANCE SHEET ASSETS (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - ACCOUNT DESCRIPTION | 3 - 03/31/2009 | 4 - 12/31/2008 |
|---------------|---|----------------|----------------|
| 1 | TOTAL ASSETS | 1,865,996 | 2,091,743 |
| 1.01 | CURRENT ASSETS | 460,348 | 712,460 |
| 1.01.01 | CASH AND CASH EQUIVALENTS | 322,538 | 327,664 |
| 1.01.01.01 | CASH AND BANKS | 322,538 | 327,664 |
| 1.01.01.02 | SHORT-TERM INVESTMENTS | 0 | 0 |
| 1.01.02 | RECEIVABLES | 0 | 0 |
| 1.01.02.01 | TRADE ACCOUNTS RECEIVABLE, NET | 0 | 0 |
| 1.01.02.02 | OTHER RECEIVABLES | 0 | 0 |
| 1.01.03 | INVENTORIES | 0 | 0 |
| 1.01.04 | OTHER | 137,810 | 384,796 |
| 1.01.04.01 | DEFERRED AND RECOVERABLE TAXES | 137,139 | 151,886 |
| 1.01.04.02 | PREPAID EXPENSES | 618 | 601 |
| 1.01.04.03 | INTEREST ON SHAREHOLDERS EQUITY AND DIVIDENDS | 0 | 232,272 |
| 1.01.04.04 | OTHER ASSETS | 53 | 37 |
| 1.02 | NONCURRENT ASSETS | 1,405,648 | 1,379,283 |
| 1.02.01 | LONG-TERM RECEIVABLES | 495,459 | 485,835 |
| 1.02.01.02 | RECEIVABLES FROM RELATED PARTIES | 0 | 0 |
| 1.02.01.02.01 | FROM ASSOCIATED COMPANIES | 0 | 0 |
| 1.02.01.02.02 | FROM SUBSIDIARY COMPANIES | 0 | 0 |
| 1.02.01.02.03 | FROM OTHER RELATED PARTIES | 0 | 0 |
| 1.02.01.03 | OTHER | 495,459 | 485,835 |
| 1.02.01.03.01 | DEFERRED AND RECOVERABLE TAXES | 494,686 | 484,858 |
| 1.02.01.03.02 | PREPAID EXPENSES | 296 | 314 |
| 1.02.01.03.03 | OTHER ASSETS | 477 | 663 |
| 1.02.02 | PERMANENT ASSETS | 910,189 | 893,448 |
| 1.02.02.01 | INVESTMENTS | 910,144 | 893,395 |
| 1.02.02.01.01 | ASSOCIATED COMPANIES | 0 | 0 |
| 1.02.02.01.02 | GOODWILL ON ASSOCIATED COMPANIES | 0 | 0 |
| 1.02.02.01.03 | SUBSIDIARY COMPANIES | 910,144 | 893,395 |
| 1.02.02.01.04 | SUBSIDIARY COMPANIES GOODWILL | 0 | 0 |
| 1.02.02.01.05 | OTHER INVESTMENTS | 0 | 0 |
| 1.02.02.02 | PROPERTY, PLANT AND EQUIPMENT | 45 | 53 |
| 1.02.02.03 | INTANGIBLE ASSETS | 0 | 0 |
| 1.02.02.04 | DEFERRED CHARGES | 0 | 0 |

02.02 BALANCE SHEET LIABILITIES AND SHAREHOLDERS EQUITY (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - ACCOUNT DESCRIPTION | 3 - 03/31/2009 | 4 - 12/31/2008 |
|------------|---|----------------|----------------|
| 2 | TOTAL LIABILITIES AND SHAREHOLDERS EQUITY | 1,865,996 | 2,091,743 |
| 2.01 | CURRENT LIABILITIES | 93,109 | 344,134 |
| 2.01.01 | LOANS AND FINANCING | 0 | 0 |
| 2.01.02 | DEBENTURES | 0 | 0 |
| 2.01.03 | SUPPLIERS | 810 | 2,467 |
| 2.01.04 | TAXES PAYABLE | 0 | 5,565 |
| 2.01.05 | DIVIDENDS PAYABLE | 8,113 | 251,701 |
| 2.01.06 | PROVISIONS | 0 | 83 |
| 2.01.07 | PAYABLES TO RELATED PARTIES | 0 | 0 |
| 2.01.08 | OTHER | 84,186 | 84,318 |
| 2.01.08.01 | PAYROLL AND SOCIAL CHARGES | 32 | 35 |
| 2.01.08.02 | OTHER LIABILITIES | 84,154 | 84,283 |
| 2.02 | NONCURRENT LIABILITIES | 11 | 0 |
| 2.02.01 | LONG-TERM LIABILITIES | 11 | 0 |
| 2.02.01.01 | LOANS AND FINANCING | 0 | 0 |
| 2.02.01.02 | DEBENTURES | 0 | 0 |
| 2.02.01.03 | PROVISIONS | 0 | 0 |
| 2.02.01.04 | PAYABLES TO RELATED PARTIES | 11 | 0 |
| 2.02.01.05 | ADVANCE FOR FUTURE CAPITAL INCREASE | 0 | 0 |
| 2.02.01.06 | OTHER | 0 | 0 |
| 2.05 | SHAREHOLDERS EQUITY | 1,772,876 | 1,747,609 |
| 2.05.01 | CAPITAL STOCK | 623,350 | 600,464 |
| 2.05.02 | CAPITAL RESERVES | 538,706 | 561,592 |
| 2.05.03 | REVALUATION RESERVE | 0 | 0 |
| 2.05.03.01 | OWN ASSETS | 0 | 0 |
| 2.05.03.02 | CONTROLLED AND NON CONTROLLED SUBSIDIARIES | 0 | 0 |
| 2.05.04 | INCOME RESERVES | 585,533 | 585,553 |
| 2.05.04.01 | LEGAL | 69,183 | 69,183 |
| 2.05.04.02 | STATUTORY | 0 | 0 |
| 2.05.04.03 | CONTINGENCIES | 0 | 0 |
| 2.05.04.04 | REALIZABLE PROFIT RESERVES | 0 | 0 |
| 2.05.04.05 | RETENTION OF PROFITS | 516,370 | 516,370 |
| 2.05.04.06 | SPECIAL RESERVE FOR UNDISTRIBUTED DIVIDENDS | 0 | 0 |
| 2.05.04.07 | OTHER REVENUE RESERVES | 0 | 0 |
| 2.05.06 | RETAINED EARNINGS/ACCUMULATED DEFICIT | 25,267 | 0 |

03.01 STATEMENT OF OPERATIONS (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - 01/01/2009 to 03/31/2009 | 4 - 01/01/2009 to 03/31/2009 | 5 - 01/01/2008 to 03/31/2008 | 6 - 01/01/2008 to 03/31/2008 |
|------------|---|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 3.01 | GROSS SALES AND/OR SERVICES | 0 | 0 | 0 | 0 |
| 3.02 | DEDUCTIONS | 0 | 0 | 0 | 0 |
| 3.03 | NET SALES AND/OR SERVICES | 0 | 0 | 0 | 0 |
| 3.04 | COST OF SALES AND/OR SERVICES | 0 | 0 | 0 | 0 |
| 3.05 | GROSS PROFIT | 0 | 0 | 0 | 0 |
| 3.06 | OPERATING EXPENSES/INCOME | 28,355 | 28,355 | 170,789 | 170,789 |
| 3.06.01 | SELLING EXPENSES | 0 | 0 | 0 | 0 |
| 3.06.02 | GENERAL AND ADMINISTRATIVE EXPENSES | (2,549) | (2,549) | (636) | (636) |
| 3.06.03 | FINANCIAL | 11,368 | 11,368 | 9,162 | 9,162 |
| 3.06.03.01 | FINANCIAL INCOME | 11,863 | 11,863 | 9,162 | 9,162 |
| 3.06.03.02 | FINANCIAL EXPENSES | (495) | (495) | 0 | 0 |
| 3.06.04 | OTHER OPERATING INCOME | 115 | 115 | 0 | 0 |
| 3.06.05 | OTHER OPERATING EXPENSES | (4) | (4) | (9) | (9) |
| 3.06.06 | EQUITY IN EARNINGS OF SUBSIDIARY AND ASSOCIATED COMPANIES | 19,425 | 19,425 | 162,272 | 162,272 |
| 3.07 | OPERATING RESULT | 28,355 | 28,355 | 170,789 | 170,789 |
| 3.08 | NONOPERATING INCOME (LOSS) | 0 | 0 | 0 | 0 |
| 3.08.01 | REVENUES | 0 | 0 | 0 | 0 |
| 3.08.02 | EXPENSES | 0 | 0 | 0 | 0 |
| 3.09 | LOSS BEFORE TAXES AND PROFIT SHARING PROVISION FOR INCOME AND SOCIAL | 28,355 | 28,355 | 170,789 | 170,789 |
| 3.10 | CONTRIBUTION TAXES | (3,431) | (3,431) | 14 | 14 |
| 3.11 | DEFERRED INCOME TAX | 343 | 343 | (2,908) | (2,908) |
| 3.12 | STATUTORY INTEREST/CONTRIBUTIONS | 0 | 0 | 0 | 0 |
| 3.12.01 | INTEREST | 0 | 0 | 0 | 0 |
| 3.12.02 | CONTRIBUTIONS | 0 | 0 | 0 | 0 |
| | REVERSAL OF INTEREST ON SHAREHOLDERS EQUITY | 0 | 0 | 0 | 0 |
| 3.13 | EARNINGS /LOSS FOR THE PERIOD | 25,267 | 25,267 | 167,895 | 167,895 |
| 3.15 | NUMBER OF SHARES, EX-TREASURY (THOUSAND) | 37,488 | 37,488 | 36,207 | 36,207 |
| | EARNINGS PER SHARE | 0.67400 | 0.67400 | 4.63709 | 4.63709 |
| | LOSS PER SHARE | | 0 | 0 | 0 |

04.01 STATEMENT OF CASH FLOW (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - 01/01/2009 to 03/31/2009 | 4 - 01/01/2009 to 03/31/2009 | 5 - 01/01/2008 to 03/31/2008 | 6 - 01/01/2008 to 03/31/2008 |
|------------|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 4.01 | CASH GENERATED FROM OPERATING ACTIVITIES | 3,652 | 3,652 | 6,198 | 6,198 |
| 4.01.01 | ADJUSTMENTS TO RECONCILE THE NET PROFIT FOR TE PERIOD WITH FUNDS FROM OPERATING ACTIVIES | 5,816 | 5,816 | 8,586 | 8,586 |
| 4.01.01.01 | NET PROFIT FOR THE PERIOD | 25,267 | 25,267 | 167,895 | 167,895 |
| 4.01.01.02 | EQUITY INTEREST | (19,425) | (19,425) | (162,272) | (162,272) |
| 4.01.01.03 | DEPRECIATION AND AMORTIZATION | 8 | 8 | 16 | 16 |
| 4.01.01.04 | PROVISIONS FOR SUPPLIERS | 372 | 372 | 39 | 39 |
| 4.01.01.05 | REVERSAL FOR CONTINGENCIES | (63) | (63) | 0 | 0 |
| 4.01.01.06 | DEFERRED INCOME TAX | (343) | (343) | 2,908 | 2,908 |
| 4.01.02 | VARIATIONS IN OPERATING ASSETS AND LIABILITIES | (2,164) | (2,164) | (2,388) | (2,388) |
| 4.01.02.01 | DEFERRED TAXES AND TAX CREDITS | 5,262 | 5,262 | 6,174 | 6,174 |
| 4.01.02.02 | OTHER CURRENT AND NON-CURRENT ASSETS | 180 | 180 | (379) | (379) |
| 4.01.02.03 | LABOR, PAYROLL CHARGES AND BEFEFITS | (3) | (3) | (547) | (547) |
| 4.01.02.04 | SUPPLIERS AND ACCOUNTS PAYABLE | (2,029) | (2,029) | 64 | 64 |
| 4.01.02.05 | TAXES, FEES AND CONTRIBUTIONS | (5,565) | (5,565) | (7,713) | (7,713) |
| 4.01.02.06 | PROVISIONS FOR CONTINGENCIES OTHER CURRENT ANS NON-CURRENT | (20) | (20) | 0 | 0 |
| 4.01.02.07 | LIABILITIES | 11 | 11 | 13 | 13 |
| 4.01.03 | OTHERS | 0 | 0 | 0 | 0 |
| 4.02 | CASH GENERATED FROM INVESTMENT ACTIVITIES | 234,939 | 234,939 | 0 | 0 |
| 4.02.01 | RECEIPT OF DIVIDENDS AND SHAREHOLDERS EQUITY | 234,939 | 234,939 | 0 | 0 |
| 4.03 | CASH INVESTED IN FINANCING ACTIVITIES | (243,717) | (243,717) | (365) | (365) |
| 4.03.01 | PAYMENTS OF DIVIDENDS AND INTEREST ON SHAREHOLDERS EQUITY | (243,588) | (243,588) | (36) | (36) |
| 4.03.02 | PAYMENTS OF REVERSE STOCK SPLIT | (129) | (129) | (329) | (329) |
| 4.05 | INCREASE (DECREASE) OF CASH AND CASH EQUIVALENTS | (5,126) | (5,126) | 5,833 | 5,833 |
| 4.05.01 | INITIAL BALANCE | 327,664 | 327,644 | 293,617 | 293,617 |
| 4.05.02 | FINAL BALANCE | 322,538 | 322,538 | 299,450 | 299,450 |

05.01 STATEMENT OF CHANGES IN FINANCIAL POSITION (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - CAPITAL STOCK | 4 - CAPITAL RESERVES | 5 - REEVALUATION RESERVES | 6 - INCOME RESERVES | 7 - RETAINED EARNINGS | 9 - TOTAL SHAREHOLDERS EQUITY |
|----------|---|-------------------|----------------------|---------------------------|---------------------|-----------------------|-------------------------------|
| 5.01 | BALANCES AT DECEMBER 31, 2008 | 600,464 | 561,592 | 0 | 585,553 | 0 | 1,747,609 |
| 5.04 | NET PROFIT FOR THE PERIOD | 0 | 0 | 0 | 0 | 25,267 | 25,267 |
| 5.08 | CAPITAL INCREASE OUT OF RESERVES, AS PER AGE 02.12.09 | 22,886 | (22,886) | 0 | 0 | 0 | 0 |
| 5.08.01 | CAPITAL INCREASE OUT OF RESERVES, AS PER AGE 02.12.09 | 22,886 | (22,886) | 0 | 0 | 0 | 0 |
| 5.13 | BALANCES AT MARCH 31, 2009 | 623,350 | 538,706 | 0 | 585,553 | 25,267 | 1,772,876 |

08.01 BALANCE SHEET CONSOLIDATED ASSETS (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - ACCOUNT DESCRIPTION | 3 - 03/31/2009 | 4 - 12/31/2008 |
|---------------|--|----------------|----------------|
| 1 | TOTAL ASSETS | 2,629,521 | 3,326,946 |
| 1.01 | CURRENT ASSETS | 1,083,817 | 1,761,470 |
| 1.01.01 | CASH AND CASH EQUIVALENTS | 406,707 | 948,734 |
| 1.01.01.01 | CASH AND BANKS | 406,707 | 948,734 |
| 1.01.01.02 | SHORT-TERM INVESTMENTS | 0 | 0 |
| 1.01.02 | RECEIVABLES | 249,278 | 298,269 |
| 1.01.02.01 | TRADE ACCOUNTS RECEIVABLE, NET | 249,278 | 298,269 |
| 1.01.02.02 | OTHER RECEIVABLES | 0 | 0 |
| 1.01.02.02.01 | SHORT-TERM INVESTMENTS PLEDGED AS COLLATERAL | 0 | 0 |
| 1.01.03 | INVENTORIES | 47,122 | 69,294 |
| 1.01.04 | OTHER | 380,710 | 445,173 |
| 1.01.04.01 | FINANCIAL INVESTMENTS AS GUARANTEE | 2,273 | 4,012 |
| 1.01.04.02 | DEFERRED AND RECOVERABLE TAXES | 298,501 | 386,461 |
| 1.01.04.03 | PREPAID EXPENSES | 74,148 | 30,606 |
| 1.01.04.04 | OTHER ASSETS | 5,788 | 24,094 |
| 1.02 | NONCURRENT ASSETS | 1,545,704 | 1,565,476 |
| 1.02.01 | LONG-TERM RECEIVABLES | 658,219 | 638,294 |
| 1.02.01.01 | OTHER CREDIT | 0 | 0 |
| 1.02.01.01.01 | DEFERRED AND RECOVERABLE TAXES | | |
| 1.02.01.01.02 | PREPAID EXPENSES | | |
| 1.02.01.01.03 | OTHER ASSETS | | |
| 1.02.01.02 | RECEIVABLES FROM RELATED PARTIES | 0 | 0 |
| 1.02.01.02.01 | FROM ASSOCIATED COMPANIES | 0 | 0 |
| 1.02.01.02.02 | FROM SUBSIDIARY COMPANIES | 0 | 0 |
| 1.02.01.02.03 | FROM OTHER RELATED PARTIES | 0 | 0 |
| 1.02.01.03 | OTHERS | 658,219 | 638,294 |
| 1.02.01.03.01 | DEFERRED AND RECOVERABLE TAXES | 646,287 | 624,175 |
| 1.02.01.03.02 | PREPAID EXPENSES | 4,492 | 6,251 |
| 1.02.01.03.03 | OTHER ASSETS | 7,440 | 7,868 |
| 1.02.02 | PERMANENT ASSETS | 887,485 | 927,182 |
| 1.02.02.01 | INVESTMENTS | 0 | 0 |
| 1.02.02.01.01 | ASSOCIATED COMPANIES | 0 | 0 |
| 1.02.02.01.02 | SUBSIDIARY COMPANIES | 0 | 0 |
| 1.02.02.01.03 | OTHER INVESTMENTS | 0 | 0 |
| 1.02.02.02 | PROPERTY AND EQUIPMENT | 744,398 | 769,819 |
| 1.02.02.03 | INTANGIBLE ASSETS | 143,087 | 157,363 |
| 1.02.02.04 | DEFERRED CHARGES | 0 | 0 |

08.02 BALANCE SHEET CONSOLIDATED LIABILITIES AND SHAREHOLDERS EQUITY (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - ACCOUNT DESCRIPTION | 3 - 03/31/2009 | 4 - 12/31/2008 |
|---------------|---|----------------|----------------|
| 2 | TOTAL LIABILITIES AND SHAREHOLDERS EQUITY | 2,629,521 | 3,326,946 |
| 2.01 | CURRENT LIABILITIES | 505,111 | 1,237,036 |
| 2.01.01 | LOANS AND FINANCING | 0 | 0 |
| 2.01.02 | DEBENTURES | 0 | 0 |
| 2.01.03 | SUPPLIERS | 281,183 | 394,085 |
| 2.01.04 | TAXES PAYABLE | 39,970 | 89,255 |
| 2.01.05 | DIVIDENDS PAYABLE | 11,929 | 300,017 |
| 2.01.06 | PROVISIONS | 8,763 | 7,535 |
| 2.01.07 | PAYABLES TO RELATED PARTIES | 0 | 0 |
| 2.01.08 | OTHER | 163,266 | 250,875 |
| 2.01.08.01 | PAYROLL AND SOCIAL CHARGES | 16,799 | 24,311 |
| 2.01.08.02 | REVERSE STOCK SPLIT | 0 | 67,348 |
| 2.01.08.03 | OTHER LIABILITIES | 146,467 | 159,216 |
| 2.02 | NONCURRENT LIABILITIES | 119,218 | 116,639 |
| 2.02.01 | LONG-TERM LIABILITIES | 119,218 | 116,639 |
| 2.02.01.01 | LOANS AND FINANCING | 0 | 0 |
| 2.02.01.02 | DEBENTURES | 57,691 | 56,923 |
| 2.02.01.03 | PROVISIONS | 8,349 | 8,297 |
| 2.02.01.03.01 | PROVISION FOR ACTUARIAL DEFICIT | 0 | 0 |
| 2.02.01.03.02 | PROVISION FOR CONTINGENCIES | | |
| 2.02.01.04 | PAYABLES TO RELATED PARTIES | 11 | 0 |
| 2.02.01.05 | ADVANCE FOR FUTURE CAPITAL INCREASE | 0 | 0 |
| 2.02.01.06 | OTHER | 53,167 | 51,419 |
| 2.02.01.06.01 | TAXES PAYABLE | 30,022 | 28,755 |
| 2.02.01.06.02 | OTHER LIABILITIES | 23,145 | 22,664 |
| 2.02.02 | DEFERRED INCOME | | |
| 2.04 | MINORITY INTEREST | 232,316 | 225,662 |
| 2.05 | SHAREHOLDERS EQUITY | 1,772,876 | 1,747,609 |
| 2.05.01 | CAPITAL STOCK | 623,350 | 600,464 |
| 2.05.02 | CAPITAL RESERVES | 538,706 | 561,592 |
| 2.05.03 | REVALUATION RESERVE | 0 | 0 |
| 2.05.03.01 | OWN ASSETS | 0 | 0 |
| 2.04.03.02 | SUBSIDIARY/ASSOCIATED COMPANIES | 0 | 0 |
| 2.05.04 | REVENUE RESERVES | 585,553 | 585,553 |
| 2.05.04.01 | LEGAL | 69,183 | 69,183 |
| 2.05.04.02 | STATUTORY | 0 | 0 |
| 2.05.04.03 | CONTINGENCIES | 0 | 0 |
| 2.05.04.04 | REALIZABLE REVENUE RESERVES | 0 | 0 |
| 2.05.04.05 | RETENTION OF PROFITS | 516,370 | 516,370 |
| 2.05.04.06 | SPECIAL RESERVE FOR UNDISTRIBUTED DIVIDENDS | 0 | 0 |
| 2.05.04.07 | OTHER REVENUE RESERVES | 0 | 0 |
| 2.05.06 | RETAINED EARNINGS/ACCUMULATED DEFICIT | 25,267 | 0 |
| 2.05.07 | ADVANCE FOR FUTURE CAPITAL INCREASE | 0 | 0 |

09.01 CONSOLIDATED STATEMENT OF OPERATIONS (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - 01/01/2009 to 03/31/2009 | 4 - 01/01/2009 to 03/31/2009 | 5 - 01/01/2008 to 03/31/2008 | 6 - 01/01/2008 to 3/31/2008 |
|------------|---|---------------------------------|---------------------------------|---------------------------------|--------------------------------|
| 3.01 | GROSS SALES AND/OR SERVICES | 568,255 | 568,255 | 505,404 | 505,404 |
| 3.02 | DEDUCTIONS | (169,061) | (169,061) | (156,151) | (156,151) |
| 3.03 | NET SALES AND/OR SERVICES | 399,194 | 399,194 | 349,253 | 349,253 |
| 3.04 | COST OF SALES AND/OR SERVICES | (262,113) | (262,113) | (191,081) | (191,081) |
| 3.05 | GROSS PROFIT | 137,081 | 137,081 | 158,172 | 158,172 |
| 3.06 | OPERATING EXPENSES/INCOME | (91,841) | (91,841) | 147,263 | 147,263 |
| 3.06.01 | SELLING EXPENSES | (76,864) | (76,864) | (79,841) | (79,841) |
| 3.06.02 | GENERAL AND ADMINISTRATIVE EXPENSES | (47,047) | (47,047) | (56,407) | (56,407) |
| 3.06.03 | FINANCIAL | 20,478 | 20,478 | 17,968 | 17,968 |
| 3.06.03.01 | FINANCIAL INCOME | 25,606 | 25,606 | 26,212 | 26,212 |
| 3.06.03.02 | FINANCIAL EXPENSES | (5,128) | (5,128) | (8,244) | (8,244) |
| 3.06.04 | OTHER OPERATING INCOME | 21,026 | 21,026 | 270,016 | 270,016 |
| 3.06.05 | OTHER OPERATING EXPENSES | (9,434) | (9,434) | (4,473) | (4,473) |
| 3.06.06 | EQUITY IN EARNINGS OF SUBSIDIARY AND ASSOCIATED COMPANIES | 0 | 0 | 0 | 0 |
| 3.07 | OPERATING RESULT | 45,240 | 45,240 | 305,435 | 305,435 |
| 3.08 | NON OPERATING INCOME | 0 | 0 | 0 | 0 |
| 3.08.01 | REVENUES | 0 | 0 | 0 | 0 |
| 3.08.02 | EXPENSES | 0 | 0 | 0 | 0 |
| 3.09 | RESULT BEFORE TAXES AND PROFIT SHARING | 45,240 | 45,240 | 305,435 | 305,435 |
| 3.10 | PROVISION FOR INCOME AND SOCIAL CONTRIBUTION TAXES | (3,613) | (3,613) | (25,534) | (25,534) |
| 3.11 | DEFERRED INCOME TAX | (12,382) | (12,382) | (79,360) | (79,360) |
| 3.12 | STATUTORY INTEREST/CONTRIBUTIONS | 0 | 0 | 0 | 0 |
| 3.12.01 | INTEREST | 0 | 0 | 0 | 0 |
| 3.12.01.01 | SHAREHOLDERS EQUITY VARIATION OF SUBSIDIARY NON CAUSED BY PROFIT | 0 | 0 | 0 | 0 |
| 3.12.02 | CONTRIBUTIONS | 0 | 0 | 0 | 0 |
| 3.13 | REVERSAL OF INTEREST ON SHAREHOLDER S EQUITY | 0 | 0 | 0 | 0 |
| 3.14 | MINORITY INTEREST | (3,978) | (3,978) | (32,646) | (32,646) |
| 3.15 | PROFIT/LOSS FOR THE PERIOD | 25,267 | 25,267 | 167,895 | 167,895 |
| | NUMBER OF SHARES, EX-TREASURY (THOUSAND) | 37,488 | 37,488 | 36,207 | 36,207 |
| | EARNINGS PER SHARE | 0.67400 | 0.67400 | 4.63709 | 4.63709 |
| | LOSS PER SHARE | - | - | - | - |

10.01 CONSOLIDATED STATEMENT OF CASH FLOW (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - 01/01/2009 to 03/31/2009 | 4 - 01/01/2009 to 03/31/2009 | 5 - 01/01/2008 to 03/31/2008 | 6 - 01/01/2008 to 03/31/2008 |
|------------|---|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 4.01 | CASH GENERATED FROM OPERATING ACTIVITIES | 52,540 | 52,540 | 213,080 | 213,080 |
| 4.01.01 | ADJUSTMENTS TO RECONCILE THE NET PROFIT FOR THE PERIOD WITH FUNDS FROM OPERATING ACTIVITIES | 179,099 | 179,099 | (171,383) | (171,383) |
| 4.01.01.01 | MINORITY INTEREST | 3,978 | 3,978 | 32,646 | 32,646 |
| 4.01.01.02 | DEPRECIATION E AMORTIZATIONS | 81,521 | 81,521 | 56,270 | 56,270 |
| 4.01.01.03 | RESIDUAL COST OF WITTEN-OFF FIXED ASSET | 0 | 0 | (69) | (69) |
| 4.01.01.04 | REVERSAL FOR LOSSES ON INVENTORIES | (180) | (180) | (284) | (284) |
| 4.01.01.05 | WRITING-OFFS ON INVENTORIES | 0 | 0 | (4) | (4) |
| 4.01.01.06 | PROVISIONS (REVERSAL) FOR SUPPLIERS | (15,642) | (15,642) | (85,569) | (85,569) |
| 4.01.01.07 | LOSSES (GAINS) ON FORWARD AND SWAP CONTRACTS | 3,452 | 3,452 | 4,052 | 4,052 |
| 4.01.01.08 | PROVISIONS (REVERSAL) FOR TAXES AND CONTRIBUTIONS | 61,001 | 61,001 | (189,340) | (189,340) |
| 4.01.01.09 | GAINS ON LOANS, FINANCING AND DEBENTURES | (1,777) | (1,777) | (1,657) | (1,657) |
| 4.01.01.10 | MONETARY VARIATIONS | 1,843 | 1,843 | 5,186 | 5,186 |
| 4.01.01.11 | ALLOWANCE FOR DOUBTFUL DEBTORS | 6,508 | 6,508 | 8,346 | 8,346 |
| 4.01.01.12 | PROVISIONS (REVERSAL) FOR CONTINGENCIES | 3,407 | 3,407 | 2,272 | 2,272 |
| 4.01.01.13 | PROVISION (REVERSAL) FOR LOYALTY PROGRAM | (2,862) | (2,862) | 1,137 | 1,137 |
| 4.01.01.14 | DEFERRED INCOME TAX | 12,382 | 12,382 | 79,360 | 79,360 |
| 4.01.01.15 | ADHESION TO ICMS TAX SETTEMENT AGREEMENT | 0 | 0 | (251,624) | (251,624) |
| 4.01.01.16 | POST-EMPLOYMENT BENEFIT PLANS | 201 | 201 | 0 | 0 |
| 4.01.01.17 | NET PROFIT FOR THE PERIOD | 25,267 | 25,267 | 167,895 | 167,895 |
| 4.01.02 | VARIATIONS IN ASSETS AND LIABILITIES | (126,559) | (126,559) | 384,463 | 384,463 |
| 4.01.02.01 | ACCOUNTS RECEIVABLE | 42,483 | 42,483 | 12,385 | 12,385 |
| 4.01.02.02 | INVENTORIES | 22,352 | 22,352 | (18,592) | (18,592) |
| 4.01.02.03 | DEFERRED TAXES AND TAX CREDITS | 53,466 | 53,466 | 95,486 | 95,486 |
| 4.01.02.04 | OTHER CURRENT AND NON-CURRENT ASSETS | (21,310) | (21,310) | (34,859) | (34,859) |
| 4.01.02.05 | LABOR, PAYROLL CHARGES AND BENEFITS | (7,512) | (7,512) | (15,224) | (15,224) |
| 4.01.02.06 | SUPPLIERS AND ACCOUNTS PAYABLE | (97,260) | (97,260) | (9,611) | (9,611) |
| 4.01.02.07 | INTEREST ON LOANS, FINANCING AD DEBENTURES | 988 | 988 | 3,388 | 3,388 |
| 4.01.02.08 | TAXES, FEES AND CONTRIBUTIONS | (110,581) | (110,581) | 369,671 | 369,671 |

10.01 CONSOLIDATED STATEMENT OF CASH FLOW (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - 01/01/2009 to 03/31/2009 | 4 - 01/01/2009 to 03/31/2009 | 5 - 01/01/2008 to 03/31/2008 | 6 - 01/01/2008 to 03/31/2008 |
|------------|---|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 4.01.02.09 | PROVISIONS FOR CONTINGENCIES | (2,127) | (2,127) | 53 | 53 |
| 4.01.02.10 | OTHER CURRENT AND NON-CURRENT LIABILITIES | (7,058) | (7,058) | (18,234) | (18,234) |
| 4.01.03 | OTHERS | 0 | 0 | 0 | 0 |
| 4.02 | CASH INVESTED IN INVESTMENT ACTIVITIES | (41,823) | (41,823) | (11,527) | (11,527) |
| 4.02.01 | ADDITIONS TO PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS | (41,823) | (41,823) | (12,192) | (12,192) |
| 4.02.02 | PROCEEDS FROM DISPOSAL OF PROPERTY, PLANT & EQUIPMENT | 0 | 0 | 665 | 665 |
| 4.03 | CASH GENERATED FROM (INVESTED IN) FINANCING ACTIVITIES | (552,744) | (552,744) | 10,046 | 10,046 |
| 4.03.01 | FUNDING FROM LOANS, FINANCING AND DEBENTURES | 0 | 0 | 17,390 | 17,390 |
| 4.03.02 | REPAYMENT OF LOANS, FINANCING AND DEBENTURES | (184,488) | (184,488) | 0 | 0 |
| 4.03.03 | PAYMENT OF INTEREST ON LOANS, FINANCING AND DEBENTURES | (9,224) | (9,224) | (6,944) | (6,944) |
| 4.03.04 | PAYMENTS OF DIVIDENDS AND INTEREST ON SHAREHOLDERS EQUITY | (288,088) | (288,088) | (36) | (36) |
| 4.03.05 | PAYMENTS OF REVERSE STOCK SPLIT | (144) | (144) | (364) | (364) |
| 4.03.06 | REPAYMENTS OF FORWARD AND SWAP CONTRACTS | (70,800) | (70,800) | 0 | 0 |
| 4.05 | INCREASE (DECREASE) OF CASH AND CASH EQUIVALENTS | (542,027) | (542,027) | 211,599 | 211,599 |
| 4.05.01 | INITIAL BALANCE | 948,734 | 948,734 | 730,572 | 730,572 |
| 4.05.02 | FINAL BALANCE | 406,707 | 406,707 | 942,171 | 942,171 |

11. 01 STATEMENT OF CHANGES IN FINANCIAL POSITION (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - CAPITAL | 4 - CAPITAL | 5 - REEVALUATION | 6 - INCOME | 7 - RETAINED | 9 - TOTAL | |
|----------|---|-------------|-------------|------------------|------------|--------------|--------------|-----------|
| | | STOCK | RESERVES | RESERVES | RESERVES | EARNINGS | SHAREHOLDERS | |
| | | | | | | | EQUITY | |
| 5.01 | BALANCES AT DECEMBER 31, 2008 | 600,464 | 561,592 | | 0 | 585,553 | 0 | 1,747,609 |
| 5.04 | NET PROFIT FOR THE PERIOD | 0 | 0 | | 0 | 0 | 25,267 | 25,267 |
| 5.08 | CAPITAL INCREASE OUT OF RESERVES, AS PER AGE 02.12.09 | 22,886 | (22,886) | | 0 | 0 | 0 | 0 |
| 5.08.01 | CAPITAL INCREASE OUT OF RESERVES, AS PER AGE 02.12.09 | 22,886 | (22,886) | | 0 | 0 | 0 | 0 |
| 5.13 | BALANCES AT MARCH 31, 2009 | 623,350 | 538,706 | | 0 | 585,553 | 25,267 | 1,772,876 |

A free translation from Portuguese into English of Limited Review Report of Independent Auditors on Quarterly Financial Statements prepared in accordance with the accounting practices adopted in Brazil and with specific standards established by the Brazilian Institute of Independent Auditors (IBRACON), in conjunction with the National Association of State Boards of Accountancy (CFC)

REPORT OF INDEPENDENT AUDITORS ON LIMITED REVIEW

To the Board of Directors and Shareholders

Telemig Celular Participações S.A.

Belo Horizonte MG

1. We reviewed the accounting information contained in the Quarterly Information (ITR) (company and consolidated) of Telemig Celular Participações S.A. (Company) for the quarter ended March 31, 2009, comprising the balance sheet and the statements of income, of changes in shareholders' equity and of cash flows, the report on performance and notes thereto. These financial statements are the responsibility of the Company management.
2. We conducted our review in accordance with specific standards established by the Brazilian Institute of Independent Auditors (IBRACON), in conjunction with the National Association of State Boards of Accountancy (CFC), comprising mainly: (a) inquiries of and discussion with accounting, financial and operating officials of the Company about the main criteria adopted in the preparation of the Quarterly Information; and (b) review of the information and subsequent events that have or may have significant effects on the financial and operating position of the Company.
3. Based on our review, we are not aware of any significant modification that should be made to the Quarterly Information referred to in paragraph 1 for it to be in accordance with the standards required by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of Quarterly Information.
4. As mentioned in Note 2, in connection with the changes in accounting practices adopted in Brazil during 2008, the statements of income for the quarter ended March 31, 2008, presented for comparison purposes, were adjusted and are being restated in line with Accounting Standards and Procedures (NPC) 12 – Accounting Practices, Changes in Accounting Estimates and Correction of Errors, approved by CVM Resolution No. 506. The cash flows are being presented by the Company for the first time for Quarterly Information purposes, addressing the effects of changes in the accounting practices adopted in Brazil during 2008 and therefore are also comparable between the quarters presented.
5. The review of the Quarterly Information for the quarter ended March 31, 2008, originally prepared without considering the adjustments from the changes in accounting practices described in Note 2, was conducted by other independent auditors, who issued a report on limited review without qualifications, dated April 29, 2008. In connection with our review of the Quarterly Information, we also reviewed the adjustments from the changes in accounting practices described in Note 2 for the quarter ended March 31, 2008. Based on our review, we are not aware of any significant modification that should be made to the accounting information at March 31, 2008, restated for comparison purposes, for it to be in line with the accounting practices adopted in Brazil and with Brazilian Securities and Exchange Commission (CVM) standards. We were engaged to review only the adjustments described in Note 2, and not to review or apply any other procedures on the Quarterly Information for the quarter ended March 31, 2008 and therefore we did not issue any report on the limited review of the aforesaid Quarterly Information.

São Paulo, April 30, 2009

ERNST & YOUNG

Audidores Independentes S.S.

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CRC-2-SP 015199/O-6-F-MG

Luiz Carlos Passetti
Partner CRC-1-SP-144.343/O-3-S-MG

Drayton Teixeira de Melo
Partner CRC-1-SP-236947/O-3-S-MG

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

1. OPERATIONS

a. Equity Control

Telemig Celular Participações S.A. (Company) is a publicly-held company which, at March 31, 2009, is controlled by Vivo Participações S.A. (Vivo Participações or controlling company), which holds 58.94% of its total capital stock.

The Company is the controlling shareholder of Telemig Celular S.A. (the subsidiary or Telemig Celular), which together with Vivo Participações hold 90.64% of the total capital stock at March 31, 2009.

b. Authorizations and Frequencies

The subsidiary is a provider of the Personal Mobile Service (SMP) in Area 4 of Region 1 of the SMP General Authorizations Plan, including activities necessary or useful for the performance of such services, in conformity with the authorizations granted thereto, which cover the state of Minas Gerais.

The subsidiary holds two authorizations for exploitation of mobile telephone services in the state of Minas Gerais, being: Sector 2 Minas Gerais (except Triângulo Mineiro region) and Sector 3 Triângulo Mineiro region.

The subsidiary's business, including the services it is authorized to provide, is regulated by the National Telecommunications Agency (ANATEL), the telecommunication services regulatory agency, in accordance with Law No. 9,472, dated July 16, 1997, and respective regulations, decrees, decisions and complementary plans.

The authorizations granted by the ANATEL may only be renewed once, for a 15-year period, and requires payment at every two years after the first renewal of rates equivalent to 2% of its revenues for the year prior to that of the payment, net of taxes and mandatory social contributions, and related to the application of the Basic and Alternative Service Plans.

c. Agreement between Telefónica S.A. and Telecom Italy

In October 2007, TELCO S.p.A. (in which Telefónica S.A holds an interest of 42.3%), completed the acquisition of 23.6% of Telecom Italia. Telefónica S.A. has the shared control of Vivo Participações S.A., through its joint venture with Portugal Telecom. Telecom Italia holds an interest in TIM Participações S.A (TIM), which is a mobile telephone operator in Brazil. As a result of the acquisition of its interest in Telecom Italia, Telefónica S.A. does not have any direct involvement in the operations of TIM. Additionally, any transactions between the Company and TIM are transactions in the regular course of business, which are regulated by the ANATEL.

2. BASIS OF PREPARATION AND PRESENTATION OF THE QUARTERLY FINANCIAL STATEMENTS

a) Quarterly financial statements

The quarterly financial statements (ITR s) of the Company and its subsidiary are presented in thousands of Brazilian *reais* (except as otherwise mentioned) and have been prepared based on the accounting practices adopted in Brazil, as well as on the rules issued by the Brazilian Securities and Exchange Commission (CVM), with due regard to the accounting standards set forth in the corporation law (Law No. 6,404/76), or Brazilian Corporate Law, which include the new provisions introduced, amended and revoked by Law No. 11,638, dated

TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**

December 28, 2007 and by Executive Act No. 449, dated December 03, 2008, with further regard, also, to the rules applicable to telecommunication service concessionaires.

The requirements of Brazilian Corporate Law apply to fiscal years started beginning on January 01, 2008. These requirements are not to be considered as changes of circumstances or of estimates and, therefore, the adoption of new practices introduced by Law No. 11,638/07, as a general rule, must be shown retrospectively, that is, by application of these new accounting practices as if they had been in use during all the periods presented, with due regard to the rule governing Accounting Practices, Changes to Accounting Estimates and Correction of Mistakes, as approved by the CVM, by Resolution No. 506. Accordingly, the Quarterly Information for the three-month period ended March 31, 2008 was restated with the purpose of making them comparable with the Quarterly Information related to the three-month period ended March 31, 2009 (note 2b).

All balances of assets and liabilities, revenues and expenses arising out of transactions between the consolidated companies have been eliminated in the consolidated statements.

Some items of the consolidated income statement for the three-month period ended March 31, 2008 were reclassified in order to allow comparison with the new controlling shareholder's information. Accordingly, and in order to make understanding easier, the income statement has been presented, with due explanations for the reclassifications (note 30).

These ITR's were prepared pursuant to principles, practices and criteria consistent with those adopted in preparing the financial statements for the last fiscal year and should be reviewed together with said statements.

b) Effect of the adjustments of Law No. 11,638/07 and of Executive Act No. 449 (MP No. 449/08)

The table below shows the effects of the application of Law No. 11,638/07 and of MP No. 449/08 in the consolidated income statement for the three-month period ended March 31, 2008.

| | Summary description of adjustment | Controlling Company | Consolidated |
|---|---|------------------------|----------------|
| Net profit before changes introduced by Law No. 11,638/07 and MP No. 449/08 | | 166,596 | 166,596 |
| Reversal of the deferred assets amortization | (1) | | 936 |
| Financial income (expenses) from: | | | |
| Present value of monetary assets | (2) | | (793) |
| Fair value of derivative transactions | (3) | | 2,221 |
| Income tax and social contribution on total adjustments | (4) | | (804) |
| Minority interest | (5) | | (261) |
| Equity accounting | (6) | 1,299 | |
| Net effects resulting from full application of Law No. 11,638/07 and MP No. 449/08 | | 1,299 | 1,299 |
| Net profit with full application of Law No. 11,638/07 and MP No. 449/08 | | 167,895 | 167,895 |

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1. Reversal of the deferred assets amortization referring to amounts not representing pre-operating expenses and which may not be reclassified in other groups of the balance sheet, pursuant to the provisions in CVM Resolution No. 527/08, which approved CPC 13, due to the writing-off effected on December 31, 2007;

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TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**

2. Financial expenses resulting from the adjustment to present value of the tax on Circulation of Merchandise and Services (*Imposto sobre Circulação de Mercadorias e Serviços* ICMS) on acquisitions of fixed assets, using the Long Term Interest Rate (TJLP);
 3. Financial income resulting from the adjustments to fair value of transactions with derivatives;
 4. Income tax (25%) and social contribution (9%), applied to all the above described adjustments;
 5. Minority interest effect, applied to all the above described adjustments;
 6. Equity accounting, applied to all the above described adjustments;
- Additionally, on account of the elimination of the Non-operating income , in conformity with MP No. 449/08, the Company has reclassified consolidated net income in the amount of R\$77 in the income statement for the three-month period ended March 31, 2008 in Other operating revenue (expenses), net .

3. CASH AND CASH EQUIVALENTS

| | Controlling Company | | Consolidated | |
|-----------------------|------------------------|----------------|----------------|----------------|
| | 03.31.09 | 12.31.08 | 03.31.09 | 12.31.08 |
| Cash | 80 | 148 | 2,536 | 4,956 |
| Financial investments | 322,458 | 327,516 | 404,171 | 943,778 |
| Total | 322,538 | 327,664 | 406,707 | 948,734 |

The financial investments refer to fixed income transactions, indexed to the variation of the Interbank Deposit Certificates (CDI), with immediate liquidity.

4. TRADE ACCOUNTS RECEIVABLE, NET

| | Consolidated | |
|---------------------------------------|----------------|----------------|
| | 03.31.09 | 12.31.08 |
| Receivables from unbilled services | 85,935 | 83,870 |
| Receivables from interconnection fees | 82,636 | 119,314 |
| Receivables from billed services | 55,575 | 58,386 |
| Receivables from goods sold | 46,911 | 66,152 |
| (-) Allowance for doubtful accounts | (21,779) | (29,453) |
| Total | 249,278 | 298,269 |

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No customer represents more than 10% of the net accounts receivable at March 31, 2009 and December 31, 2008.

At March 31, 2009, the balance of accounts receivable includes R\$12,466 (R\$10,168 at December 31, 2008) related to transfer of co-billing of other operators, the amounts of which were determined on the basis of statements of commitment, once the corresponding contracts have not yet been signed by the parties. Pending matters related to the definition of liability for losses resulting from fraud have not yet been resolved, and await decision by the regulatory agency as well as settlement between the parties. The Company does not expect financial losses with respect to this matter.

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TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**

The changes in the allowance for doubtful accounts are as follows:

| | 2009 | 2008 |
|--|-------------|-------------|
| Balance at beginning of year | 29,453 | 28,175 |
| Additional allowance in the 1Q (note 20) | 6,508 | 8,346 |
| Write-offs and recoveries in the 1Q | (14,182) | (4,775) |
| Balance at March 31 | 21,779 | 31,746 |
| Additional allowance in the 2Q, 3Q and 4Q08 | | 18,829 |
| Write-offs and recoveries in 2Q, 3Q and 4Q08 | | (21,122) |
| Balance at year end | | 29,453 |

5. INVENTORIES

| | Consolidated | |
|--------------------------------|---------------------|-----------------|
| | 03.31.09 | 12.31.08 |
| Handsets | 44,916 | 63,718 |
| Simcard (chip) | 6,371 | 9,563 |
| Accessories and other | 10,339 | 10,697 |
| (-) Provision for obsolescence | (14,504) | (14,684) |
| Total | 47,122 | 69,294 |

6. DEFERRED AND RECOVERABLE TAXES*6.1 Breakdown*

| | Controlling Company | | Consolidated | |
|--|--------------------------------|-----------------|---------------------|-----------------|
| | 03.31.09 | 12.31.08 | 03.31.09 | 12.31.08 |
| Prepaid social contribution and income taxes | 68,791 | 65,029 | 88,392 | 121,907 |
| ICMS tax credit | 199 | 206 | 39,935 | 41,490 |
| PIS and COFINS tax credits | 20,646 | 20,334 | 65,660 | 70,292 |
| Withholding income tax | 6,828 | 16,183 | 12,077 | 26,154 |
| Other tax credits | 26 | | 2,946 | 501 |
| Total tax credits | 96,490 | 101,752 | 209,010 | 260,344 |

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| | | | | |
|---|----------------|----------------|----------------|------------------|
| Deferred income and social contribution taxes | 535,335 | 534,992 | 727,094 | 740,117 |
| ICMS to be allocated | | | 8,684 | 10,175 |
| Total | 631,825 | 636,744 | 944,788 | 1,010,636 |
| Current | 137,139 | 151,886 | 298,501 | 386,461 |
| Noncurrent | 494,686 | 484,858 | 646,287 | 624,175 |

The subsidiary is entitled to tax reduction benefit of 75% on the taxable profit generated in the tax incentive areas within the scope of the Agency for Development of the Northeast ADENE, where the carrier operates (North of Minas Gerais and Vale do Jequitinhonha) for a period of 10 years as from 2004.

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

The breakdown of deferred income and social contribution taxes is as follows:

| | Consolidated | |
|--|---------------------|-----------------|
| | 03.31.09 | 12.31.08 |
| Incorporated tax credit reorganization (a) | 533,511 | 570,328 |
| Tax credits on provisions for: (b) | | |
| Contingencies and legal liabilities CVM 489 | 90,918 | 85,959 |
| Suppliers | 15,442 | 14,215 |
| Doubtful accounts | 7,405 | 10,014 |
| Provision for disposal of fixed assets | 6,568 | 3,547 |
| Provision for inventory obsolescence | 4,931 | 4,993 |
| Employee profit sharing | 2,143 | 3,847 |
| Derivative and other securities transactions | 9,806 | 37,209 |
| Tax loss and negative tax basis (c) | 56,370 | 10,005 |
| Total deferred taxes | 727,094 | 740,117 |
| Current | 191,883 | 223,671 |
| Noncurrent | 535,211 | 516,446 |

The amount recorded in the current assets refers to reversal of temporary differences and goodwill amortization expected for the next twelve months.

The deferred taxes were recorded assuming their future realization, as follows:

Tax credit incorporated: represented by the net balance of goodwill and provision for maintenance of the shareholders' equity integrity (note 6.2). Realization will occur in a period from 5 to 10 years. Studies performed by independent consultants hired during the corporate reorganization process support the recovery of such amounts within the above time frame.

Temporary differences: realization will occur upon payment of the provisions, effective loss on bad debts or realization of inventories, as well as reversal of other provisions.

Tax loss and negative tax basis: represents the amount recorded by the Company and its subsidiary, which will be offset up to the limit of 30% of the tax basis computed in the coming fiscal years and subject to no statute of limitations.

The Company and its subsidiary prepared feasibility studies, approved by the Board of Directors, which indicated the full recovery of deferred tax amounts recognized at December 31, 2008, as defined in CVM Instruction No. 371. During the three-month period ended March 31, 2009, no relevant fact occurred that indicated limitations to full recovery of the deferred tax amounts recognized by the Company and its subsidiary.

6.2 Tax credit incorporated Corporate Reorganization

As a result of the Corporate Reorganization process, the Company and its subsidiary incorporated the goodwill paid on the privatization and acquisition of subsidiaries.

Provisions were recorded for maintenance of the shareholders' equity of the merged company and, consequently, the net assets being merged represent, essentially, the tax benefit arising out of possible deduction of the incorporated goodwill.

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TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**

Included in the accounting records held for corporate and tax purposes by the Company and its subsidiary are specific accounts related to incorporated goodwill and provision and corresponding amortization, reversal and tax credit, the balances of which are as follows:

| | Consolidated | | | |
|--|---------------------|-------------------------------|------------|-------------------------|
| | Goodwill | 03.31.09 Provision | Net | 12.31.08 Net |
| Reorganization | | | | |
| Telemig Celular Privatization | 42,452 | (28,018) | 14,434 | 19,846 |
| Telemig Participações Corporate Reorganization of TCO IP | 1,400,136 | (924,090) | 476,046 | 504,958 |
| Telemig Celular Corporate Reorganization of TCO IP | 126,563 | (83,532) | 43,031 | 45,524 |
| Total | 1,569,151 | (1,035,640) | 533,511 | 570,328 |

The changes in the three-month periods ended on March 31 are as follows:

| | Consolidated | |
|-------------------------|---------------------|-------------|
| | 2009 | 2008 |
| Result: | | |
| Goodwill amortization | (108,288) | (15,919) |
| Provision reversal | 71,471 | 10,507 |
| Tax credit | 36,817 | 5,412 |
| Effect on income | | |

To the extent the tax benefits are actually realized, the amount shall be incorporated into capital stock to the benefit of Vivo Participações, the other shareholders being assured preemptive rights. Proceeds arising out of the exercise of the preemptive rights shall be paid to Vivo Participações.

At a Special Meeting of the Board of Directors of the Company, held on February 12, 2008, the capitalization of a portion of the special goodwill reserve was approved, under the terms of CVM Instruction No. 319/99, in the amount of R\$22,886, with the issue of 610,784 new registered shares, with no par value, corresponding to the tax benefits generated in 2008, with deduction of the credits on behalf of Vivo Participações, and assurance of preemptive rights, as set forth in article 171 of Law No. 6,404/76.

7. PREPAID EXPENSES

| | Consolidated | |
|--|---------------------|-----------------|
| | 03.31.09 | 12.31.08 |
| Telecommunication Inspection Fee (Fistel) | 63,628 | 18,771 |
| Advertising and publicity | 9,823 | 12,031 |
| Rent | 1,054 | 1,468 |
| Insurance premium, financial charges, software and other | 4,135 | 4,587 |

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| | | |
|------------|--------|--------|
| Total | 78,640 | 36,857 |
| Current | 74,148 | 30,606 |
| Noncurrent | 4,492 | 6,251 |

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

8. OTHER ASSETS

| | Consolidated | |
|--|--------------|----------|
| | 03.31.09 | 12.31.08 |
| Judicial and frozen deposits and contractual pledge | 7,490 | 7,928 |
| Subsidies on terminal sales | 2,227 | 9,604 |
| Credits with Amazônia Celular S.A. and Tele Norte Celular Participações S.A. (a) | 306 | 8,522 |
| Advances to employees | 2,954 | 1,325 |
| Credits with suppliers | 3 | 4,341 |
| Prepayments to suppliers | 201 | 206 |
| Other assets | 47 | 36 |
| Total | 13,228 | 31,962 |
| Current | 5,788 | 24,094 |
| Noncurrent | 7,440 | 7,868 |

- (a) These refer to the amounts of administrative and human resources sharing contract and establishment of condominium with Telemig and Telemig Participações, existing until the date of acquisition of the share control by Vivo Participações. The balances are remunerated based on the Interbank Deposit Certificate (CDI) variation).

9. INVESTMENTS

Investment in the subsidiary

| Investee | Common interest | Preferred interest | Total interest |
|-----------------|-----------------|--------------------|----------------|
| Telemig Celular | 89.17% | 79.68% | 83.25% |

Amount of shares owned

| Investee | Common shares | Preferred shares | Total shares |
|-----------------|---------------|------------------|--------------|
| Telemig Celular | 794,764 | 1,180,078 | 1,974,842 |

Subsidiary information

| Investee | Net profit for the | | | |
|----------|--------------------|-----------|--------------------------|----------|
| | Shareholders | equity at | three-month period ended | |
| | 03.31.09 | 12.31.08 | 03.31.09 | 03.31.08 |

| | | | | |
|-----------------|-----------|-----------|--------|---------|
| Telemig Celular | 1,142,460 | 1,119,057 | 23,403 | 194,918 |
|-----------------|-----------|-----------|--------|---------|

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

Breakdown and changes

The balance of the Company's investments is as follows:

| | 03.31.09 | 03.31.08 |
|--|----------|-----------|
| Balance the beginning of the year | 893,395 | 882,780 |
| Equity accounting result on net profit of the subsidiary | 19,425 | 162,272 |
| Adjustment to the allocation of interest on shareholders's equity and dividends of Telemig Celular in 2008 | (2,676) | |
| Balance at March 31 | 910,144 | 1,045,052 |
| Equity accounting result on net profit of the subsidiary | | 87,249 |
| Forfeited interest on shareholders's equity and dividends April to December 08 | | 1,724 |
| Interest on shareholders's equity allocated by the subsidiary | | (240,630) |
| Balance at the year end | | 893,395 |

10. PROPERTY, PLANT AND EQUIPMENT

| | Annual depreciation rates (%) | Cost | Consolidated | | |
|---|-------------------------------|-----------|--------------------------|------------------------------------|------------------------------------|
| | | | 03.31.09 | 12.31.08 | |
| | | | Accumulated depreciation | Property, plant and equipment, net | Property, plant and equipment, net |
| Transmission equipment | 20.00 to 33.33 | 1,114,233 | (868,643) | 245,590 | 222,752 |
| Switching equipment | 20.00 to 33.33 | 509,128 | (320,517) | 188,611 | 193,883 |
| Infrastructure | 2.87 to 20.00 | 368,565 | (236,517) | 132,048 | 121,209 |
| Terminal equipment | 50.00 | 57,479 | (33,089) | 24,390 | 22,538 |
| Buildings | 2.86 to 4.00 | 12,186 | (5,271) | 6,915 | 7,067 |
| Land | | 3,055 | | 3,055 | 3,055 |
| Other assets | 6.67 to 20.00 | 220,333 | (156,246) | 64,087 | 60,004 |
| Properties and construction in progress | | 79,702 | | 79,702 | 139,311 |
| Total | | 2,364,681 | (1,620,283) | 744,398 | 769,819 |

At March 31, 2009, the subsidiary had items of property, plant & and equipment offered pledged as guarantees in connection with legal proceedings in the amount of R\$36,284 (R\$32,911 at December 31, 2008).

11. INTANGIBLE ASSETS, NET

Consolidated

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| | Annual amortization rates (%) | Cost | 03.31.09 Accumulated amortization | Intangible, net | 12.31.08 Intangible, net |
|---------------------------------|-------------------------------------|----------------|---|--------------------|--------------------------------|
| Software use rights | 20.00 | 291,642 | (205,802) | 85,840 | 89,754 |
| Concession licenses | 6.67 to 28.92 | 75,046 | (25,369) | 49,677 | 51,067 |
| Other assets | 10.00 to 20.00 | 15,368 | (14,788) | 580 | 274 |
| Intangible in progress-software | | 6,990 | | 6,990 | 16,268 |
| Total | | 389,046 | (245,959) | 143,087 | 157,363 |

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

12. SUPPLIERS AND ACCOUNTS PAYABLE

| | Consolidated | |
|----------------------------------|--------------|----------|
| | 03.31.09 | 12.31.08 |
| Suppliers | 200,250 | 280,579 |
| Interconnection / interlinking | 37,706 | 35,695 |
| Amounts to be transferred LD (a) | 35,745 | 61,645 |
| Other | 7,482 | 16,166 |
| Total | 281,183 | 394,085 |

(a) Amounts to be transferred refer to VC2, VC3 and roaming charges, invoiced to our customers and transferred to the long distance call operators.

13. TAXES, FEES AND CONTRIBUTIONS PAYABLE

| | Consolidated | |
|---|--------------|-----------|
| | 03.31.09 | 12.31.08 |
| <i>Current taxes:</i> | | |
| ICMS | 28,454 | 29,257 |
| Income and social contribution taxes | 12,497 | 52,600 |
| PIS and COFINS | 8,997 | 14,977 |
| FUST and FUNTTEL | 946 | 955 |
| FISTEL | 470 | 3,042 |
| Other taxes, fees and mandatory contributions | 1,006 | 124 |
| Total | 52,370 | 100,955 |
| <i>Legal liabilities (CVM 489/05):</i> | | |
| FISTEL (a) | 386,274 | 324,764 |
| (-) Escrow deposit FISTEL (a) | (386,274) | (324,764) |
| Withholding income tax (b) | 20,314 | 19,828 |
| (-) Escrow deposit withholding income tax (b) | (20,314) | (19,828) |
| PIS and COFINS | 13,106 | 12,933 |
| Other taxes, fees and mandatory contributions | 4,516 | 4,122 |
| Total | 17,622 | 17,055 |
| Total | 69,992 | 118,010 |
| Current | 39,970 | 89,255 |
| Noncurrent | 30,022 | 28,755 |

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Legal liabilities CVM Resolution 489/05

This includes the taxes that fall within the scope of CVM Resolution No. 489/05, dated October 3, 2005, which approved IBRACON NPC No. 22 standard.

For purposes of the financial statements, the amounts of escrow deposits for said taxes are offset against taxes, fees and mandatory contributions payable, as applicable.

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TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**a) *Telecommunications Inspection Fee - Fistel*

The subsidiary filed a Writ of Mandamus challenging its liability for the payment of the inspection fees on mobile stations not owned by it, and started booking a provision and effecting a deposit in court for the amounts referring to the TFF Operation Inspection Fee and to the TFI Installation Inspection Fee. The case is awaiting decision by the TRF Court of the 1st Region.

Its legal counsels consider the chances of losses in these lawsuits to be possible. However, because this is a legal obligation under the terms of CVM Resolution No. 489/2005, the subsidiary has recorded a provision for this contingency. The provision recorded at March 31, 2009 was in the amount of R\$386,274 (R\$324,764 at December 31, 2008), with corresponding deposits in court in the same amount.

b) *Withholding income Tax (IRRF) on payments of Interest on shareholders's equity - Telemig Celular Participações*

The Company filed Writs of Mandamus requesting the court to declare its right not to be assessed IRRF at source on its receipts of interest on shareholders's equity of its subsidiary. Based on the opinion of its legal counsels, the referred lawsuits are classified as possible loss; however, once this refers to a legal obligation under the terms of CVM Resolution No. 489/2005, at March 31, 2009 a provision was recorded and escrow deposits were made, totaling R\$20,314 (R\$19,828 at December 31, 2008).

c) *Other taxes, fees and contributions*

At March 31, 2009, the subsidiary recorded the amount of R\$17,622 (R\$17,055 at December 31, 2008), referring to matters of PIS, COFINS and ISS taxes.

Following we present the changes in legal obligations in compliance with CVM Resolution 489/05:

| | Legal liabilities | Consolidated (-) Escrow deposits | Total |
|----------------------------|--------------------------|---|--------------|
| Balances at 12.31.08 | 361,647 | (344,592) | 17,055 |
| Additions, net of reversal | 61,001 | (60,607) | 394 |
| Monetary adjustments | 1,562 | (1,389) | 173 |
| Balances at 03.31.09 | 424,210 | (406,588) | 17,622 |

14. LOANS AND DEBENTURESa) *Loans*

On January 14, 2009, the subsidiary effected the repayment due under the Unsecured Senior Notes funding program in the amount of R\$192,559.

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b) *Debentures*

In compliance with the Contract for Provision of SMP Services, in conformity with the Public Selection No 001/07, the State of Minas Gerais, acting through the State Department for Economic Development, has

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TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**

undertaken to subscribe debentures issued by the Company, within the scope of the Minas Comunica Program, using proceeds from the Fund for Universalization of Access to Telecommunications Services (*Fundo de Universalização do Acesso a Serviços de Telecomunicações FUNDOMIC*). Under the terms of this Program, the company would make the SMP service available to 134 locations in the areas registered as 34, 35 and 38.

Also according to the program, 5,550 simple, unsecured, nonconvertible, registered, book-entry type debentures would be issued, without stock certificates being issued, in up to five series.

In consideration for the certification by the State Department of Economic Development of the service to be provided to 15 locations, 621 debentures were issued in the 1st Series of the first issue, amounting to R\$6,210 in December 2007. In March 2008, for the service at 42 locations, 1,739 debentures were issued in the 2nd Series of the first issue, valued at R\$17,390. At December 31, 2008, for the service at 77 locations, 3,190 debentures were issued in the 3rd Series of the 1st issue, valued at R\$31,900, thus completing the program for providing service to 134 locations within the State of Minas Gerais. At March 31, 2009 the updated amounts of the 1st, 2nd and 3rd series of the debentures were R\$6,734, R\$18,522 and R\$32,435, totaling R\$57,691 (R\$6,645, R\$18,278 and R\$32,000, totaling R\$56,923 at December 31, 2008), respectively.

Charges applicable to the program described above are IPCA + 0.5% per year and the maturity date is July 05, 2021.

This program is subject to covenants as for petition for judicial and extrajudicial recovery, winding-up, dissolution, insolvency, voluntary bankruptcy or bankruptcy decree, default, non-performance of non-fiduciary obligations and compliance with a certain limit substantially based on financial indexes of the balance sheet and EBITDA (earnings before interest, taxes, depreciation and amortization), among others. At March 31, 2009, all the covenants were fulfilled by the subsidiary.

15. PROVISION FOR CONTINGENCIES

The Company and its subsidiary are parties to administrative and judicial proceedings related to labor, tax and civil claims. Relevant accounting provisions have been recorded with respect to such proceedings in which the chance of loss was deemed as probable.

The breakdown of the balances of such provisions is as follows:

| | | Consolidated | | |
|------------|-------------------|----------------------------|------------|-----------------|
| | | 03.31.09 | | 12.31.08 |
| | Provisions | (-) Escrow deposits | Net | Net |
| Civil | 14,189 | (1,497) | 12,692 | 10,870 |
| Labor | 7,723 | (3,303) | 4,420 | 4,962 |
| Tax | 3,547 | (3,547) | | |
| Total | 25,459 | (8,347) | 17,112 | 15,832 |
| Current | | | 8,763 | 7,535 |
| Noncurrent | | | 8,349 | 8,297 |

TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**

The changes to the provisions for net contingencies are as follows:

| | Consolidated | |
|--|---------------------|---------------|
| | 2009 | 2008 |
| Balances at the beginning of the year | 15,832 | 8,632 |
| Booking of provisions, net of reversal (note 22) | 3,407 | 2,272 |
| Decrease (increase) of escrow deposits | (376) | 2,169 |
| Payments | (1,751) | (2,116) |
| Balances at March 31 | 17,112 | 10,957 |
| Booking of provisions, net of reversals in 2Q, 3Q and 4Q08 | | 19,634 |
| Increase of escrow deposits in 2Q, 3Q and 4Q08 | | (4,462) |
| Payments in 2Q, 3Q and 4Q08 | | (10,297) |
| Balances at December 31 | | 15,832 |

15.1. Civil Claims

These aforementioned provisions to several civil claims for which the respective provisions were recorded, as shown above, such provisions being deemed sufficient to meet probable losses on these cases.

a) Consumers

Its subsidiary is party to several lawsuits brought by individual consumers or by civil associations representing rights of consumers claiming non-performance of services and/or products sold. Individually, none of these lawsuits are deemed to be material.

At March 31, 2009, based on the opinion of its independent counsels, the amount of R\$11,159 (R\$10,419 at December 31, 2008) was recorded, which is considered sufficient to meet potential losses on these proceedings.

At the same date, the sum of the amounts under discussion in several instances of the lawsuits of this nature for which the chance of loss is deemed as possible, was R\$4,433 (R\$4,905 at December 31, 2008).

b) ANATEL

The subsidiary is party to several legal and administrative proceedings brought by ANATEL referring to noncompliance with Regulations concerning the Personal Mobile Service. At March 31, 2009, the amount of R\$1,283 (R\$600 at December 31, 2008), was recorded, which is considered sufficient to meet probable losses on these cases.

At the same date, the amount involved in these lawsuits classified as possible loss was R\$2,792 (R\$600 at December 31, 2008).

c) *Other*

These refer to lawsuits of other nature, all related to the regular course of business. At March 31, 2009, based on the opinion of its independent lawyers, the amount of R\$1,747 (R\$1,244 at December 31, 2008) was recorded, which is considered sufficient to meet probable losses on these cases.

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TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**

At the same date, the amount involved in several lawsuits classified as possible loss was R\$1,294 (R\$1,544 at December 31, 2008).

15.2. Labor claims

These refer to several labor claims for which the respective provisions were recorded as shown above, which are considered sufficient to meet probable losses on these cases.

At the same date, the amount involved in these lawsuits classified as possible loss was R\$11,241 (R\$11,747 at December 31, 2008).

15.3. Tax Proceedings

No new tax proceedings classified as probable loss were filed in the three-month period ended on March 31, 2009.

At the same date, the amount involved in proceedings of this nature classified as possible loss was R\$210,121 (R\$205,568 at December 31, 2008), which were primarily related to matters of ICMS, IRPJ, FISTEL, FUST, FUNTTEL, and other taxes. The proceedings filed in this quarter pertain to the same subject matters of those already in course at December 31, 2008.

16. OTHER LIABILITIES

| | Controlling Company | | Consolidated | |
|--|----------------------------|-----------------|---------------------|-----------------|
| | 03.31.09 | 12.31.08 | 03.31.09 | 12.31.08 |
| Prepaid services to be rendered | | | 33,662 | 43,406 |
| Deferred Revenue | | | 15,817 | 15,537 |
| Provision for disposal of assets (a) | | | 84,154 | 84,283 |
| Reverse stock split (b) | 84,154 | 84,283 | 97,061 | 97,204 |
| Provision for customer loyalty program | | | 15,550 | 18,412 |
| Provision for pension fund | | | 7,328 | 7,127 |
| Liabilities to related parties | | 11 | 11 | |
| Other | | | 194 | 194 |
| Total | 84,165 | 84,283 | 169,623 | 181,880 |
| Current | 84,154 | 84,283 | 146,467 | 159,216 |
| Noncurrent | 11 | | 23,156 | 22,664 |

(a) This refers to the costs to be incurred in connection with the obligation of returning to the owners the sites (locations for installation of Radio Base Stations - RBS of the subsidiary) in the same conditions as they were found at the time of the execution of the initial lease contracts thereof.

(b) This refers to credit made available to the holders of remaining shares as a result of the reverse stock split of the capital stock of the Company and of its subsidiary.

TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)****17. SHAREHOLDERS EQUITY***a) Capital Stock*

The Special Meeting of the Board of Directors of the Company, held on February 12, 2009, approved the increase of the capital stock out of part of the special goodwill reserve, under the terms of CVM Instruction No. 319/99, in the amount of R\$22,886, upon issue of 610,784 new registered shares, with no par value, of which 223,032 common shares and 387,752 preferred shares, corresponding to the tax benefit for fiscal year 2008, the credits being on behalf of Vivo Participações, ensuring the preemptive right set forth in article 171 of Law No. 6,404/76, whereby the capital stock was increased to R\$623,350.

The subscribed and paid-up capital at March 31, 2009 and December 31, 2008 is made-up of book-entry shares, with no par value, allocated as follows:

| | Number of shares | |
|----------------------|------------------|------------|
| | 03.31.09 | 12.31.08 |
| <i>Capital stock</i> | | |
| Common | 13,689,091 | 13,466,059 |
| Preferred | 23,799,054 | 23,411,302 |
| Total | 37,488,145 | 36,877,361 |

Preferred shares are not entitled to voting rights, and are ensured priority upon the reimbursement of the capital stock, without premium, and upon the payment of non-cumulative minimum dividends pursuant to the criteria below, alternatively, considering the one representing the highest value:

- I - 6% per year, calculated on the value resulting from the division of the subscribed capital by the total number of shares of the Company, or
- II - right to share the minimum mandatory dividend in accordance with the following criteria:
 - a) priority upon the receipt of minimum and non-cumulative dividends corresponding to 3% of the equity value of the share; and
 - b) right to share the profits distributed under equal conditions with the common shares, after the minimum priority dividend stipulated in conformity with item a) above is ensured to the common shares.

Preferred shares shall become entitled to vote if the Company, for 3 consecutive fiscal years, fails to pay the minimum dividends to which they are entitled.

*b) Capital Reserves**b.1) Special Goodwill Reserve*

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This reserve was recorded as a result of the corporate reorganization processes of TCO IP S.A., as a counter-entry to the net assets transferred, and represents the future tax benefit to be earned by amortization of the goodwill transferred. The portion of special goodwill reserve corresponding to the benefit may be, at the end of each fiscal year, capitalized to the benefit of the controlling shareholder upon the issue of new shares. The increase of capital is subject to the preemptive rights of the non-controlling shareholders, proportionally to their respective interests, by kind and class, at the time of the issue, and the amounts paid upon the exercise of this right shall be directly delivered to the controlling shareholder, in accordance with the provisions in CVM Instruction No. 319/99.

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

The Special Meeting of the Board of Directors of the Company, held on February 12, 2009, approved the increase of the capital stock out of part of the special goodwill reserve, under the terms of CVM Instruction No. 319/99, in the amount of R\$22,886, upon issue of 610,784 new registered shares, with no par value, of which 223,032 are common shares and 387,752 are preferred shares, corresponding to the tax benefit for fiscal year 2008, the credits being on behalf of Vivo Participações, ensuring the preemptive right set forth in article 171 of Law No. 6404/76. After this capital increase, Vivo Participações started holding 58.94% of the total capital stock of the Company.

As a result of the TCO IP S.A. Corporate Reorganization process, carried out on December 19, 2008, the Company recorded the amount of R\$509,450 on behalf of its holding company Vivo Participações.

b.2) *Tax Incentives*

These represent the amounts invested in tax incentives in previous fiscal years.

c) *Profit Reserves*

c.1) *Legal Reserve*

The legal reserve is recorded by allocation of 5% of the net profit for the year, up to the limit of 20% of the paid-up capital stock or 30% of the capital stock added by the capital reserves. Given the establishment of such allocations to this reserve are no longer mandatory, as set forth in Art. 193 of Law No. 6,404/76.

c.2) *Reserve for Expansion*

The reserve for expansion was recorded with the purpose of holding funds for financing additional investments of fixed and current capital by allocation of up to 100% of the remaining net profit, after the legal determinations and the balance of the retained earnings account for the fiscal year ended on December 31, 2008. This reserve is supported by a capital budget approved at the shareholders' meetings.

d) *Retained Earnings*

The General and Special Shareholders' Meeting held on March 18, 2009 approved the allocation of the net profit for fiscal year 2008, in the amount of R\$261,041, of which R\$13,052 will be applied to the Legal Reserve and R\$247,989 will be distributed as dividends and interest on shareholders' categorized as follows, being: R\$13,607 as interest on shareholders' equity, gross value (R\$11,566, net of withholding income tax) and R\$234,382 as dividends. The meeting also approved the transfer of the remaining balance of retained earnings in the amount of R\$516,370 to the Expansion Reserve, based on the capital budget proposed for fiscal year 2009 of its subsidiary, as set forth in art. 196, and with due regard to the provisions in art. 198 of Law 6,404/76 and articles 39, 2, and 43 of the Bylaws.

Pursuant to the change introduced by Law No. 11,638/07, the net profit for the year must be entirely allocated in accordance with the provisions in articles 193 to 197 of Law no. 6,404/76.

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e) *Dividends and Interest on Shareholders' Equity*

The General and Special Shareholders' Meeting held on March 18, 2009 resolved on the payment of dividends and interest on shareholders' equity in the amount of R\$247,989, being: interest on shareholders' equity in the amount of R\$13,607 (R\$11,566 net of withholding income tax) and dividends in the amount of R\$234,382, which were paid in March 2009.

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TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)**

The shareholders are ensured a minimum dividend of at least 25% of the adjusted net profit of every fiscal year, in conformity with the Corporations Law and with the Bylaws, which is increased up to the amount necessary for payment of the priority minimum dividend payable to the preferred shares.

18. NET OPERATING REVENUE

| | Consolidated | |
|---|---------------------|-----------------|
| | 03.31.09 | 03.31.08 |
| Franchise and use | 299,162 | 271,342 |
| Interconnection | 165,395 | 155,204 |
| Data and value-added services (SVA) | 58,025 | 45,070 |
| Other services | 7,314 | 5,675 |
| Gross revenue from telecommunication services | 529,896 | 477,291 |
| ICMS | (74,200) | (62,076) |
| Discounts granted | (68,431) | (73,078) |
| PIS and COFINS | (20,012) | (17,445) |
| ISS | (990) | (166) |
| Net operating revenue from telecommunication services | 366,263 | 324,526 |
| Gross revenue from sales of handsets and accessories | 38,359 | 28,113 |
| PIS and COFINS | (3,422) | (2,529) |
| Returns of goods sold | (1,432) | (769) |
| ICMS | (574) | (88) |
| Net operating revenue from sales of handsets and accessories | 32,931 | 24,727 |
| Total net operating revenue | 399,194 | 349,253 |

No customer has contributed more than 10% of the gross operating revenue for the three-month periods ended on March 31, 2009 and 2008.

19. COST OF GOODS SOLD AND SERVICES RENDERED

| | Consolidated | |
|--------------------------------------|---------------------|-----------------|
| | 03.31.09 | 03.31.08 |
| Interconnection | (78,470) | (61,789) |
| Depreciation and amortization | (56,472) | (40,862) |
| Taxes, fees and contributions | (19,663) | (14,540) |
| Outsourced services | (14,328) | (13,802) |
| Rent, insurance and condominium fees | (14,020) | (9,795) |
| Connection means | (13,936) | (12,596) |
| Personnel | (5,240) | (3,757) |

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| | | |
|---------------------------|-----------|-----------|
| Other supplies | (5,841) | (2,586) |
| Cost of services rendered | (207,970) | (159,727) |
| Cost of goods sold | (54,143) | (31,354) |
| Total | (262,113) | (191,081) |

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TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)****20. SELLING EXPENSES**

| | Consolidated | |
|--|---------------------|-----------------|
| | 03.31.09 | 03.31.08 |
| Outsourced services | (28,313) | (28,351) |
| Personnel | (18,144) | (20,059) |
| Advertising | (10,384) | (5,634) |
| Depreciation and amortization | (8,200) | (4,935) |
| Allowance for doubtful accounts | (6,508) | (8,346) |
| Customer loyalty program and donations | (1,969) | (8,882) |
| Rent, insurance and condominium expenses | (1,749) | (1,537) |
| Other supplies | (1,597) | (2,097) |
| Total | (76,864) | (79,841) |

21. GENERAL AND ADMINISTRATIVE EXPENSES

| | Consolidated | |
|--|---------------------|-----------------|
| | 03.31.09 | 03.31.08 |
| Outsourced services | (18,043) | (28,327) |
| Depreciation and amortization | (16,849) | (10,473) |
| Personnel | (10,168) | (14,393) |
| Rent, insurance and condominium expenses | (949) | (667) |
| Other supplies | (1,038) | (2,547) |
| Total | (47,047) | (56,407) |

22. OTHER OPERATING REVENUE (EXPENSES), NET

| | Consolidated | |
|---|---------------------|-----------------|
| | 03.31.09 | 03.31.08 |
| Recovered expenses | 3,260 | 1,018 |
| Fines | 1,075 | 5,685 |
| Shared infrastructure and EILD | 5,514 | 4,439 |
| Reversal of provisions (a) | 100 | 251,624 |
| Provision for contingencies | (3,507) | (2,272) |
| FUST | (1,757) | (1,467) |
| PIS and COFINS | (2,457) | |
| FUNTEL | (879) | (734) |
| Other taxes, fees and mandatory contributions | (773) | |
| Other operating revenue (expenses) | 11,016 | 7,250 |

| | | |
|-------|--------|---------|
| Total | 11,592 | 265,543 |
|-------|--------|---------|

- (a) In the first quarter of 2008 the subsidiary reverted all the provision recorded for ICMS on subscription fees and value-added services, in the amount of R\$700,005, being R\$448,381 as a counter-entry to the escrow deposits recorded in non-current assets and R\$251,624 as a counter-entry to the income for the period.

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

23. FINANCIAL INCOME (EXPENSES) AND MONETARY AND EXCHANGE VARIATIONS

| | Controlling Company | | Consolidated | |
|------------------------------------|---------------------|----------|--------------|----------|
| | 03.31.09 | 03.31.08 | 03.31.09 | 03.31.08 |
| Financial income: | | | | |
| Income from financial transactions | 11,863 | 8,897 | 25,606 | 26,101 |
| Financial expenses: | | | | |
| Loans and debentures | | | (988) | (3,383) |
| Derivative transactions | | | (872) | (2,277) |
| Other financial transactions | (495) | | (2,334) | (2,584) |
| Total | (495) | | (4,194) | (8,244) |
| Monetary and exchange variations: | | | | |
| In liabilities | | | | |
| Derivative transactions | | | 1,777 | 1,657 |
| Loans | | | (2,580) | (1,776) |
| Other transactions | | 265 | (131) | 230 |
| Total | | 265 | (934) | 111 |

24. INCOME TAX AND SOCIAL CONTRIBUTION

The Company and its subsidiary record monthly provisions for income and social contribution taxes, on an accrual basis, paying the taxes based on the monthly estimate. Deferred taxes are recognized on temporary differences, as mentioned in Note 6. The breakdown of expenses with income and social contribution taxes is shown below:

| | Consolidated | |
|--|--------------|-----------|
| | 03.31.09 | 03.31.08 |
| Income tax and social contribution on amortized goodwill | (36,817) | (5,412) |
| Income tax and social contribution expenses | (3,613) | (25,535) |
| Deferred income tax and social contribution | 24,435 | (73,947) |
| Total | (15,995) | (104,894) |

Below is a reconciliation of the expense with income taxes disclosed, by eliminating the effects of the goodwill tax benefit, and the amounts calculated by applying combined statutory rates at 34%:

| Controlling Company | Consolidated |
|---------------------|--------------|
|---------------------|--------------|

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| | 03.31.09 | 03.31.08 | 03.31.09 | 03.31.08 |
|--|----------|----------|----------|-----------|
| Income before taxes | 28,355 | 170,789 | 45,240 | 305,435 |
| Tax credit (debt) at combined statutory rate (34%) | (9,641) | (58,068) | (15,381) | (103,848) |
| Permanent additions: | | | | |
| Other nondeductible expenses | (56) | | (2,552) | (1,005) |
| Permanent exclusions: | | | | |
| Equity accounting | 6,605 | 55,172 | | |
| Other nondeductible expenses | | | 1,340 | |
| Other deductible expenses | 4 | 2 | 598 | (41) |
| Tax debt | (3,088) | (2,894) | (15,995) | (104,894) |

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

25. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONSOLIDATED)

The subsidiary is engaged in transactions involving financial instruments, the risks of which are actively managed by means of a set of initiatives, procedures and comprehensive operating policies.

The subsidiary's financial instruments are presented in compliance with CVM Resolution No. 566, dated December 17, 2008, which approved Technical Statement CPC 14, and with CVM Instruction 475, dated December 17, 2008.

a) *General considerations*

At March 31, 2009 and December 31, 2008, the main financial instruments, and their respective values by category, are as follows:

| | Controlling Company | | | | | |
|--|------------------------------------|----------------|---------|------------------------------------|----------------|---------|
| | 03.31.09 | | | 12.31.08 | | |
| | Fair value through profit and loss | Amortized cost | Total | Fair value through profit and loss | Amortized cost | Total |
| Assets | | | | | | |
| Cash and cash equivalents | 322.538 | | 322.538 | 327.664 | | 327.664 |
| Dividends and Interest on shareholders' equity | | | | | 232.272 | 232.272 |
| Liabilities | | | | | | |
| Payroll and related charges | | 32 | 32 | | 35 | 35 |
| Account payable | | 810 | 810 | | 2.467 | 2.467 |
| Taxes payable | | | | | 5.565 | 5.565 |
| Dividends and Interest on shareholders' equity | | 8.113 | 8.113 | | 251.701 | 251.701 |
| Other | | 84.165 | 84.165 | | 84.283 | 84.283 |

| | Consolidated | | | | | |
|--|------------------------------------|----------------|---------|------------------------------------|----------------|---------|
| | 03.31.09 | | | 12.31.08 | | |
| | Fair value through profit and loss | Amortized cost | Total | Fair value through profit and loss | Amortized cost | Total |
| Assets | | | | | | |
| Cash and cash equivalents | 406.707 | | 406.707 | 948.734 | | 948.734 |
| Restricted deposits | 2.273 | | 2.273 | 4.012 | | 4.012 |
| Accounts receivable, net | | 249.278 | 249.278 | | 298.269 | 298.269 |
| Liabilities | | | | | | |
| Payroll and related charges | | 16.799 | 16.799 | | 24.311 | 24.311 |
| Account payable | | 281.183 | 281.183 | | 394.085 | 394.085 |
| Taxes payable | | 69.992 | 69.992 | | 118.010 | 118.010 |
| Loans | | | | | 195.269 | 195.269 |
| Debentures | | 57.691 | 57.691 | | 56.923 | 56.923 |
| Dividends and Interest on shareholders' equity | | 11.929 | 11.929 | | 300.017 | 300.017 |
| Derivative Transactions | | | | 67.348 | | 67.348 |

| | | | | |
|-------|---------|---------|---------|---------|
| Other | 169.623 | 169.623 | 181.880 | 181.880 |
|-------|---------|---------|---------|---------|

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

b) *Considerations on risk factors which may affect the Company's and its subsidiaries' business*

The main market risks which the Company and its subsidiary are exposed to in the conduct of their activities are:

Credit Risk

The credit risk arises out of the potential difficulty to collect the amounts payable for telecommunication services rendered to its customers and for sales of handsets to the distributors network, as well as the risk related to financial statements.

The credit risk involved in the rendering of telecommunications services is minimized by a strict control of the customer base and active management of customers' default, by means of clear policies regarding the sale of post-paid handsets. The customer base of the subsidiary has, predominantly, a prepaid system, which requires the upfront payment and consequently entails no credit risk.

The credit risk in the sale of handsets and pre-activated prepaid cards is managed under a conservative credit policy, by means of modern management methods, including the application of credit scoring techniques, analysis of financial statements and information, and consultation to commercial data bases.

The Company and its subsidiary are also subject to credit risk originating from their financial investments. The Company and its subsidiary act in such a manner as to diversify this exposure among various world-class financial institutions.

Interest and Inflation Rate Risk

The inflation rate risk arises out of the debentures issued, indexed to the IPCA, which may negatively affect the financial expenses by an unfavorable change of this index.

The Company and its subsidiary have their financial investments indexed to the CDI. Should there be an increase in the local interest rate, the financial assets may be positively affected by this effect.

Exchange Rate Risk

At March 31, 2009, the Company and its subsidiary have no foreign currency loans (note 13). At December 31, 2008, the subsidiary recorded balances of US\$83,557 for loans and of US\$80,000 for derivative instruments.

c) *Derivative Transactions and Risk Management Policy*

Pursuant to a corporate policy of risk management, all contracting of derivative financial instruments is intended for protection against foreign exchange risk and variations in foreign and local interest rates arising out of financial debts. Since the Company and its subsidiary had no such loans recorded at March 31, 2009, no derivative instruments contracting was recorded at such date.

TELEMIG CELULAR PARTICIPAÇÕES S.A.**NOTES TO THE QUARTERLY FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009****(in thousands of Brazilian Reais, except as otherwise mentioned)***Analysis of sensibility to the risk variables of the Company*

CVM Instruction provides for that publicly-held companies, in addition to the provisions in item 59 of CPC 14 Financial Instruments: Recognition, Measurement and Evidencing, are required to disclose a statement of sensibility analysis, for each type of market risk deemed by the management to be material, originated by financial instruments, to which the entity is exposed at the closing date of each period, including all the transactions with derivative financial instruments.

At March 31, 2009, as the Company and its subsidiary had not any derivative instruments contracted, there is no risk of impact of these instruments on the financial result and, therefore, there is no exposure requiring a risk sensibility analysis.

26. POST-EMPLOYMENT BENEFITS PLAN

The subsidiary individually sponsors a defined retirement benefits plan Plano PBS Telemig Celular. Besides the benefit of supplementation, medical assistance (PAMA) is provided to retired employees and their dependents, at shared cost. Actuarial provisions relating to the defined benefit plans are recorded in Other liabilities (Note 16).

The subsidiary also sponsors the CelPrev, a defined contribution plan, under the same conditions as published for the last fiscal year.

27. TRANSACTIONS WITH RELATED PARTIES

The main transactions with non-consolidated related parties are:

- a) *Communication via local cellular phone and long distance and use of network:* these transactions are carried out with companies of the same controlling group: Vivo S.A., Telecomunicações de São Paulo S.A. TELESP and subsidiaries. Part of these transactions were carried out in conformity with agreements entered into between TELEBRAS and the concessionaires prior to the privatization, under conditions regulated by ANATEL.
- b) *Telephone assistance services:* services provided by Atento Brasil S.A. and Mobitel S.A. Dedic to users of telecommunication services, contracted for 12 months, and renewable for an equal period.

Below is a summary of balances and transactions with related parties:

| | Consolidated | |
|--------------------------------|---------------------|---------------------|
| | 03.31.09 | 12.31.08 |
| <i>Assets:</i> | | |
| Accounts receivable, net | 16,022 | 12,973 |
| Credits with related parties | 11 | |
| <i>Liabilities:</i> | | |
| Suppliers and accounts payable | 17,096 | 14,088 |
| | Consolidated | Consolidated |
| | 2009 | 2008 |

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Result:

| | | |
|---|-------|-------|
| Revenue from telecommunication services | 27 | 6,422 |
| Cost of services rendered | (531) | |
| Revenues with sharing of resources | | 7,206 |

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TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

Until March 31, 2008, the Company and its subsidiary, Amazônia Celular S.A. and Tele Norte Celular Participações S.A. were owned by the same controlling shareholder Telpart Participações S.A. For this reason, the amounts stated for the three-month period ended on March 31, 2008 refer to the transactions among these companies and they remained as related parties only for comparison purposes.

28. INSURANCE

The Company and its subsidiary company have adopted a policy of monitoring risks inherent to their transactions. For this reason, as of March 31, 2009, the Company and its subsidiary had insurance contracts in place for the coverage of operating risks, civil liability, health risks, etc. The Management of the Company and its subsidiary considers that the amounts of such contracts are sufficient to cover potential losses. The main assets, liabilities or interests covered by insurance and their respective amounts are shown below:

| Type of Insurance | Insured Amounts |
|--|---|
| Operating risks | R\$2,180,792 |
| Comprehensive Civil Liability RCG | R\$12,000 |
| Automobile (fleet of executive vehicles) | Material/bodily and moral damages: R\$1,100 |

29. AMERICAN DEPOSITARY RECEIPTS (ADR) PROGRAM

On November 16, 1998, the Company started trading ADRs on the New York Stock Exchange (NYSE) under ticker symbol TMB , with the following main characteristics:

Type of shares: preferred

Each ADR represents two (two) preferred shares

The shares are traded in the form of ADRs on the New York Stock Exchange under ticker symbol TMB

Foreign depositary bank: The Bank of New York Mellon

Custodian bank in Brazil: Banco Itaú S/A.

TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

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(in thousands of Brazilian Reais, except as otherwise mentioned)

30. INCOME STATEMENT FOR THE THREE-MONTH PERIOD ENDED 03.31.08

In order to offer proper comparison, we are presenting below the consolidated income statement for the three-month period ended on March 31, 2008, considering the necessary reclassifications for alignment of the Company's and its subsidiary's practice to the holding company's practices, and the effects resulting from the application of Law No. 11,638/07 and MP No. 449/08.

| | Income Statement disclosed at 03.31.08 | New controlling shareholder reclassifications | Adjustments to Law n° 11.638/07 | | Income Statement of 03.31.08, disclosed on 03.31.09 |
|--|---|---|---------------------------------------|---------------|---|
| Gross operating revenue | 964,901 | (459,497) | | a,b | 505,404 |
| Deduction from the gross operating revenue | (611,279) | 455,128 | | a | (156,151) |
| Net operating revenue | 353,622 | (4,369) | | | 349,253 |
| Cost of services rendered | (193,879) | 2,798 | | c,d,e,f,h,i | (191,081) |
| Gross profit | 159,743 | (1,571) | | | 158,172 |
| Selling expenses | (62,784) | (17,993) | 936 | c,e,g,h,j,k,l | (79,841) |
| General and administrative expenses | (55,993) | (414) | | b,g,h,i,k | (56,407) |
| Other operating revenue (expenses), net | 251,624 | 13,842 | 77 | f,h,k,l | 265,543 |
| Financial income, net | 16,540 | | 1,428 | | 17,968 |
| Operating profit | 309,130 | (6,136) | 2,441 | | 305,435 |
| Non-operating income, net | 77 | | (77) | l | |
| Profit before taxes and minority interest | 309,207 | (6,136) | 2,364 | | 305,435 |
| Income tax and social contribution | (104,090) | | (804) | l | (104,894) |
| Minority interests | (32,385) | | (261) | l | (32,646) |
| Employees' profit share | (6,136) | 6,136 | | l | |
| Net income for the period | 166,596 | | 1,299 | | 167,895 |

The main reclassifications effected in the income statement are as follows:

- Elimination of the amounts of prepaid services recharge bonus against discounts granted;
- Transfer of the shared infrastructure amounts and EILD to Other Operating Revenue (Expenses) and General and Administrative Expenses ;
- Transfer of the amounts of handset distribution costs to Selling Expenses

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- d. Transfer of the revenue from fines on telecommunication services to Other Operating Revenue (Expenses) ;
- e. Transfer of the amounts of internet communication services, preparation and mailing of telephone bills to Selling Expenses ;
- f. Transfer of the amounts of Fust, Funttel to Other Operating Revenue (Expenses) ;
- g. Transfer of the amounts of corporate service revenues to Other Operating Revenue (Expenses)
- h. Transfer of the amounts of bank tariffs and other expenses to General and Administrative Expenses ;
- i. Transfer of the amounts of employees profit share to General and Administrative Expenses .
- j. Transfer of the amounts of provision/reversal of obsolescence to Cost of Goods Sold ;
- k. Transfer of the amounts of expenses with provision for contingencies to Other Operating Revenue (Expenses) ;
- l. Effects arising out of the application of Law No. 11,638/07 and MP No. 449/08, which had not been applied to the ITRs for the period.

TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

31. CORPORATE REORGANIZATION

On March 20, 2009, the Boards of Directors of Vivo Participações, Telemig Celular and Telemig Participações, in the form and for the purposes of CVM Instructions No. 319/999 and 358/02, approved the proposal to be submitted to the shareholders of Vivo Participações, Telemig Celular and Telemig Participações for Corporate Reorganization through merger of the shares of Telemig Celular and of Telemig Participações into Vivo Participações, by converting Telemig Celular in to a wholly-owned subsidiary of Telemig Participações and, the latter, into a wholly-owned subsidiary of Vivo Participações.

The purpose of the proposed Corporate Reorganization is to simplify the current organizational structure, which includes three publicly-held companies, two of them having ADRs traded abroad. The simplified structure will reduce administrative costs and allow the shareholders of the companies to hold interest in one sole company whose shares are traded both in Brazilian and international stock exchanges, with more liquidity, besides facilitating unification, standardization and rationalization of the general management of the business.

The flow chart below, reproduced in a simple manner, shows the current corporate structure and the structure after implementation of the Corporate Reorganization, emphasizing that the referred transaction will not change the composition of the final share control of the companies involved:

Current Corporate Structure:

TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

Corporate structure after merger of the shares of Telemig Celular into Telemig Participações and of Telemig Participações into Vivo Participações:

All the shares of Telemig Celular will be merged into Telemig Participações equity, and the holders of the merged shares of Telemig Celular will be entitled to directly receive those new shares to which they have rights in the merger company, Telemig Participações. At the same date, the shares of Telemig Participações will be merged into Vivo Participações equity, and the holders of the merged shares of Telemig Participações will be entitled to directly receive those new shares to which they have right in the merger company, Vivo Participações, pursuant to such exchange ratio as may be agreed among the above mentioned companies.

The merger of the shares of Telemig Celular and of Telemig Participações shall not cause any change to the number or breakdown by type of shares, which will ultimately be entirely held by Vivo Participações. Holders of common and preferred shares of Telemig Celular which are merged into Telemig Participações equity will receive new shares in Telemig Participações of the same type, that is, merged preferred shares will be replaced by new preferred shares of Telemig Participações to be issued on behalf of the respective holder, and merged common shares shall be replaced by new common shares of Telemig Participações to be issued on behalf of the respective holder. Subsequently, and in the same manner, the holders of common and preferred shares of Telemig Participações which are merged into Vivo Participações equity will receive new shares of Vivo Participações of the same type. Thus, upon completion of the transaction, the non-controlling shareholders of Telemig Celular and of Telemig Participações will become shareholders of Vivo Participações.

The holders of common and preferred shares of Telemig Celular and of Telemig Participações and of common shares of Vivo Participações who dissent from the merger of shares of Telemig Celular and of Telemig Participações will have the right, as from the date of the general and special meetings of the companies adopting resolutions with respect to the Corporate Reorganization, to withdraw from the respective companies, upon reimbursement of the shares of which they are holders on the record date of the notice of the Relevant Fact.

TELEMIG CELULAR PARTICIPAÇÕES S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in thousands of Brazilian Reais, except as otherwise mentioned)

The above mentioned Corporate Reorganization will be submitted to ANATEL for approval. Since it refers to a Corporate Reorganization among companies belonging to the same economic group, the transaction described herein is not subject to approval from the Administrative Council for Economic Defense CADE. The holding of the meetings for adoption of resolutions concerning the Corporate Reorganization will be subject to the registration with the Securities Exchange Commission SEC, as required in its respective regulations, due to the trading of ADRs issued by Telemig Participações in the New York Stock Exchange).

COMMENTS OF THE CONSOLIDATED PERFORMANCE IN THE QUARTER

TELEMIG CELULAR PARTICIPAÇÕES S.A.

NET OPERATING REVENUES TELEMIG

| <i>R\$ million</i> | According to Corporate Law | | | | |
|-----------------------------|----------------------------|--------------|--------------|--------------|--------------|
| | 1 Q 09 | 4 Q 08 | Δ% | 1 Q 08 | Δ% |
| Access and Usage | 164.0 | 173.8 | -5.6% | 142.9 | 14.8% |
| Network usage | 159.4 | 172.0 | -7.3% | 149.6 | 6.6% |
| Data revenue plus VAS | 37.3 | 33.0 | 13.0% | 27.7 | 34.7% |
| Other services | 5.6 | 8.2 | -31.7% | 4.4 | 27.3% |
| Net service revenues | 366.3 | 387.0 | -5.3% | 324.6 | 12.8% |
| Net handset revenues | 32.9 | 48.9 | -32.7% | 24.7 | 33.2% |
| Net Revenues | 399.2 | 435.9 | -8.4% | 349.3 | 14.3% |

OPERATING REVENUE

Revenue growth

Total net revenue increased by 14.3% when compared to 1Q08. This increase is a result of higher revenue from access and usage, increase in the usage of data and VAS services, in addition to growth in the revenue from sales of handsets, allied to growth of the customer base.

*over sector s**average.*

The **revenue from access and usage** recorded an increase of 14.8% in relation to 1Q08, especially due to the improvement on the customer base quality and to the growth in the total outgoing traffic because of the usage incentives. When compared to 4Q08, there was a decrease of 5.6% due to seasonality and number of business days.

*Data and VAS**revenue**increased by**34.7%*

Data and Value Added Services, or VAS, revenue increased by 34.7% and 13.0% compared to the 1Q08 and 4Q08, respectively. The amount of R\$ 37.3 million, representing 10.2% of the net service revenue, is mainly due to the increase in peer-to-peer text messaging (SMS/MMS) usage as a consequence of new activations offering data advantages.

OPERATING COSTS TELEMIG

| <i>R\$ million</i> | According to Corporate Law | | | | |
|---|----------------------------|----------------|---------------|----------------|----------------|
| | 1 Q 09 | 4 Q 08 | Δ% | 1 Q 08 | Δ% |
| Personnel | (33.5) | (29.8) | 12.4% | (37.9) | -11.6% |
| Cost of services rendered | (146.3) | (130.5) | 12.1% | (115.1) | 27.1% |
| Leased lines | (13.9) | (14.3) | -2.8% | (12.6) | 10.3% |
| Interconnection | (78.5) | (75.4) | 4.1% | (61.8) | 27.0% |
| Rent/Insurance/Condominium fees | (14.0) | (12.2) | 14.8% | (9.8) | 42.9% |
| Fistel and other taxes and contributions | (19.7) | (18.6) | 5.9% | (14.5) | 35.9% |
| Third-party services | (14.4) | (13.7) | 5.1% | (13.8) | 4.3% |
| Others | (5.8) | 3.7 | n.a. | (2.6) | 123.1% |
| Cost of goods sold | (54.1) | (77.7) | -30.4% | (31.4) | 72.3% |
| Selling expenses | (50.5) | (58.4) | -13.5% | (54.8) | -7.8% |
| Allowance for doubtful accounts | (6.5) | (4.0) | 62.5% | (8.3) | -21.7% |
| Third-party services | (38.7) | (44.6) | -13.2% | (34.0) | 13.8% |
| Customer loyalty and donations | (2.0) | (7.5) | -73.3% | (8.9) | -77.5% |
| Others | (3.3) | (2.3) | 43.5% | (3.6) | -8.3% |
| General & administrative expenses | (20.0) | (16.0) | 25.0% | (31.8) | -37.1% |
| Third-party services | (18.0) | (13.5) | 33.3% | (28.6) | -37.1% |
| Others | (2.0) | (2.5) | -20.0% | (3.2) | -37.5% |
| Other operating revenue (expenses) | 11.5 | (4.2) | n.a. | 265.4 | -95.7% |
| Operating revenue | 9.9 | 8.4 | 17.9% | 262.7 | -96.2% |
| Operating expenses | (9.4) | (11.0) | -14.5% | (4.4) | 113.6% |
| Other operating revenue (expenses) | 11.0 | (1.6) | n.a. | 7.1 | 54.9% |
| Total costs before depreciation / amortization | (292.9) | (316.6) | -7.5% | (5.6) | 5130.4% |
| Depreciation and amortization | (81.5) | (67.3) | 21.1% | (56.3) | 44.8% |
| Total operating costs | (374.4) | (383.9) | -2.5% | (61.9) | 504.8% |

OPERATING COSTS*Cost of service**rendered**increased by**27.1% over 1Q08.**Higher commercial**activity led to the**increase on costs**of goods sold.*

Cost of services rendered increased by 27.1% over 1Q08 due to higher interconnection cost related to both the growth of outgoing traffic and increase of expenses with Fistel Fee due to increase of the customer base. When compared to 4Q08, which is positively impacted by the co-billing renegotiation, the cost of services rendered increased 12.1%, as a result of the increase in interconnection expenses and Fistel Fee, which effects are associated to the customer base expansion, as well as increase of rent, insurance and condominium expenses.

The **cost of goods sold** recorded an increase of 72.3% in the quarter in relation to 1Q08. This increase was due to the commercial activity in the period and to the foreign exchange devaluation. When compared to 4Q08, it recorded a reduction of 30.4% due to lower activity in the period.

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In the 1Q09, **selling expenses** decreased by 7.8% over the 1Q08 due to a decrease in expenses in customer retention efforts, in addition to a decrease in allowance for doubtful accounts. When compared to 4Q08, it recorded a reduction of 13.5% due to the decrease in expenses with customer retention and third-party services, especially publicity and advertising.

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Allowance for

doubtful

accounts already

aligned with

Vivo's results.

Reduction of

37.1% in general

and

administrative

expenses in

relation to 1Q08

Allowance for doubtful accounts recorded a reduction in 1Q09 of 21.7% over 1Q08. The amount of R\$ 6.5 million represents 1.1% of the total gross revenue, a reduction of 0.5 percentage point, a 62.5% increase in comparison with the 4Q08, which is positively impacted by the corporate segment credit recovery for which provisions had been previously recorded and by the individual segment credit recovery due to the campaigns carried out for stimulating a bonus amount.

General and administrative expenses decreased by 37.1% when compared to the 1Q08 due, mainly, to the reduction in consulting and other expenses with technical administrative services. When compared to 4Q08, general and administrative expenses recorded an increase of 25.0% due to the growth in expenses with third-party services.

Other Operating Revenues/Expenses recorded revenue of R\$ 11.5 million, reverting the result recorded in 4Q08 is slightly lower than it was recorded in 1Q08, excluding the effects of the ICMS reversal. This result is due to the increase in other revenue.

DEPRECIATION AND AMORTIZATION

Depreciation and amortization increased by 44.8% and by 21.1% in relation to 1Q08 and 4Q08, respectively, as a consequence of investments made in the period for expansion of coverage and amortization of softwares due to the integration with Vivo.

FINANCIAL REVENUES (EXPENSES) TELEMIG

| <i>R\$ million</i> | According to Corporate Law | | | | |
|---|-----------------------------------|---------------|---------------|---------------|---------------|
| | 1 Q 09 | 4 Q 08 | Δ% | 1 Q 08 | Δ% |
| Financial Revenues | 25.6 | 29.3 | -12.6% | 26.1 | -1.9% |
| Other financial revenues | 25.6 | 34.5 | -25.8% | 26.1 | -1.9% |
| (-) PIS/COFINS taxes on financial revenues | 0.0 | (5.2) | n.a. | 0.0 | n.a. |
| Financial Expenses | (4.2) | (12.6) | -66.7% | (8.3) | -49.4% |
| Other financial expenses | (3.3) | (7.0) | -52.9% | (6.0) | -45.0% |
| Gains (Losses) with derivatives transactions | (0.9) | (5.6) | -83.9% | (2.3) | -60.9% |
| Exchange rate variation / Monetary variation | (0.9) | (1.4) | -35.7% | 0.1 | n.a. |
| Net Financial Income | 20.5 | 15.3 | 34.0% | 17.9 | 14.5% |

Increase of 34%

in net financial

In the comparison with 1Q08, the net financial revenue increased by R\$ 2.6 million. This is due to a lower debt cost (due to settlement of Notes, aligned to a higher effective interest rate in the period (2.85% in 1Q09 and 2.53% in 1Q08)).

revenues in 1Q09

over 4Q08

Comparing 1Q09 to 4Q08, despite a lower effective interest rate in the period, the net financial revenue of the Company increased by R\$ 5.2 million. This increase is explained by a lower debt cost (settlement of the Notes), as already mentioned, and their respective swaps.

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LOANS AND FINANCING TELEMIG

| <i>Lenders (R\$ million)</i> | CURRENCY | | Total |
|---------------------------------|-------------|------|-------------|
| | R\$ | US\$ | |
| Debentures | 57.7 | | 57.7 |
| Notes | | | |
| Adjust Law No. 11,638/07 | | | |
| Total | 57.7 | | 57.7 |

Exchange rate used

Payment Schedule - Long Term

| | | |
|--------------|-------------|-------------|
| 2009 | | |
| as from 2009 | 57.7 | 57.7 |
| Total | 57.7 | 57.7 |

NET DEBT TELEMIG

| | Consolidated | | Combined |
|---------------------------|----------------|----------------|----------------|
| | Mar 31.09 | Dec 31.08 | Mar 31.08 |
| Short Term | | 195.3 | 142.3 |
| Long Term | 57.7 | 56.9 | 23.8 |
| Total debt | 57.7 | 252.2 | 166.1 |
| Cash and cash equivalents | (409.0) | (952.7) | (942.2) |
| Derivatives | | 67.3 | 97.9 |
| Net Debt | (351.3) | (633.2) | (678.2) |

The debt profile is**100% long term.**

At March 31, 2009, the debt for loans and financings of Telemig Celular Participações was R\$ 57.7 million, referring to debentures issued under the *Minas Comunica* program. In this quarter, foreign currency debts were settled due to the settlement of Notes effected in January/09, as well as their corresponding swaps, causing the Company to have 100% of its debt in Brazilian reais and with a long term profile.

This debt was offset by cash and cash investments totaling R\$ 409.0 million, resulting in net cash of R\$ 351.3 million.

Investments (CAPEX)**Increase of GSM****capacity and****enhancement of**

The total investments in the quarter were quite higher than what was invested in 1Q08, being directed to increasing the GSM capacity and enhancing the 3G coverage scope, besides the fulfillment of coverage goals set forth by Anatel, showing the strategic importance of this operation. The investments portfolio totaled R\$ 41.8 million, representing 10.5% of the net revenue.

3G scope.

CAPEX TELEMIG

| <i>R\$ million</i> | 1 Q 09 | 4 Q 08 | 1 Q 08 |
|--|---------------|---------------|---------------|
| Network | 28.2 | 123.1 | 2.8 |
| Technology / Information System | 5.6 | 14.7 | 6.0 |
| Products and Services, Channels, Administrative and others | 8.0 | 20.3 | 3.4 |
| Total | 41.8 | 158.1 | 12.2 |
| % Net Revenues | 10.5% | 36.3% | 3.5% |

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Item 2 First Quarter Results of Telemig Celular S.A., a subsidiary of TCP

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COMPANY MANAGEMENT IS RESPONSIBLE FOR THE INFORMATION PROVIDED.

01.01 IDENTIFICATION

| | | |
|--------------------------------|----------------------|---|
| 1 - CVM CODE | 2 - COMPANY NAME | 3 - Brazilian IRS Registry of Legal Entities (CNPJ) |
| 01721-3 | TELEMIG CELULAR S.A. | 02.320.739/0001-06 |
| 4 - Registration Number (NIRE) | | |

3130001299-9

01.02 HEAD OFFICE

| | | |
|------------------------|----------------------|----------------------|
| 1 - ADDRESS | 2 - DISTRICT | 5 - STATE |
| Rua Levindo Lopes, 258 | Funcionários | MG |
| 3 - ZIP CODE | 4 - MUNICIPALITY | |
| 30140-170 | Belo Horizonte | |
| 6 - AREA CODE | 7 - TELEPHONE NUMBER | 8 - TELEPHONE NUMBER |
| 31 | 9933-3931 | - |
| 11 - AREA CODE | 12 - FAX | 13 - FAX |
| 31 | 3259-3709 | - |
| 15 - E-MAIL | | |

01.03 INVESTOR RELATIONS OFFICER (Company Mail Address)

| | | |
|-------------------------------|----------------------|----------------------|
| 1 - NAME | 3 - DISTRICT | 6 - STATE |
| Ernesto Gardelliano | Morumbi | SP |
| 2 - ADDRESS | | |
| Av. Doutor Chucri Zaidan, 860 | | |
| 4 - ZIP CODE | 5 - MUNICIPALITY | |
| 04583-110 | São Paulo | |
| 7 - AREA CODE | 8 - TELEPHONE NUMBER | 9 - TELEPHONE NUMBER |
| 11 | 7420-1172 | - |
| 12 - AREA CODE | 13 - FAX | 14 - FAX |
| 11 | 7420-2247 | - |
| 16 - E-MAIL | | |

ir@vivo.com.br

01.04 GENERAL INFORMATION / INDEPENDENT ACCOUNTANT

| | | | | | | | |
|---|------------|-----------------|---------------|------------|---|------------|------------|
| CURRENT YEAR | | CURRENT QUARTER | | | PRIOR QUARTER | | |
| 1 - BEGINNING | 2 - END | 3 - QUARTER | 4 - BEGINNING | 5 - END | 6 - QUARTER BEGINNING | 8 - END | |
| 01/01/2009 | 12/31/2009 | 1 | 01/01/2009 | 03/31/2009 | 4 | 10/01/2008 | 12/31/2008 |
| 9 - AUDITOR | | | | | 10 - CVM CODE | | |
| Ernst & Young Auditores Independentes S/S | | | | | 00471-5 | | |
| 11 - NAME OF RESPONSIBLE PARTNER | | | | | 12 - INDIVIDUAL TAXPAYERS REGISTRATION NUMBER | | |

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01.01 IDENTIFICATION

1 - CVM CODE 2 - COMPANY NAME 3 - Brazilian IRS Registry of Legal Entities (CNPJ)
 01721-3 TELEMIG CELULAR S.A. 02.320.739/0001-06

01.05 CAPITAL COMPOSITION

| NUMBER OF SHARES (IN THOUSANDS) | 1 - CURRENT QUARTER 03/31/2009 | 2 - PRIOR QUARTER 12/31/2008 | 3 - SAME QUARTER IN PRIOR YEAR 03/31/2008 |
|------------------------------------|-----------------------------------|---------------------------------|---|
| SUBSCRIBED CAPITAL | | | |
| 1 - COMMON | 891 | 891 | 891 |
| 2 - PREFERRED | 1,481 | 1,481 | 1,481 |
| 3 - TOTAL | 2,372 | 2,372 | 2,372 |
| TREASURY STOCK | | | |
| 4 - COMMON | 0 | 0 | 0 |
| 5 - PREFERRED | 0 | 0 | 0 |
| 6 - TOTAL | 0 | 0 | 0 |

01.06 CHARACTERISTICS OF THE COMPANY

1 - TYPE OF COMPANY

Commercial, industrial and others

2 - SITUATION

Operating

3 - SHARE CONTROL NATURE

Private national

4 - ACTIVITY CODE

1130 - Telecommunications

5 - MAIN ACTIVITY

Cellular Telecommunications Service

6 - TYPE OF CONSOLIDATION

None

7 - TYPE OF INDEPENDENT ACCOUNTANTS REPORT

Unqualified

01.07 COMPANIES NOT INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

1 - ITEM 2 - Brazilian IRS Registry of Legal Entities (CNPJ) 3 - NAME

01.08 DIVIDENDS APPROVED AND/OR PAID DURING AND AFTER THE QUARTER

1 - ITEM 2 - EVENT 3 - APPROVAL 4 - YIELD

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| | | | | 5 - DATE OF PAYMENT | 6 - TYPE OF SHARE | 7 - YIELD PER SHARE |
|----|----------|------------|--------------------------|------------------------|----------------------|------------------------|
| 01 | AGO/E(1) | 03/18/2009 | Interest on Shareholders | 03/27/2009 | COMMON | 28,2170332218 |
| 02 | AGO/E(1) | 03/18/2009 | equity | | | |
| 03 | AGO/E(1) | 03/18/2009 | Interest on Shareholders | 03/27/2009 | PREFERRED B | 28,2170332218 |
| 04 | AGO/E(1) | 03/18/2009 | equity | | | |
| 05 | AGO/E(1) | 03/18/2009 | Interest on Shareholders | 03/27/2009 | PREFERRED C | 28,2170332218 |
| 06 | AGO/E(1) | 03/18/2009 | equity | | | |
| 07 | AGO/E(1) | 03/18/2009 | Interest on Shareholders | 03/27/2009 | PREFERRED D | 28,2170332218 |
| 08 | AGO/E(1) | 03/18/2009 | equity | | | |
| 09 | AGO/E(1) | 03/18/2009 | Interest on Shareholders | 03/27/2009 | PREFERRED E | 28,2170332218 |
| 10 | AGO/E(1) | 03/18/2009 | equity | | | |
| | | | Dividends | 03/27/2009 | COMMON | 94,9813168558 |
| | | | Dividends | 03/27/2009 | PREFERRED E | 94,9813168558 |
| | | | Dividends | 03/27/2009 | PREFERRED G | 94,9813168558 |

(1) General/Extraordinary Shareholders Meeting

01.01 IDENTIFICATION

1 - CVM CODE 2 - COMPANY NAME 3 - Brazilian IRS Registry of Legal Entities (CNPJ)
01721-3 TELEMIG CELULAR S.A. 02.320.739/0001-06

01.09 SUBSCRIBED CAPITAL AND CHANGES IN CURRENT YEAR

| 1 - ITEM | 2 - DATE OF CHANGE | 3 - CAPITAL (In thousands of reais) | 4 - CHANGE AMOUNT (In thousands of reais) | 5 - CHANGE NATURE | 6 - NUMBER OF SHARES ISSUED (Thousand) | 7 - SHARE PRICE ON ISSUE DATE (In reais) |
|----------|--------------------|--|--|-------------------|---|---|
|----------|--------------------|--|--|-------------------|---|---|

01.10 INVESTOR RELATIONS OFFICER

1 - DATE 2 - SIGNATURE
04/30/2009

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A free translation from Portuguese into English of quarterly financial statements prepared in Brazilian currency in accordance with the accounting practices adopted in Brazil and specific standards issued by IBRACON, CFC and CVM

FEDERAL PUBLIC SERVICE

BRAZILIAN SECURITIES COMMISSION (CVM)

ITR QUARTERLY INFORMATION Corporation Law

COMMERCIAL, INDUSTRIAL & OTHER TYPES OF COMPANY At 03/31/2009

1 - CVM CODE 2 - COMPANY NAME 3 - Brazilian IRS Registry of Legal Entities (CNPJ)
01721-3 TELEMIG CELULAR S.A. 02.320.739/0001-06

02.01 BALANCE SHEET ASSETS (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - ACCOUNT DESCRIPTION | 3 -03/31/2009 | 4 -12/31/2008 |
|---------------|------------------------------------|---------------|---------------|
| 1 | TOTAL ASSETS | 1,673,669 | 2,361,057 |
| 1.01 | CURRENT ASSETS | 623,469 | 1,281,284 |
| 1.01.01 | CASH AND CASH EQUIVALENTS | 84,169 | 621,070 |
| 1.01.01.01 | CASH AND BANKS | 84,169 | 621,070 |
| 1.01.01.02 | SHORT-TERM INVESTMENTS | 0 | 0 |
| 1.01.02 | RECEIVABLES | 249,278 | 298,269 |
| 1.01.02.01 | TRADE ACCOUNTS RECEIVABLE, NET | 249,278 | 298,269 |
| 1.01.02.02 | OTHER RECEIVABLES | 0 | 0 |
| 1.01.03 | INVENTORIES | 47,122 | 69,294 |
| 1.01.04 | OTHER | 242,900 | 292,651 |
| 1.01.04.01 | FINANCIAL INVESTMENTS AS GUARANTEE | 2,273 | 4,012 |
| 1.01.04.02 | PREPAID EXPENSES | 73,530 | 30,005 |
| 1.01.04.03 | DEFERRED AND RECOVERABLE TAXES | 161,362 | 234,575 |
| 1.01.04.04 | OTHER ASSETS | 5,735 | 24,059 |
| 1.02 | NONCURRENT ASSETS | 1,050,200 | 1,079,773 |
| 1.02.01 | LONG-TERM RECEIVABLES | 162,760 | 152,644 |
| 1.02.01.02 | RECEIVABLES FROM RELATED PARTIES | 0 | 0 |
| 1.02.01.02.01 | FROM ASSOCIATED COMPANIES | 0 | 0 |
| 1.02.01.02.02 | FROM SUBSIDIARY COMPANIES | 0 | 0 |
| 1.02.01.02.03 | FROM OTHER RELATED PARTIES | 0 | 0 |
| 1.02.01.03 | OTHER | 162,760 | 152,644 |
| 1.02.01.03.01 | PREPAID EXPENSES | 4,196 | 5,937 |
| 1.02.01.03.02 | OTHER ASSETS | 6,963 | 7,390 |
| 1.02.01.03.03 | DEFERRED AND RECOVERABLE TAXES | 151,601 | 139,317 |
| 1.02.02 | PERMANENT ASSETS | 887,440 | 927,129 |
| 1.02.02.01 | INVESTMENTS | 0 | 0 |
| 1.02.02.01.01 | ASSOCIATED COMPANIES | 0 | 0 |
| 1.02.02.01.02 | GOODWILL ON ASSOCIATED COMPANIES | 0 | 0 |
| 1.02.02.01.03 | SUBSIDIARY COMPANIES | 0 | 0 |
| 1.02.02.01.04 | SUBSIDIARY COMPANIES GOODWILL | 0 | 0 |
| 1.02.02.01.05 | OTHER INVESTMENTS | 0 | 0 |
| 1.02.02.02 | PROPERTY AND EQUIPMENT | 744,353 | 769,766 |
| 1.02.02.03 | INTANGIBLE ASSETS | 143,087 | 157,363 |

1.02.02.04

DEFERRED CHARGES

0

0

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02.02 BALANCE SHEET LIABILITIES AND SHAREHOLDERS EQUITY (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - ACCOUNT DESCRIPTION | 3 - 03/31/2009 | 4 - 12/31/2008 |
|---------------|---|----------------|----------------|
| 2 | TOTAL LIABILITIES AND SHAREHOLDERS EQUITY | 1,673,669 | 2,361,057 |
| 2.01 | CURRENT LIABILITIES | 412,002 | 1,125,176 |
| 2.01.01 | LOANS AND FINANCING | 0 | 195,269 |
| 2.01.02 | DEBENTURES | 0 | 0 |
| 2.01.03 | SUPPLIERS | 280,373 | 391,618 |
| 2.01.04 | TAXES PAYABLE | 39,970 | 83,690 |
| 2.01.05 | DIVIDENDS PAYABLE | 3,816 | 280,588 |
| 2.01.06 | PROVISIONS | 8,763 | 7,452 |
| 2.01.07 | PAYABLES TO RELATED PARTIES | 0 | 187 |
| 2.01.08 | OTHER | 79,080 | 166,372 |
| 2.01.08.01 | PAYROLL AND SOCIAL CHARGES | 16,767 | 24,276 |
| 2.01.08.02 | REVERSE STOCK SPLIT | 0 | 67,348 |
| 2.01.08.03 | OTHER LIABILITIES | 62,313 | 74,748 |
| 2.02 | NONCURRENT LIABILITIES | 119,207 | 116,824 |
| 2.02.01 | LONG-TERM LIABILITIES | 119,207 | 116,824 |
| 2.02.01.01 | LOANS AND FINANCING | 0 | 0 |
| 2.02.01.02 | DEBENTURES | 57,691 | 56,923 |
| 2.02.01.03 | PROVISIONS | 8,349 | 8,297 |
| 2.02.01.04 | PAYABLES TO RELATED PARTIES | 0 | 0 |
| 2.02.01.05 | ADVANCE FOR FUTURE CAPITAL INCREASE | 0 | 0 |
| 2.02.01.06 | OTHER | 53,167 | 51,604 |
| 2.02.01.06.01 | TAXES PAYABLE | 30,022 | 28,755 |
| 2.02.01.06.02 | OTHER | 23,145 | 22,849 |
| 2.05 | SHAREHOLDERS EQUITY | 1,142,460 | 1,119,057 |
| 2.05.01 | CAPITAL STOCK | 528,000 | 528,000 |
| 2.05.02 | CAPITAL RESERVES | 64,397 | 63,057 |
| 2.05.03 | REVALUATION RESERVE | 0 | 0 |
| 2.05.03.01 | OWN ASSETS | 0 | 0 |
| 2.05.03.02 | CONTROLLED AND NON CONTROLLED SUBSIDIARIES | 0 | 0 |
| 2.05.04 | INCOME RESERVES | 528,000 | 528,000 |
| 2.05.04.01 | LEGAL | 71,979 | 71,979 |
| 2.05.04.02 | STATUTORY | 0 | 0 |
| 2.05.04.03 | CONTINGENCIES | 0 | 0 |
| 2.05.04.04 | REALIZABLE PROFIT RESERVES | 0 | 0 |
| 2.05.04.05 | RETENTION OF PROFITS | 456,021 | 456,021 |
| 2.05.04.06 | SPECIAL RESERVE FOR UNDISTRIBUTED DIVIDENDS | 0 | 0 |
| 2.05.04.07 | OTHER REVENUE RESERVES | 0 | 0 |
| 2.05.06 | RETAINED EARNINGS/ACCUMULATED DEFICIT | 22,063 | 0 |

03.01 STATEMENT OF OPERATIONS (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - 01/01/2009 to 03/31/2009 | 4 - 01/01/2009 to 03/31/2009 | 5 - 01/01/2008 to 03/31/2008 | 6 - 01/01/2008 to 03/31/2008 |
|------------|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 3.01 | GROSS SALES AND/OR SERVICES | 568,255 | 568,255 | 505,404 | 505,404 |
| 3.02 | DEDUCTIONS | (169,061) | (169,061) | (156,151) | (156,151) |
| 3.03 | NET SALES AND/OR SERVICES | 399,194 | 399,194 | 349,253 | 349,253 |
| 3.04 | COST OF SALES AND/OR SERVICES | (262,113) | (262,113) | (191,081) | (191,081) |
| 3.05 | GROSS PROFIT | 137,081 | 137,081 | 158,172 | 158,172 |
| 3.06 | OPERATING EXPENSES/INCOME | (100,771) | (100,771) | 138,746 | 138,746 |
| 3.06.01 | SELLING EXPENSES | (76,864) | (76,864) | (79,841) | (79,841) |
| 3.06.02 | GENERAL AND ADMINISTRATIVE EXPENSES | (44,498) | (44,498) | (55,771) | (55,771) |
| 3.06.03 | FINANCIAL | 9,110 | 9,110 | 8,806 | 8,806 |
| 3.06.03.01 | FINANCIAL INCOME | 13,743 | 13,743 | 17,204 | 17,204 |
| 3.06.03.02 | FINANCIAL EXPENSES | (4,633) | (4,633) | (8,398) | (8,398) |
| 3.06.04 | OTHER OPERATING INCOME | 20,911 | 20,911 | 270,025 | 270,025 |
| 3.06.05 | OTHER OPERATING EXPENSES | (9,430) | (9,430) | (4,473) | (4,473) |
| 3.06.06 | EQUITY IN EARNINGS OF SUBSIDIARY AND ASSOCIATED COMPANIES | 0 | 0 | 0 | 0 |
| 3.07 | OPERATING RESULT | 36,310 | 36,310 | 296,918 | 296,918 |
| 3.08 | NONOPERATING INCOME (LOSS) | 0 | 0 | 0 | 0 |
| 3.08.01 | REVENUES | 0 | 0 | 0 | 0 |
| 3.08.02 | EXPENSES | 0 | 0 | 0 | 0 |
| 3.09 | LOSS BEFORE TAXES AND PROFIT SHARING | 36,310 | 36,310 | 296,918 | 296,918 |
| 3.10 | PROVISION FOR INCOME AND SOCIAL CONTRIBUTION TAXES | (182) | (182) | (25,548) | (25,548) |
| 3.11 | DEFERRED INCOME TAX | (12,725) | (12,725) | (76,452) | (76,452) |
| 3.12 | STATUTORY INTEREST/CONTRIBUTIONS | 0 | 0 | 0 | 0 |
| 3.12.01 | INTEREST | 0 | 0 | 0 | 0 |
| 3.12.02 | CONTRIBUTIONS | 0 | 0 | 0 | 0 |
| 3.13 | REVERSAL OF INTEREST ON SHAREHOLDERS EQUITY | 0 | 0 | 0 | 0 |
| 3.15 | EARNINGS /LOSS FOR THE PERIOD | 23,403 | 23,403 | 194,918 | 194,918 |
| | NUMBER OF SHARES, EX-TREASURY (THOUSAND) | 2,372 | 2,372 | 2,372 | 2,372 |
| | EARNINGS PER SHARE | 9,86636 | 9,86636 | 82,17454 | 82,17454 |
| | LOSS PER SHARE | 0 | 0 | 0 | 0 |

4 STATEMENT OF CASH FLOW (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - 01/01/2009 to 03/31/2009 | 4 - 01/01/2009 to 03/31/2009 | 5 - 01/01/2008 to 03/31/2008 | 6 - 01/01/2008 to 03/31/2008 |
|------------|---|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 4.01 | CASH GENERATED FROM OPERATING ACTIVITIES | 46,220 | 46,220 | 206,882 | 206,882 |
| 4.01.01 | ADJUSTMENTS TO RECONCILE THE NET PROFIT FOR THE PERIOD WITH FUNDS FROM OPERATING ACTIVITIES | 173,283 | 173,283 | (179,969) | (179,969) |
| 4.01.01.01 | NET PROFIT FOR THE PERIOD | 23,403 | 23,403 | 194,918 | 194,918 |
| 4.01.01.02 | DEPRECIATION AND AMORTIZATIONS | 81,513 | 81,513 | 56,253 | 56,253 |
| 4.01.01.03 | RESIDUAL COST OF WRITTEN-OFF FIXED ASSET | 0 | 0 | (69) | (69) |
| 4.01.01.04 | REVERSAL FOR LOSSES ON INVENTORIES | (180) | (180) | (284) | (284) |
| 4.01.01.05 | WRITING-OFFS ON INVENTORIES | 0 | 0 | (4) | (4) |
| 4.01.01.06 | PROVISIONS (REVERSAL) FOR SUPPLIERS | (16,014) | (16,014) | (85,608) | (85,608) |
| 4.01.01.07 | LOSSES (GAINS) ON FORWARD AND SWAP CONTRACTS | 3,452 | 3,452 | 4,052 | 4,052 |
| 4.01.01.08 | PROVISIONS (REVERSAL) FOR TAXES AND CONTRIBUTIONS | 61,001 | 61,001 | (189,340) | (189,340) |
| 4.01.01.09 | GAINS ON LOANS, FINANCING AND DEBENTURES | (1,777) | (1,777) | (1,657) | (1,657) |
| 4.01.01.10 | MONETARY VARIATIONS | 1,843 | 1,843 | 5,187 | 5,187 |
| 4.01.01.11 | ALLOWANCE FOR DOUBTFUL DEBTORS | 6,508 | 6,508 | 8,346 | 8,346 |
| 4.01.01.12 | PROVISIONS (REVERSAL) FOR CONTINGENCIES | 3,470 | 3,470 | 2,272 | 2,272 |
| 4.01.01.13 | PROVISION (REVERSAL) FOR LOYALTY PROGRAM | (2,862) | (2,862) | 1,137 | 1,137 |
| 4.01.01.14 | DEFERRED INCOME TAX | 12,725 | 12,725 | 76,452 | 76,452 |
| 4.01.01.15 | ADHESION TO ICMS TAX SETTLEMENT AGREEMENT | 0 | 0 | (251,624) | (251,624) |
| 4.01.01.16 | POST-EMPLOYMENT BENEFIT PLANS | 201 | 201 | 0 | 0 |
| 4.01.02 | VARIATIONS IN ASSETS AND LIABILITIES | (127,063) | (127,063) | 386,851 | 386,851 |
| 4.01.02.01 | ACCOUNTS RECEIVABLE | 42,483 | 42,483 | 12,385 | 12,385 |
| 4.01.02.02 | INVENTORIES | 22,352 | 22,352 | (18,592) | (18,592) |
| 4.01.02.03 | DEFERRED TAXES AND TAX CREDITS | 48,204 | 48,204 | 89,312 | 89,312 |
| 4.01.02.04 | OTHER CURRENT AND NON-CURRENT ASSETS | (21,294) | (21,294) | (34,266) | (34,266) |
| 4.01.02.05 | LABOR, PAYROLL CHARGES AND BENEFITS | (7,509) | (7,509) | (14,677) | (14,677) |
| 4.01.02.06 | SUPPLIERS AND ACCOUNTS PAYABLE | (95,231) | (95,231) | (9,675) | (9,675) |
| 4.01.02.07 | INTEREST ON LOANS, FINANCING AND DEBENTURES | 988 | 988 | 3,388 | 3,388 |
| 4.01.02.08 | TAXES, FEES AND CONTRIBUTIONS | (105,016) | (105,016) | 377,384 | 377,384 |

4 CONSOLIDATED STATEMENT OF CASH FLOW (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - 01/01/2009 to 03/31/2009 | 4 - 01/01/2009 to 03/31/2009 | 5 - 01/01/2008 to 03/31/2008 | 6 - 01/01/2008 to 03/31/2008 |
|------------|---|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 4.01.02.09 | PROVISIONS FOR CONTINGENCIES | (2,107) | (2,107) | 53 | 53 |
| 4.01.02.10 | OTHER CURRENT AND NON-CURRENT LIABILITIES | (9,933) | (9,933) | (18,461) | (18,461) |
| 4.01.03 | OTHERS | 0 | 0 | 0 | 0 |
| 4.02 | CASH INVESTED IN INVESTMENT ACTIVITIES | (41,823) | (41,823) | (11,527) | (11,527) |
| 4.02.01 | ADDITIONS TO PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS | (41,823) | (41,823) | (12,192) | (12,192) |
| 4.02.02 | PROCEEDS FROM DISPOSAL OF PROPERTY, PLANT & EQUIPMENT | 0 | 0 | 665 | 665 |
| 4.03 | CASH GENERATED FROM (INVESTED IN) FINANCING ACTIVITIES | (541,298) | (541,298) | 10,411 | 10,411 |
| 4.03.01 | FUNDING FROM LOANS, FINANCING AND DEBENTURES | 0 | 0 | 17,390 | 17,390 |
| 4.03.02 | PAYMENT OF LOANS, FINANCING AND DEBENTURES | (184,488) | (184,488) | 0 | 0 |
| 4.03.03 | PAYMENT OF INTEREST ON LOANS, FINANCING AND DEBENTURES | (9,224) | (9,224) | (6,944) | (6,944) |
| 4.03.04 | PAYMENTS OF DIVIDENDS AND INTEREST ON SHAREHOLDERS EQUITY | (276,772) | (276,772) | 0 | 0 |
| 4.03.05 | PAYMENTS OF REVERSE STOCK SPLIT | (14) | (14) | (35) | (35) |
| 4.03.06 | PAYMENTS OF FORWARD AND SWAP CONTRACTS | (70,800) | (70,800) | 0 | 0 |
| 4.05 | INCREASE (DECREASE) OF CASH AND CASH EQUIVALENTS | (536,901) | (536,901) | 205,766 | 205,766 |
| 4.05.01 | INITIAL BALANCE | 621,070 | 621,070 | 436,955 | 436,955 |
| 4.05.02 | FINAL BALANCE | 84,169 | 84,169 | 642,721 | 642,721 |

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5 STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY (IN THOUSANDS OF REAIS)

| 1 - CODE | 2 - DESCRIPTION | 3 - CAPITAL | 4 - CAPITAL | 5 - REEVALUATION | 6 - INCOME | 7 - RETAINED | 9 - TOTAL |
|----------|-------------------------------------|-------------|-------------|------------------|------------|--------------|--------------|
| | | STOCK | RESERVES | RESERVES | RESERVES | EARNINGS | SHAREHOLDERS |
| | | | | | | | EQUITY |
| 5.01 | BALANCES AT DECEMBER 31, 2008 | 528,000 | 63,057 | 0 | 528,000 | 0 | 1,119,057 |
| 5.04 | NET PROFIT FOR THE PERIOD | 0 | 0 | 0 | 0 | 23,403 | 23,403 |
| 5.09 | TAX INCENTIVES | 0 | 1,340 | 0 | 0 | (1,340) | 0 |
| 5.13 | BALANCES AT MARCH 31, 2009 | 528,000 | 64,397 | 0 | 528,000 | 22,063 | 1,142,460 |

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A free translation from Portuguese into English of Special Review Report of Independent Auditors on Quarterly Financial Statements prepared in accordance with the accounting practices adopted in Brazil and with specific standards established by the Brazilian Institute of Independent Auditors (IBRACON), in conjunction with the National Association of State Boards of Accountancy (CFC)

REPORT OF INDEPENDENT AUDITORS ON SPECIAL REVIEW

To the Board of Directors and Shareholders

Telemig Celular S.A.

Belo Horizonte MG

1. We reviewed the accounting information contained in the Quarterly Information (ITR) of Telemig Celular S.A. (Company) for the quarter ended March 31, 2009, comprising the balance sheet and the statements of income, of changes in shareholders' equity and of cash flows, the report on performance and notes thereto. These financial statements are the responsibility of the Company management.
2. We conducted our review in accordance with specific standards established by the Brazilian Institute of Independent Auditors (IBRACON), in conjunction with the National Association of State Boards of Accountancy (CFC), comprising mainly: (a) inquiries of and discussion with accounting, financial and operating officials of the Company about the main criteria adopted in the preparation of the Quarterly Information; and (b) review of the information and subsequent events that have or may have significant effects on the financial and operating position of the Company.
3. Based on our review, we are not aware of any significant modification that should be made to the Quarterly Information referred to in paragraph 1 for it to be in accordance with the standards required by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of Quarterly Information.
4. As mentioned in Note 2, in connection with the changes in accounting practices adopted in Brazil during 2008, the statements of income for the quarter ended March 31, 2008, presented for comparison purposes, were adjusted and are being restated in line with Accounting Standards and Procedures (NPC) 12 – Accounting Practices, Changes in Accounting Estimates and Correction of Errors, approved by CVM Resolution No. 506. The cash flows are being presented by the Company for the first time for Quarterly Information purposes, addressing the effects of changes in the accounting practices adopted in Brazil during 2008 and therefore are also comparable between the quarters presented.
5. The review of the Quarterly Information for the quarter ended March 31, 2008, originally prepared without considering the adjustments from the changes in accounting practices described in Note 2, was conducted by other independent auditors, who issued a report on special review without qualifications, dated April 29, 2008. In connection with our review of the Quarterly Information, we also reviewed the adjustments from the changes in accounting practices described in Note 2 for the quarter ended March 31, 2008. Based on our review, we are not aware of any significant modification that should be made to the accounting information at March 31, 2008, restated for comparison purposes, for it to be in line with the accounting practices adopted in Brazil and with Brazilian Securities and Exchange Commission (CVM) standards. We were engaged to review only the adjustments described in Note 2, and not to review or apply any other procedures on the Quarterly Information for the quarter ended March 31, 2008 and therefore we did not issue any report on the special review of the aforesaid Quarterly Information.

São Paulo, April 30, 2009

ERNST & YOUNG

Auditores Independentes S.S.

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CRC-2-SP 015199/O-6-F-MG

Luiz Carlos Passetti
Partner CRC-1-SP-144.343/O-3-S-MG

Drayton Teixeira de Melo
Partner CRC-1-SP-236947/O-3-S-MG

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TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

1. OPERATIONS

a. Equity Control

Telemig Celular S.A. (Company) is a publicly-held company which, at March 31, 2009, is controlled by Telemig Celular Participações S.A. (Telemig Participações or controlling company), which holds 83.25% of its total capital stock.

Telemig Participações is a publicly-held company which, at March 31, 2009, is controlled by Vivo Participações S.A. (Vivo Participações), which holds 58.94% of its total capital stock and 7.39% of the Company s total capital.

b. Authorizations and Frequencies

The Company is a provider of the Personal Mobile Service (SMP) in Area 4 of Region 1 of the SMP General Authorizations Plan, including activities necessary or useful for the performance of such services, in conformity with the authorizations granted thereto, which cover the state of Minas Gerais.

The Company holds two authorizations for exploitation of mobile telephone services in the state of Minas Gerais, being: Sector 2 Minas Gerais (except Triângulo Mineiro region) and Sector 3 Triângulo Mineiro region.

The Company s business, including the services it is authorized to provide, is regulated by the National Telecommunications Agency (ANATEL), the telecommunication services regulatory agency, in accordance with Law No. 9,472, dated July 16, 1997, and respective regulations, decrees, decisions and complementary plans.

The authorizations granted by the ANATEL may only be renewed once, for a 15-year period, and requires payment at every two years after the first renewal of rates equivalent to 2% of its revenues for the year prior to that of the payment, net of taxes and mandatory social contributions, and related to the application of the Basic and Alternative Service Plans.

c. Agreement between Telefónica S.A. and Telecom Italy

In October 2007, TELCO S.p.A. (in which Telefónica S.A holds an interest of 42.3%), completed the acquisition of 23.6% of Telecom Italia. Telefónica S.A. has the shared control of Vivo Participações S.A., through its joint venture with Portugal Telecom. Telecom Italia holds an interest in TIM Participações S.A (TIM), which is a mobile telephone operator in Brazil. As a result of the acquisition of its interest in Telecom Italia, Telefónica S.A. does not have any direct involvement in the operations of TIM. Additionally, any transactions between the Company and TIM are transactions in the regular course of business, which are regulated by the ANATEL.

2. BASIS OF PREPARATION AND PRESENTATION OF THE QUARTERLY FINANCIAL STATEMENTS

a) Quarterly financial statements

The quarterly financial statements (ITR s) are presented in thousand of Brazilian *reais* (except as otherwise mentioned) and have been prepared based on the accounting practices adopted in Brazil, as well as on the rules issued by the Brazilian Securities and Exchange Commission (CVM), with due regard to the accounting

TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

standards set forth in the corporation law (Law No. 6,404/76), which include the new provisions introduced, amended and revoked by Law No. 11,638, dated December 28, 2007 and by Executive Act No. 449, dated December 03, 2008, with further regard, also, to the rules applicable to telecommunication service concessionaires.

The requirements of Brazilian Corporate Law apply to fiscal years started beginning on January 01, 2008. These requirements are not to be considered as changes of circumstances or of estimates and, therefore, the adoption of new practices introduced by Law No. 11,638/07, as a general rule, must be shown retrospectively, that is, by application of these new accounting practices as if they had been in use during all the periods presented, with due regard to the rule governing Accounting Practices, Changes to Accounting Estimates and Correction of Mistakes, as approved by the CVM, by Resolution No. 506. Accordingly, the Quarterly Information for the three-month period ended March 31, 2008 was restated with the purpose of making them comparable with the Quarterly Information related to the three-month period ended March 31, 2009 (note 2b).

Some items of the income statement for the three-month period ended March 31, 2008 were reclassified in order to allow comparison with the new controlling shareholder's information. Accordingly, and in order to make understanding easier, the income statement has been presented, with due explanations for the reclassifications (note 28).

These ITR's were prepared pursuant to principles, practices and criteria consistent with those adopted in preparing the financial statements for the last fiscal year and should be reviewed together with said statements.

b) Effect of the adjustments of Law No. 11,638/07 and of MP No. 449/08

The table below shows the effects of the application of Law No. 11,636/07 and of MP No. 449/08 in the income statement for the three-month period ended March 31, 2008.

| | Summary description of adjustment | 03.31.08 |
|---|---|----------------|
| Net profit before changes introduced by Law No. 11,638/07 and MP No. 449/08 | | 193,358 |
| Reversal of the deferred assets amortization | (1) | 936 |
| Financial income (expenses) from: | | |
| Present value of monetary assets | (2) | (793) |
| Fair value of derivative transactions | (3) | 2,221 |
| Income tax and social contribution on total adjustments | (4) | (804) |
| Net effects resulting from full application of Law No. 11,638/07 and MP No. 449/08 | | 1,560 |
| Net profit with full application of Law No. 11,638/07 and MP No. 449/08 | | 194,918 |

1. Reversal of the deferred assets amortization referring to amounts not representing pre-operating expenses and which may not be reclassified in other groups of the balance sheet, pursuant to the provisions in CVM Resolution No. 527/08, which approved CPC 13, due to the writing-off effected on December 31, 2007;

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2. Financial expenses resulting from the adjustment to present value of the tax on Circulation of Merchandise and Services (*Imposto Sobre Circulação de Mercadorias e Serviços* ICMS) on acquisitions of fixed assets, using the Long Term Interest Rate (TJLP);
3. Financial income resulting from the adjustments to fair value of transactions with derivatives;
4. Income tax (25%) and social contribution (9%), applied to all the above described adjustments;

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TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

Additionally, on account of the elimination of the Non-operating income, in conformity with MP No. 449/08, the Company has reclassified net income in the amount of R\$77 in the income statement for the three-month period ended March 31, 2008 in Other operating revenue (expenses), net.

3. CASH AND CASH EQUIVALENTS

| | 03.31.09 | 12.31.08 |
|-----------------------|---------------|----------------|
| Cash | 2,456 | 4,808 |
| Financial investments | 81,713 | 616,262 |
| Total | 84,169 | 621,070 |

The financial investments refer to fixed income transactions, indexed to the variation of the Interbank Deposit Certificates (CDI), with immediate liquidity.

4. ACCOUNTS RECEIVABLE, NET

| | 03.31.09 | 12.31.08 |
|---------------------------------------|----------------|----------------|
| Receivables from unbilled services | 85,935 | 83,870 |
| Receivables from interconnection fees | 82,636 | 119,314 |
| Receivables from billed services | 55,575 | 58,386 |
| Receivables from goods sold | 46,911 | 66,152 |
| (-) Allowance for doubtful accounts | (21,779) | (29,453) |
| Total | 249,278 | 298,269 |

No customer represents more than 10% of the net accounts receivable at March 31, 2009 and December 31, 2008.

At March 31, 2009, the balance of accounts receivable includes R\$12,466 (R\$10,168 at December 31, 2008) related to transfer of co-billing of other operators, the amounts of which were determined on the basis of statements of commitment, once the corresponding contracts have not yet been signed by the parties. Pending matters related to the definition of liability for losses resulting from fraud have not yet been resolved, and await decision by the regulatory agency as well as settlement between the parties. The Company does not expect financial losses with respect to this matter.

The changes in the allowance for doubtful accounts are as follows:

| | 2009 | 2008 |
|-------------------------------------|----------|---------|
| Balance at beginning of year | 29,453 | 28,175 |
| Additional allowance in the 1Q | 6,508 | 8,346 |
| Write-offs and recoveries in the 1Q | (14,182) | (4,775) |

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| | | |
|--|--------|----------|
| Balance at March 31 | 21,779 | 31,746 |
| Additional allowance in the 2Q, 3Q and 4Q08 | | 18,829 |
| Write-offs and recoveries in 2Q, 3Q and 4Q08 | | (21,122) |
| Balance at year end | | 29,453 |

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TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

5. INVENTORIES

| | 03.31.09 | 12.31.08 |
|--------------------------------|---------------|---------------|
| Handsets | 44,916 | 63,718 |
| Simcard (chip) | 6,371 | 9,563 |
| Accessories and other | 10,339 | 10,697 |
| (-) Provision for obsolescence | (14,504) | (14,684) |
| Total | 47,122 | 69,294 |

6. DEFERRED AND RECOVERABLE TAXES

6.1 Breakdown

| | 03.31.09 | 12.31.08 |
|--|----------------|----------------|
| PIS and COFINS tax credits | 45,014 | 49,958 |
| ICMS tax credits | 39,736 | 41,284 |
| Prepaid income and social contribution taxes | 19,601 | 56,878 |
| Withholding income tax | 5,249 | 9,971 |
| Other tax credits | 2,920 | 501 |
| Total tax credits | 112,520 | 158,592 |
| Deferred income and social contribution taxes | 191,759 | 205,125 |
| ICMS to be allocated | 8,684 | 10,175 |
| Total | 312,963 | 373,892 |
| Current | 161,362 | 234,575 |
| Noncurrent | 151,601 | 139,317 |

The Company is entitled to tax reduction benefit of 75% on the taxable profit generated in the tax incentive areas within the scope of the Agency for Development of the Northeast - ADENE, where the carrier operates (North of Minas Gerais and Vale do Jequitinhonha) for a period of 10 years as from 2004.

TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

The breakdown of deferred income and social contribution taxes is as follows:

| | 03.31.09 | 12.31.08 |
|--|-------------|-------------|
| Incorporated tax credit reorganization (a) | 43,031 | 45,524 |
| Tax credits on provisions for: (b) | | |
| Contingencies and legal liabilities CVM 489 | 90,918 | 85,931 |
| Suppliers | 15,217 | 14,135 |
| Doubtful accounts | 7,405 | 10,014 |
| Provision for disposal of fixed assets | 6,568 | 3,547 |
| Customer loyalty program | 5,287 | 6,260 |
| Provision for inventory obsolescence | 4,931 | 4,993 |
| Employee profit sharing | 2,141 | 3,847 |
| Derivative and other securities transactions | 4,444 | 30,874 |
| Tax loss and negative tax basis (c) | 11,817 | |
| Total deferred taxes | 191,759 | 205,125 |
| Current | 61,800 | 88,176 |
| Noncurrent | 129,959 | 116,969 |

The amount recorded in the current assets refers to reversal of temporary differences and goodwill amortization expected for the next twelve months.

The deferred taxes were recorded assuming their future realization, as follows:

- a) *Tax credit incorporated*: represented by the net balance of goodwill and provision for maintenance of the shareholders' equity integrity (note 6.2). Realization will occur in a period from 5 to 10 years. Studies performed by independent consultants hired during the corporate reorganization process support the recovery of such amounts within the above time frame.
- b) *Temporary differences*: realization will occur upon payment of the provisions, effective loss on bad debts or realization of inventories, as well as reversal of other provisions.
- c) *Tax loss and negative tax basis*: represents the amount recorded by the Company which will be offset up to the limit of 30% of the tax basis computed in the coming fiscal years and subject to no statute of limitations.

The Company prepared feasibility studies, approved by the Board of Directors, which indicated the full recovery of deferred tax amounts recognized at December 31, 2008, as defined in CVM Instruction No. 371. During the three-month period ended March 31, 2009, no relevant fact occurred that indicated limitations to full recovery of the deferred tax amounts recognized by the Company.

6.2 Tax credit incorporated Corporate Reorganization

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Provisions were recorded for maintenance of the shareholders' equity of the merged company and, consequently, the net assets being merged represent, essentially, the tax benefit arising out of possible deduction of the incorporated goodwill.

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TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

Included in the accounting records held for corporate and tax purposes by the Company are specific accounts related to incorporated goodwill and provision and corresponding amortization, reversal and tax credit, the balances of which are as follows:

| | 03.31.09 | | 12.31.08 | |
|---------------------------------|----------|-----------|----------|--------|
| | Goodwill | Provision | Net | Net |
| TCO IP Corporate Reorganization | 126,563 | (83,532) | 43,031 | 45,524 |

The changes in the three-month period ended on March 31, 2009 are as follows:

| | | | | |
|-----------------------|--|--|--|---------|
| Result: | | | | |
| Goodwill amortization | | | | (7,333) |
| Provision reversal | | | | 4,840 |
| Tax credit | | | | 2,493 |

Effect on income

To the extent the tax benefits are actually realized, the amount shall be incorporated into capital stock to the benefit of Vivo Participações, the other shareholders being assured preemptive rights. Proceeds arising out of the exercise of the preemptive rights shall be paid to Vivo Participações.

7. PREPAID EXPENSES

| | 03.31.09 | 12.31.08 |
|--|----------|----------|
| Telecommunication Inspection Fee (Fistel) | 63,628 | 18,771 |
| Advertising and publicity | 9,823 | 12,031 |
| Rent | 1,054 | 1,468 |
| Financial charges, insurance premium, software and other | 3,221 | 3,672 |
| Total | 77,726 | 35,942 |
| Current | 73,530 | 30,005 |
| Noncurrent | 4,196 | 5,937 |

8. OTHER ASSETS

| | 03.31.09 | 12.31.08 |
|--|----------|----------|
| Judicial deposits and contractual pledge | 7,013 | 7,451 |
| Subsidies on terminal sales | 2,227 | 9,604 |
| Advances to employees | 2,952 | 1,325 |
| Credits with Amazônia Celular S.A. and Tele Norte Celular Participações S.A. (a) | 306 | 8,522 |

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| | | |
|--------------------------|---------------|---------------|
| Credits with suppliers | | 4,341 |
| Prepayments to suppliers | 200 | 206 |
| Total | 12,698 | 31,449 |
| Current | 5,735 | 24,059 |
| Noncurrent | 6,963 | 7,390 |

- (a) These refer to the amounts of administrative and human resources sharing contract and establishment of condominium with Telemig and Telemig Participações, existing until the date of acquisition of the share control by Vivo Participações. The balances are remunerated based on the Interbank Deposit Certificate (CDI) variation).

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TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

9. PROPERTY, PLANT AND EQUIPMENT, NET

| | | | 03.31.09 | Property, plant and equipment, net | 12.31.08 Property, plant and equipment, net |
|---|-------------------------------------|-----------|-----------------------------|---|---|
| | Annual depreciation rates (%) | Cost | Accumulated depreciation | | |
| Transmission equipment | 20.00 to 33.33 | 1,114,233 | (868,643) | 245,590 | 222,752 |
| Switching equipment | 20.00 to 33.33 | 509,128 | (320,517) | 188,611 | 193,883 |
| Infrastructure | 2.87 to 20.00 | 368,531 | (236,483) | 132,048 | 121,209 |
| Terminal equipment | 50.00 | 57,465 | (33,075) | 24,390 | 22,538 |
| Buildings | 2.86 to 4.00 | 12,186 | (5,271) | 6,915 | 7,067 |
| Land | | 3,055 | | 3,055 | 3,055 |
| Other assets | 6.67 to 20.00 | 219,572 | (155,530) | 64,042 | 59,951 |
| Properties and construction in progress | | 79,702 | | 79,702 | 139,311 |
| Total | | 2,363,872 | (1,619,519) | 744,353 | 769,766 |

At March 31, 2009, the Company had items of property, plant and equipment pledged as guarantees in connection with legal proceedings in the amount of R\$36,284 (R\$32,911 at December 31, 2008).

10. INTANGIBLE ASSETS, NET

| | | | 03.31.09 | Intangible, net | 12.31.08 Intangible, net |
|---------------------------------|-------------------------------------|---------|-----------------------------|--------------------|--------------------------------|
| | Annual amortization rates (%) | Cost | Accumulated amortization | | |
| Software use rights | 20.00 | 291,642 | (205,802) | 85,840 | 89,754 |
| Concession licenses | 6.67 to 28.92 | 75,046 | (25,369) | 49,677 | 51,067 |
| Other assets | 10.00 to 20.00 | 15,368 | (14,788) | 580 | 274 |
| Intangible in progress-software | | 6,990 | | 6,990 | 16,268 |
| Total | | 389,046 | (245,959) | 143,087 | 157,363 |

11. SUPPLIERS AND ACCOUNTS PAYABLE

| | 03.31.09 | 12.31.08 |
|----------------------------------|----------|----------|
| Suppliers | 199,548 | 280,270 |
| Interconnection / linking | 37,706 | 35,695 |
| Amounts to be transferred LD (a) | 35,745 | 61,645 |
| Other | 7,374 | 14,008 |

| | | |
|-------|---------|---------|
| Total | 280,373 | 391,618 |
|-------|---------|---------|

- (b) Amounts to be transferred refer to VC2, VC3 and roaming charges, invoiced to our customers and transferred to the long distance call operators.

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12. TAXES, FEES AND CONTRIBUTIONS PAYABLE

| | 03.31.09 | 12.31.08 |
|---|-----------|-----------|
| <i>Current taxes:</i> | | |
| ICMS | 28,454 | 29,257 |
| Income and social contribution taxes | 12,497 | 52,190 |
| PIS and COFINS | 8,997 | 9,822 |
| FUST and FUNTTEL | 946 | 955 |
| FISTEL | 470 | 3,042 |
| Other taxes, fees and mandatory contributions | 1,006 | 124 |
| Total | 52,370 | 95,390 |
| <i>Legal liabilities (CVM 489/05):</i> | | |
| FISTEL (a) | 386,274 | 324,764 |
| (-) Escrow deposit FISTEL (a) | (386,274) | (324,764) |
| Withholding income tax (b) | 20,314 | 19,828 |
| (-) Escrow deposit withholding income tax (b) | (20,314) | (19,828) |
| PIS and COFINS | 13,106 | 12,933 |
| Other taxes, fees and mandatory contributions | 4,516 | 4,122 |
| Total | 17,622 | 17,055 |
| Total | 69,992 | 112,445 |
| Current | 39,970 | 83,690 |
| Noncurrent | 30,022 | 28,755 |

Legal liabilities CVM Resolution 489/05

This includes the taxes that fall within the scope of CVM Resolution No. 489/05, dated October 3, 2005, which approved IBRACON NPC No. 22 standard.

For purposes of the financial statements, the amounts of escrow deposits for said taxes are offset against taxes, fees and mandatory contributions payable, as applicable.

a) *Telecommunications Inspection Fee FISTEL*

The Company filed a Writ of Mandamus challenging its liability for the payment of the inspection fees on mobile stations not owned by it, and started booking a provision and effecting a deposit in court for the amounts referring to the TFF Operation Inspection Fee and to the TFI Installation Inspection Fee. The case is awaiting decision by the TRF Court of the 1st Region.

Its legal counsels consider the chances of losses in these lawsuits to be possible. However, because this is a legal obligation under the terms of CVM Resolution No. 489/2005, the subsidiary has recorded a provision for this contingency. The provision recorded at March 31, 2009 was in the amount of R\$386,274 (R\$324,764 at December 31, 2008), with corresponding escrow deposits in the same amount.

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b) *Withholding Income Tax (IRRF) on payments of Interest on Shareholders' Equity Telemig Celular Participações*

The Company filed Writs of Mandamus requesting the court to declare its right not to be assessed IRRF at source on its receipts of interest on shareholders' equity of its subsidiary. Based on the opinion of its legal consultants, the referred lawsuits are classified as possible loss; however, once this refers to a legal obligation under the terms of CVM Resolution No. 489/2005, at March 31, 2009 a provision was recorded and escrow deposits were made, totaling R\$20,314 (R\$19,828 at December 31, 2008).

c) *Other taxes, fees and contributions payable:*

At March 31, 2009, the Company recorded the amount of R\$17,622 (R\$17,055 at December 31, 2008), referring to matters of PIS, COFINS and ISS taxes.

Following we present the changes in legal obligations in compliance with CVM Resolution 489/05:

| | Legal liabilities | (-) Escrow deposits | Total |
|----------------------------|-------------------|---------------------|--------|
| Balances at 12.31.08 | 361,647 | (344,592) | 17,055 |
| Additions, net of reversal | 61,001 | (60,607) | 394 |
| Monetary adjustments | 1,562 | (1,389) | 173 |
| Balances at 03.31.09 | 424,210 | (406,588) | 17,622 |

13. LOANS AND DEBENTURES

a.1) *Loans*

On January 14, 2009, the Company effected the repayment due under the Unsecured Senior Notes funding program in the amount of R\$192,559.

a.2) *Debentures*

In compliance with the Contract for Provision of SMP Services, in conformity with the Public Selection No 001/07, the State of Minas Gerais, acting through the State Department for Economic Development, has undertaken to subscribe debentures issued by the Company, within the scope of the Minas Comunica Program, using proceeds from the Fund for Universalization of Access to Telecommunications Services (*Fundo de Universalização do Acesso a Serviços de Telecomunicações FUNDOMIC*). Under the terms of this Program, the company would make the SMP service available to 134 locations in the areas registered as 34, 35 and 38.

Also according to the program, 5,550 simple, unsecured, nonconvertible, registered, book-entry type debentures would be issued, without stock certificates being issued, in up to five series.

In consideration for the certification by the State Department of Economic Development of the service to be provided to 15 locations, 621 debentures were issued in the 1st Series of the 1st issue, amounting to R\$6,210 in December 2007. In March 2008, for the service at 42 locations, 1,739 debentures were issued in the 2nd Series of the 1st issue, valued at R\$17,390. At December 31, 2008, for the service at 77 locations, 3,190

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debentures were issued in the 3rd Series of the 1st issue, valued at R\$31,900, thus completing the program for providing service to

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134 locations within the State of Minas Gerais. At March 31, 2009 the updated amounts of the 1st, 2nd and 3rd series of the debentures were R\$6,734, R\$18,522 and R\$32,435, totaling R\$57,691 (R\$6,645, R\$18,278 and R\$32,000, totaling R\$56,923 at December 31, 2008), respectively.

Charges applicable to the program described above are IPCA + 0.5% per year and the maturity date is July 05, 2021.

This program is subject to covenants as for petition for judicial and extrajudicial recovery, winding-up, dissolution, insolvency, voluntary bankruptcy or bankruptcy decree, default, non-performance of non-fiduciary obligations and compliance with a certain limit substantially based on financial indexes of the balance sheet and EBITDA (earnings before interest, taxes, depreciation and amortization), among others. At March 31, 2009, all the covenants were fulfilled by the company.

14. PROVISION FOR CONTINGENCIES

The Company is party to administrative and judicial proceedings related to labor, tax and civil claims. Relevant accounting provisions have been recorded with respect to such proceedings in which the chance of loss was deemed as probable.

The breakdown of the balances of such provisions is as follows:

| | Provisions | 03.31.09 (-) Escrow deposits | Net | 12.31.08 Net |
|------------|------------|------------------------------------|--------|-----------------|
| Civil | 14,189 | (1,497) | 12,692 | 10,870 |
| Labor | 7,723 | (3,303) | 4,420 | 4,879 |
| Tax | 3,547 | (3,547) | | |
| Total | 25,459 | (8,347) | 17,112 | 15,749 |
| Current | | | 8,763 | 7,452 |
| Noncurrent | | | 8,349 | 8,297 |

The changes to the provisions for net contingencies are as follows:

| | 2009 | 2008 |
|--|---------|----------|
| Balances at the beginning of the year | 15,749 | 8,632 |
| Booking of provisions, net of reversal (note 21) | 3,470 | 2,272 |
| Reduction (Increase) of escrow deposits | (376) | 2,169 |
| Payments | (1,731) | (2,116) |
| Balances at March 31 | 17,112 | 10,957 |
| Booking of provisions, net of reversals in 2Q, 3Q and 4Q08 | | 19,301 |
| Increase of escrow deposits in 2Q, 3Q and 4Q08 | | (4,462) |
| Payments in 2Q, 3Q and 4Q08 | | (10,047) |
| Balances at December 31 | | 15,749 |

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14.1. Civil Claims

These aforementioned provisions to several civil claims for which the respective provisions were recorded, as shown above, such provisions being deemed sufficient to meet probable losses on these cases.

a) *Consumers*

The Company is party to several lawsuits brought by individual consumers or by civil associations representing rights of consumers claiming non-performance of services and/or products sold. Individually, none of these lawsuits is deemed to be material.

At March 31, 2009, based on the opinion of its independent counsels, the amount of R\$11,159 (R\$10,419 at December 31, 2008) was recorded, which is considered sufficient to meet potential losses on these proceedings.

At the same date, the sum of the amounts under discussion in several instances of the lawsuits of this nature for which the chance of loss is deemed as possible, was R\$4,433 (R\$4,905 at December 31, 2008).

b) *ANATEL*

The Company is party to several legal and administrative proceedings brought by ANATEL referring to noncompliance with Regulations concerning the Personal Mobile Service. At March 31, 2009, the amount of R\$1,283 (R\$600 at December 31, 2008), was recorded, which is considered sufficient to meet probable losses on these cases.

At the same date, the amount involved in these lawsuits classified as possible loss was R\$2,972 (R\$600 at December 31, 2008).

c) *Other*

These refer to actions of other natures, all of them related to the regular course of business. At March 31, 2009, based on the opinion of its legal consultants, the amount of R\$1,747 (R\$1,244 at December 31, 2008) was recorded, which is considered sufficient to meet probable losses on these cases.

At the same date, the amount involved in these lawsuits classified as possible loss was R\$1,294 (R\$1,544 at December 31, 2008).

14.2. Labor claims

These refer to several labor claims for which the respective provisions were recorded as shown above, which are considered sufficient to meet probable losses on these cases.

At the same date, the amount involved in these lawsuits classified as possible loss was R\$11,241 (R\$11,747 at December 31, 2008).

14.3. Tax Proceedings

No new tax proceedings classified as probable loss were filed in the three-month period ended on March 31, 2009.

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At the same date, the amount involved in proceedings of this nature classified as possible loss was R\$210,121 (R\$205,568 at December 31, 2008), which are basically related to matters of ICMS, IRPJ, FISTEL, FUST, FUNTTEL, and other taxes. The proceedings filed in this quarter pertain to the same subject matters of those already in course at December 31, 2008.

15. OTHER LIABILITIES

| | 03.31.09 | 12.31.08 |
|--------------------------------------|---------------|---------------|
| Prepaid services to be rendered | 33,662 | 43,406 |
| Deferred Revenue | | |
| Provision for disposal of assets (a) | 15,817 | 15,537 |
| Provision for loyalty program | 15,550 | 18,412 |
| Reverse stock split (b) | 12,907 | 12,921 |
| Provision for pension fund | 7,328 | 7,127 |
| Liabilities to related parties | | 187 |
| Other | 194 | 194 |
| Total | 85,458 | 97,784 |
| Current | 62,313 | 74,935 |
| Noncurrent | 23,145 | 22,849 |

(a) This refers to the costs to be incurred in connection with the obligation of returning to the owners the sites (locations for installation of Radio Base Stations RBS of the subsidiary) in the same conditions as they were found at the time of the execution of the initial lease contracts thereof.

(b) This refers to credit made available to the holders of remaining shares as a result of the reverse stock split of the capital stock of the Company.

16. SHAREHOLDERS EQUITY

a) *Capital Stock*

The subscribed and paid-up capital at March 31, 2009 and December 31, 2008 is made-up of book-entry shares, with no par value, allocated as follows:

| Classes of Shares | Number of shares |
|-------------------|------------------|
| Common | 891,241 |
| Preferred | |
| Preferred class B | 196 |
| Preferred class C | 20,769 |

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| | |
|-------------------|-----------|
| Preferred class D | 1 |
| Preferred class E | 3,830 |
| Preferred class F | 12,783 |
| Preferred class G | 1,443,356 |
| | 2,372,176 |

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Preferred shares of all classes are not entitled to vote, except in those cases as set forth in the Bylaws, and are ensured priority upon the reimbursement of the capital without premium, being: i) to class B shares, fixed and cumulative dividends of 9% per year, and ii) to class C and F shares, minimum and non-cumulative fixed dividends of 6% to 10% per year, calculated on the amount resulting from the division of the portion of the capital stock represented by the respective class by the total number of shares of that class, issued by the Company, with due regard to the priority limits, as determined in the Bylaws.

Considering the new wording of art. 17 of Law No. 6,404/76, as amended by Law No. 10,303/01, the General Shareholders Meeting approved changes to the rules for payment of dividends to preferred shares of the Company, creating a class G preferred share with priority upon the reimbursement of the capital stock, without premium, and the right to payment of dividends according to the below described criteria, alternatively, whichever is higher:

- I - priority upon the receipt of fixed and non-cumulative dividends of ten per cent (10%) per year, calculated on the amount resulting from the division of the capital stock represented by the referred class by the total number of shares of that class, issued by the Company; or
- II - right to share the dividends to be distributed under the terms of article 39, sole paragraph, of the Bylaws, in conformity with the following criteria:
 - c) priority upon the receipt of non-cumulative minimum dividends corresponding to three per cent (3%) of the equity value of the share; and
 - d) right to share the profits distributed under equal conditions with the common shares, after the minimum priority dividend stipulated in conformity with item a) above is ensured to the common shares.

Future issues of preferred shares shall be of class G shares.

Preferred shares shall become entitled to vote if the Company, for 3 consecutive fiscal years, fails to pay the minimum dividends to which they are entitled.

b) *Capital Reserves*

b.1) *Special Goodwill Reserve*

As a result of the Corporate Reorganization process of TCO IP S.A., carried out on December 19, 2008, a special Goodwill reserve was recorded in the amount of R\$45,921, as a counter-entry to the incorporated net assets and represents the value of the future tax benefit to be earned by amortization of the incorporated Goodwill. The portion of the special Goodwill reserve corresponding to the benefit, by the end of each fiscal year, shall be capitalized to the benefit of Vivo Participações.

b.2) *Tax Incentives*

These represent the amounts invested in tax incentives in previous fiscal years.

c) *Profit Reserves*

c.1) *Legal Reserve*

The legal reserve is recorded by allocation of 5% of the net profit for the year, up to the limit of 20% of the paid-up capital stock or 30% of the capital stock added by the capital reserves. Given the establishment of such, allocations to this reserve are no longer mandatory, as set forth in Art. 193 of Law No. 6,404/76.

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c.2) *Reserve for Expansion*

The reserve for expansion was recorded with the purpose of holding funds for financing additional investments of fixed and current capital by allocation of up to 100% of the remaining net profit, after the legal determinations and the balance of the retained earnings account for the fiscal year ended on December 31, 2008. This reserve is supported by a capital budget approved at the shareholders' meetings.

d) *Retained Earnings*

The General and Special Shareholders' Meeting held on March 18, 2009 approved the allocation of the net profit for fiscal year 2008, in the amount of R\$299,723, of which R\$14,986 will be applied to the Legal Reserve and R\$284,737 will be distributed as dividends and interest on shareholders' equity categorized as follows: R\$66,936 as interest on shareholders' equity, gross value (R\$56,895, net of withholding income tax) and R\$217,801 as dividends. Additionally, R\$4,306 were allocated as supplementary dividends. The meeting also approved the transfer of the remaining balance of retained earnings in the amount of R\$456,021 to the Expansion Reserve, based on the capital budget proposed for fiscal year 2009 of its subsidiary, as set forth in art. 196, and with due regard to the provisions in art. 198 of Law 6,404/76 and articles 39, 2, and 43 of the Bylaws.

Pursuant to the change introduced by Law No. 11,638/07, the net profit for the year must be entirely allocated in accordance with the provisions in articles 193 to 197 of Law No. 6,404/76.

e) *Dividends and Interest on Shareholders' Equity*

The General and Special Shareholders' Meeting held on February 12, 2009 resolved on the payment of dividends and interest on shareholders' equity in the amount of R\$289,043, being: interest on shareholders' equity in the amount of R\$66,936 (R\$56,895 net of withholding income tax) and dividends in the amount of R\$222,107, which were paid in March 2009.

The shareholders are ensured a minimum dividend of at least 25% of the adjusted net profit of every fiscal year, in conformity with the Corporations Law and with the Bylaws, which is increased up to the amount necessary for payment of the priority minimum dividend payable to the preferred shares.

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17. NET OPERATING REVENUE

| | 03.31.09 | 03.31.08 |
|---|-----------------|-----------------|
| Franchise and use | 299,162 | 271,342 |
| Interconnection | 165,395 | 155,204 |
| Data and value-added services (SVA) | 58,025 | 45,070 |
| Other services | 7,314 | 5,675 |
| Gross revenue from telecommunication services | 529,896 | 477,291 |
| ICMS | (74,200) | (62,076) |
| Discounts granted | (68,431) | (73,078) |
| PIS and COFINS | (20,012) | (17,445) |
| ISS | (990) | (166) |
| Net operating revenue from telecommunication services | 366,263 | 324,526 |
| Gross revenue from sales of handsets and accessories | 38,359 | 28,113 |
| PIS and COFINS | (3,422) | (2,529) |
| Returns of goods sold | (1,432) | (769) |
| ICMS | (574) | (88) |
| Net operating revenue from sales of handsets and accessories | 32,931 | 24,727 |
| Total net operating revenue | 399,194 | 349,253 |

No customer has contributed more than 10% of the gross operating revenue for the three-month periods ended on March 31, 2009 and 2008.

18. COST OF GOODS SOLD AND SERVICES RENDERED

| | 03.31.09 | 03.31.08 |
|--------------------------------------|------------------|------------------|
| Interconnection | (78,470) | (61,789) |
| Depreciation and amortization | (56,472) | (40,862) |
| Taxes, fees and contributions | (19,663) | (14,540) |
| Outsourced services | (14,328) | (13,802) |
| Rent, insurance and condominium fees | (14,020) | (9,795) |
| Connection means | (13,936) | (12,596) |
| Personnel | (5,240) | (3,757) |
| Other supplies | (5,841) | (2,586) |
| Cost of services rendered | (207,970) | (159,727) |
| Cost of goods sold | (54,143) | (31,354) |
| Total | (262,113) | (191,081) |

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19. SELLING EXPENSES

| | 03.31.09 | 03.31.08 |
|--|-----------------|-----------------|
| Outsourced services | (28,313) | (28,351) |
| Personnel | (18,144) | (20,059) |
| Advertising | (10,384) | (5,634) |
| Depreciation and amortization | (8,200) | (4,935) |
| Allowance for doubtful accounts | (6,508) | (8,346) |
| Customer loyalty program and donations | (1,969) | (8,882) |
| Rent, insurance and condominium expenses | (1,749) | (1,537) |
| Other supplies | (1,597) | (2,097) |
| Total | (76,864) | (79,841) |

20. GENERAL AND ADMINISTRATIVE EXPENSES

| | 03.31.09 | 03.31.08 |
|--|-----------------|-----------------|
| Outsourced services | (16,936) | (27,857) |
| Depreciation and amortization | (16,841) | (10,456) |
| Personnel | (9,102) | (14,393) |
| Rent, insurance and condominium expenses | (896) | (609) |
| Outsourced services | (723) | (2,456) |
| Total | (44,498) | (55,771) |

21. OTHER OPERATING REVENUE (EXPENSES), NET

| | 03.31.09 | 03.31.08 |
|---|---------------|----------------|
| Recovered expenses | 3,243 | 1,018 |
| Fines | 1,075 | 5,685 |
| Shared infrastructure and EILD | 5,514 | 4,439 |
| Reversal of provisions (a) | 37 | 251,624 |
| Provision for contingencies | (3,507) | (2,272) |
| FUST | (1,757) | (1,467) |
| PIS and COFINS | (2,453) | |
| FUNTEL | (879) | (734) |
| Other taxes, fees and mandatory contributions | (773) | |
| Other | 10,981 | 7,259 |
| Total | 11,481 | 265,552 |

- (a) In the first quarter of 2008 the Company reverted all the provision recorded for ICMS on subscription fees and value-added services, in the amount of R\$700,005, being R\$448,381 as a counter-entry to the escrow deposits recorded in non-current assets and R\$251,624 as a counter-entry to the income for the period.

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22. FINANCIAL INCOME (EXPENSES) AND MONETARY AND EXCHANGE VARIATIONS

| | 03.31.09 | 03.31.08 |
|-----------------------------------|----------|----------|
| Financial income | 13,743 | 17,204 |
| Financial expenses: | | |
| Loans and debentures | (988) | (3,383) |
| Derivative transactions | (872) | (2,277) |
| Other financial transactions | (1,839) | (2,584) |
| Total | (3,699) | (8,244) |
| Monetary and exchange variations: | | |
| In liabilities | | |
| Derivative transactions | 1,777 | 1,657 |
| Loans | (2,580) | (1,776) |
| Other transactions | (131) | (35) |
| Total | (934) | (154) |

23. INCOME TAX AND SOCIAL CONTRIBUTION

The Company records monthly provisions for income tax and social contribution, on an accrual basis, paying the taxes based on the monthly estimate. Deferred taxes are recognized on temporary differences, as mentioned in Note 6. The breakdown of expenses with income tax and social contribution is shown below:

| | 03.31.09 | 03.31.08 |
|--|----------|-----------|
| Income tax and social contribution on amortized goodwill | (2,493) | |
| Income tax and social contribution expenses | (182) | (25,548) |
| Deferred income tax and social contribution | (10,232) | (76,452) |
| Total | (12,907) | (102,000) |

Below is a reconciliation of the expense with income taxes disclosed, by eliminating the effects of the goodwill tax benefit, and the amounts calculated by applying combined statutory rates at 34%:

| | 03.31.09 | 03.31.08 |
|---|----------|-----------|
| Income before taxes | 36,310 | 296,918 |
| Tax debt at combined statutory rate (34%) | (12,345) | (100,952) |
| Permanent additions: | | |

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| | | |
|------------------------------|----------|-----------|
| Other nondeductible expenses | (2,496) | (1,005) |
| Permanent exclusions: | | |
| Other nondeductible expenses | 1,340 | |
| Other deductible expenses | 594 | (43) |
| Tax debt | (12,907) | (102,000) |

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24. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company is engaged in transactions involving financial instruments, the risks of which are actively managed by means of a set of initiatives, procedures and comprehensive operating policies.

The Company's financial instruments are presented in compliance with CVM Resolution No. 566, dated December 17, 2008, which approved Technical Statement CPC 14, and with CVM Instruction 475, dated December 17, 2008.

a) *General considerations*

At March 31, 2009 and December 31, 2008, the main financial instruments, and their respective values by category, are as follows:

| | 03.31.09 | | | 12.31.08 | | |
|--|------------------------------------|----------------|---------|------------------------------------|----------------|---------|
| | Fair value through profit and loss | Amortized cost | Total | Fair value through profit and loss | Amortized cost | Total |
| Assets | | | | | | |
| Cash and cash equivalents | 84.169 | | 84.169 | 621.070 | | 621.070 |
| Restricted deposits | 2.273 | | 2.273 | 4.012 | | 4.012 |
| Accounts receivable, net | | 249.278 | 249.278 | | 298.269 | 298.269 |
| Liabilities | | | | | | |
| Payroll and related charges | | 16.767 | 16.767 | | 24.276 | 24.276 |
| Accounts payable | | 280.373 | 280.373 | | 391.618 | 391.618 |
| Taxes payable | | 69.992 | 69.992 | | 112.445 | 112.445 |
| Loans | | | | | 195.269 | 195.269 |
| Debentures | | 57.691 | 57.691 | | 56.923 | 56.923 |
| Dividends and Interest on shareholder equity | | 3.816 | 3.816 | | 280.588 | 280.588 |
| Derivative transactions | | | | 67.348 | | 67.348 |
| Other | | 85.458 | 85.458 | | 97.784 | 97.784 |

b) *Considerations on risk factors which may affect the Company's business*

The main market risks which the Company is exposed to in the conduct of its activities are:

Credit Risk

The credit risk arises out of the potential difficulty to collect the amounts payable for telecommunication services rendered to its customers and for sales of handsets to the distributors network, as well as the risk related to financial statements.

The credit risk involved in the rendering of telecommunications services is minimized by a strict control of the customer base and active management of customers' default, by means of clear policies regarding the sale of post-paid handsets. The customer base of the Company has, predominantly, a prepaid system, which requires the upfront payment and consequently entails no credit risk.

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The credit risk in the sale of handsets and pre-activated prepaid cards is managed under a conservative credit policy, by means of modern management methods, including the application of credit scoring techniques, analysis of financial statements and information, and consultation to commercial databases.

The Company is also subject to credit risk originating from their financial investments. The Company acts in such a manner as to diversify this exposure among various world-class financial institutions.

Interest and Inflation Rate Risk

The inflation rate risk arises out of the debentures issued, indexed to the IPCA, which may negatively affect the financial expenses by an unfavorable change of this index.

The Company has its financial investments indexed to the CDI. Should there be an increase in the local interest rate, the financial assets may be positively affected by this effect.

Exchange Rate Risk

At March 31, 2009, the Company has no foreign currency loans (note 13). At December 31, 2008, the Company recorded balances of US\$83,557 for loans and of US\$80,000 for derivative instruments.

c) *Derivative Transactions and Risk Management Policy*

Pursuant to a corporate policy of risk management, all contracting of derivative financial instruments is intended for protection against foreign exchange risk and variations in foreign and local interest rates arising out of financial debts. Since the Company had no such loans recorded at March 31, 2009, no derivative instruments contracting was recorded at such date.

Analysis of sensibility to the risk variables of the Company

CVM Instruction provides for that publicly-held companies, in addition to the provisions in item 59 of CPC 14 Financial Instruments: Recognition, Measurement and Evidencing, are required to disclose a statement of sensibility analysis, for each type of market risk deemed by the management to be material, originated by financial instruments, to which the entity is exposed at the closing date of each period, including all the transactions with derivative financial instruments.

At March 31, 2009, as the Company has no derivative instruments contracted, there is no risk of impact of these instruments on the financial result and, therefore, there is no exposure requiring a risk sensibility analysis.

25. POST-EMPLOYMENT BENEFITS PLAN

Telemig Celular individually sponsors a defined retirement benefits plan Plano PBS Telemig Celular. Besides the benefit of supplementation, medical assistance (PAMA) is provided to retired employees and their dependents, at shared cost. Actuarial provisions relating to the defined benefit plans are recorded in Other liabilities (Note 15).

Telemig Celular also sponsors the CelPrev, a defined contribution plan, under the same conditions as published for the last fiscal year.

TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

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26. TRANSACTIONS WITH RELATED PARTIES

The main transactions with non-consolidated related parties are:

- a) *Communication via local cellular phone and long distance and use of network:* these transactions are carried out with companies of the same controlling group: Vivo S.A., Telecomunicações de São Paulo S.A. TELESP and subsidiaries. Part of these transactions was carried out in conformity with agreements entered into between TELEBRAS and the concessionaires prior to the privatization, under conditions regulated by ANATEL.
- b) *Telephone assistance services:* services provided by Atento Brasil S.A. and Mobitel S.A. Dedic to users of telecommunication services.

| | 03.31.09 | 12.31.08 |
|---|----------|----------|
| <i>Assets:</i> | | |
| Accounts receivable, net | 16,022 | 12,973 |
| <i>Liabilities:</i> | | |
| Suppliers and accounts payable | 17,096 | 14,088 |
| | 2009 | 2008 |
| <i>Result</i> | | |
| Revenue from telecommunication services | 27 | 6,422 |
| Cost of services rendered | (531) | |
| Revenues with sharing of resources | | 7.087 |

Until March 31, 2008, the Company and its subsidiary, Amazônia Celular S.A. and Tele Norte Celular Participações S.A. were owned by the same controlling shareholder Telpart Participações S.A. For this reason, the amounts stated for the three-month period ended on March 31, 2009 refer to the transactions among these companies and they remained as related parties only for comparison purposes.

27. INSURANCE

The Company has adopted a policy of monitoring risks inherent to its transactions. For this reason, as of March 31, 2009, the Company had insurance contracts in place for coverage of operating risks, civil liability, health risks, etc. The Management of the Company considers that the amounts of such contracts are sufficient to cover potential losses. The main assets, liabilities or interests covered by insurance and their respective amounts are shown below:

| Type of Insurance | Insured Amounts |
|--|---|
| Operating risks | R\$2,180,792 |
| Comprehensive Civil Liability RCG | R\$12,000 |
| Automobile (fleet of executive vehicles) | Material/bodily and moral damages: R\$1,100 |

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FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

28. INCOME STATEMENT FOR THE THREE-MONTH PERIOD ENDED 03.31.08

In order to offer proper comparison, we are presenting below the consolidated income statement for the three-month period ended on March 31, 2008, considering the necessary reclassifications for alignment of the Company's practice to the holding company's practices, and the effects resulting from the application of Law No. 11,638/07 and MP No. 449/08.

| | Income Statement disclosed at 03.31.08 | New controlling shareholder reclassifications | Adjustments to Law n° 11,638/07 | | Income Statement of 03.31.08, disclosed on 03.31.09 |
|--|---|---|---------------------------------------|---------------|---|
| Gross operating revenue | 964,901 | (459,497) | | a,b | 505,404 |
| Deduction from the gross operating revenue | (611,279) | 455,128 | | a | (156,151) |
| Net operating revenue | 353,622 | (4,369) | | | 349,253 |
| Cost of services rendered and goods sold | (193,879) | 2,798 | | c,d,e,f,h,i,j | (191,081) |
| Gross profit | 159,743 | (1,571) | | | 158,172 |
| Selling expenses | (73,184) | (7,593) | 936 | c,e,g,h,j,k,l | (79,841) |
| General and administrative expenses | (44,434) | (11,337) | | b,g,h,i,k | (55,771) |
| Other operating revenue (expenses), net | 251,624 | 13,851 | 77 | f,h,k | 265,552 |
| Financial income, net | 7,378 | | 1,428 | l | 8,806 |
| Operating profit | 301,127 | (6,650) | 2,441 | | 296,918 |
| Non-operating income, net | 77 | | (77) | l | |
| Profit before taxes and minority interest | 301,204 | (6,650) | 2,364 | | 296,918 |
| Income tax and social contribution | (101,196) | | (804) | l | (102,000) |
| Employees' profit share | (6,650) | 6,650 | | i | |
| Net income for the period | 193,358 | | 1,560 | m | 194,918 |

The main reclassifications effected in the income statement are as follows:

- a. Elimination of the amounts of prepaid services recharge bonus against discounts granted;
- b. Transfer of the shared infrastructure amounts and EILD to Other Operating Revenue and General and Administrative Expenses ;
- c. Transfer of the amounts of handset distribution costs to Selling Expenses

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- d. Transfer of the revenue from fines on telecommunication services to Other Operating Revenue ;
- e. Transfer of the amounts of internet communication services, preparation and mailing of telephone bills to Selling Expenses ;
- f. Transfer of the amounts of Fust, Funttel to Other Operating Expenses ;
- g. Transfer of the amounts of corporate service revenues to Other Operating Revenue ;
- h. Transfer of the amounts of bank tariffs and other expenses to General and Administrative Expenses ;
- i. Transfer of the amounts of employees profit share to General and Administrative Expenses .

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NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

- j. Transfer of the amounts of provision/reversal of obsolescence to Cost of Goods Sold ;

- k. Transfer of the amounts of expenses with provision for contingencies to Other Operating Expenses ; and

- l. Effects arising out of the application of Law No. 11,638/07 and MP No. 449/08, which had not been applied to the ITRs for the period.

29. CORPORATE REORGANIZATION

On March 20, 2009, the Boards of Directors of Vivo Participações, Telemig Celular and Telemig Participações, in the form and for the purposes of CVM Instructions No. 319/999 and 358/02, approved the proposal to be submitted to the shareholders of Vivo Participações, Telemig Celular and Telemig Participações for Corporate Reorganization through merger of the shares of Telemig Celular and of Telemig Participações into Vivo Participações, by converting Telemig Celular in to a wholly-owned subsidiary of Telemig Participações and, the latter, into a wholly-owned subsidiary of Vivo Participações.

The purpose of the proposed Corporate Reorganization is to simplify the current organizational structure, which includes three publicly-held companies, two of them having ADRs traded abroad. The simplified structure will reduce administrative costs and allow the shareholders of the companies to hold interest in one sole company whose shares are traded both in Brazilian and international stock exchanges, with more liquidity, besides facilitating unification, standardization and rationalization of the general management of the business.

TELEMIG CELULAR S.A.

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The flow chart below, reproduced in a simple manner, shows the current corporate structure and the structure after implementation of the Corporate Reorganization, emphasizing that the referred transaction will not change the composition of the final share control of the companies involved:

Current Corporate Structure:

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TELEMIG CELULAR S.A.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

Corporate structure after merger of the shares of Telemig Celular into Telemig Participações and of Telemig Participações into Vivo Participações:

All the shares of Telemig Celular will be merged into Telemig Participações equity, and the holders of the merged shares of Telemig Celular will be entitled to directly receive those new shares to which they have rights in the merger company, Telemig Participações. At the same date, the shares of Telemig Participações will be merged into Vivo Participações equity, and the holders of the merged shares of Telemig Participações will be entitled to directly receive those new shares to which they have right in the merger company, Vivo Participações, pursuant to such exchange ratio as may be agreed among the above mentioned companies.

The merger of the shares of Telemig Celular and of Telemig Participações shall not cause any change to the number or breakdown by type of shares, which will ultimately be entirely held by Vivo Participações. Holders of common and preferred shares of Telemig Celular which are merged into Telemig Participações equity will receive new shares in Telemig Participações of the same type, that is, merged preferred shares will be replaced by new preferred shares of Telemig Participações to be issued on behalf of the respective holder, and merged common shares shall be replaced by new common shares of Telemig Participações to be issued on behalf of the respective holder. Subsequently, and in the same manner, the holders of common and preferred shares of Telemig Participações which are merged into Vivo Participações equity will receive new shares of Vivo Participações of the same type. Thus, upon completion of the transaction, the non-controlling shareholders of Telemig Celular and of Telemig Participações will become shareholders of Vivo Participações.

The holders of common and preferred shares of Telemig Celular and of Telemig Participações and of common shares of Vivo Participações who dissent from the merger of shares of Telemig Celular and of Telemig Participações will have the right, as from the date of the general and special meetings of the companies adopting resolutions with respect to the Corporate Reorganization, to withdraw from the respective companies, upon reimbursement of the shares of which they are holders on the record date of the notice of the Relevant Fact.

TELEMIG CELULAR S.A.

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FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2009

(in millions of Brazilian Reais, except as otherwise mentioned)

The above mentioned Corporate Reorganization will be submitted to ANATEL for approval. Since it refers to a Corporate Reorganization among companies belonging to the same economic group, the transaction described herein is not subject to approval from the Administrative Council for Economic Defense - CADE. The holding of the meetings for adoption of resolutions concerning the Corporate Reorganization will be subject to the registration with the Securities Exchange Commission - SEC, as required in its respective regulations, due to the trading of ADRs issued by Telemig Participações in the New York Stock Exchange).

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COMMENTS OF THE CONSOLIDATED PERFORMANCE IN THE QUARTER

TELEMIG CELULAR S.A.

NET OPERATING REVENUES TELEMIG

| <i>R\$ million</i> | According to Corporate Law | | | | |
|-----------------------------|----------------------------|--------------|--------------|--------------|--------------|
| | 1 Q 09 | 4 Q 08 | Δ% | 1 Q 08 | Δ% |
| Access and Usage | 164.0 | 173.8 | -5.6% | 142.9 | 14.8% |
| Network usage | 159.4 | 172.0 | -7.3% | 149.6 | 6.6% |
| Data revenue plus VAS | 37.3 | 33.0 | 13.0% | 27.7 | 34.7% |
| Other services | 5.6 | 8.2 | -31.7% | 4.4 | 27.3% |
| Net service revenues | 366.3 | 387.0 | -5.3% | 324.6 | 12.8% |
| Net handset revenues | 32.9 | 48.9 | -32.7% | 24.7 | 33.2% |
| Net Revenues | 399.2 | 435.9 | -8.4% | 349.3 | 14.3% |

OPERATING REVENUE

Revenue growth over sector's average.

Total net revenue increased by 14.3% when compared to 1Q08. This increase is a result of higher revenue from access and usage, increase in the usage of data and VAS services, in addition to growth in the revenue from sales of handsets, allied to growth of the customer base.

The **revenue from access and usage** recorded an increase of 14.8% in relation to 1Q08, especially due to the improvement on the customer base quality and to the growth in the total outgoing traffic because of the usage incentives. When compared to 4Q08, there was a decrease of 5.6% due to seasonality and number of business days.

Data and VAS revenue increased by 34.7%

Data and Value Added Services, or VAS, revenue increased by 34.7% and 13.0% compared to the 1Q08 and 4Q08, respectively. The amount of R\$ 37.3 million, representing 10.2% of the net service revenue, is mainly due to the increase in peer-to-peer SMS/MMS usage as a consequence of new activations offering data advantages.

OPERATING COSTS TELEMIG CELULAR S.A.

| <i>R\$ million</i> | According to Corporate Law | | | | |
|---|----------------------------|----------------|---------------|----------------|---------------|
| | 1 Q 09 | 4 Q 08 | Δ% | 1 Q 08 | Δ% |
| Personnel | (32.5) | (29.8) | 9.1% | (37.9) | -14.9% |
| Cost of services rendered | (146.3) | (130.5) | 12.1% | (115.1) | 27.1% |
| Leased lines | (13.9) | (14.3) | -2.8% | (12.6) | 10.3% |
| Interconnection | (78.5) | (75.4) | 4.1% | (61.8) | 27.0% |
| Rent/Insurance/Condominium fees | (14.0) | (12.2) | 14.8% | (9.8) | 42.9% |
| Fistel and other taxes and contributions | (19.7) | (18.6) | 5.9% | (14.5) | 35.9% |
| Third-party services | (14.4) | (13.7) | 5.1% | (13.8) | 4.3% |
| Others | (5.8) | 3.7 | n.a. | (2.6) | 123.1% |
| Cost of goods sold | (54.1) | (77.7) | -30.4% | (31.4) | 72.3% |
| Selling expenses | (50.5) | (58.4) | -13.5% | (54.8) | -7.8% |
| Allowance for doubtful accounts | (6.5) | (4.0) | 62.5% | (8.3) | -21.7% |
| Third-party services | (38.7) | (44.6) | -13.2% | (34.0) | 13.8% |
| Customer loyalty and donations | (2.0) | (7.5) | -73.3% | (8.9) | -77.5% |
| Others | (3.3) | (2.3) | 43.5% | (3.6) | -8.3% |
| General & administrative expenses | (18.5) | (15.6) | 18.6% | (30.9) | -40.1% |
| Third-party services | (16.9) | (13.3) | 27.1% | (27.8) | -39.2% |
| Others | (1.6) | (2.3) | -30.4% | (3.1) | -48.4% |
| Other operating revenue (expenses) | 11.4 | (4.2) | n.a. | 265.4 | -95.7% |
| Operating revenue | 9.8 | 8.4 | 16.7% | 262.7 | -96.3% |
| Operating expenses | (9.4) | (10.6) | -11.3% | (4.5) | 108.9% |
| Other operating revenue (expenses) | 11.0 | (2.0) | n.a. | 7.2 | 52.8% |
| Total costs before depreciation / amortization | (290.5) | (316.2) | -7.7% | (5.0) | n.a. |
| Depreciation and amortization | (81.5) | (67.3) | 21.1% | (56.3) | 44.8% |
| Total operating costs | (372.0) | (383.5) | -2.6% | (61.3) | 509.3% |

OPERATING COSTS

Cost of service rendered increased by 27.1% over 1Q08.

Cost of services rendered increased by 27.1% over 1Q08 due to higher interconnection cost related to both the growth of outgoing traffic and increase of expenses with Fistel Fee due to increase of the customer base. When compared to 4Q08, which is positively impacted by the co-billing renegotiation, the cost of services rendered increased 12.1%, as a result of the increase in interconnection expenses and Fistel Fee, which effects are associated to the customer base expansion, as well as increase of rent, insurance and condominium expenses.

Higher commercial activity led to the increase on costs of goods sold.

The **cost of goods sold** recorded an increase of 72.3% in the quarter in relation to 1Q08. This increase was due to the commercial activity in the period and to the foreign exchange devaluation. When compared to 4Q08, it recorded a reduction of 30.4% due to lower activity in the period.

In the 1Q09, **selling expenses** decreased by 7.8% over the 1Q08 due to a decrease in expenses in customer retention efforts, in addition to a decrease in allowance for doubtful accounts. When compared to 4Q08, it recorded a reduction of 13.5% due to the decrease in expenses with customer retention and third-party services, especially publicity and advertising.

Allowance for doubtful accounts recorded a reduction in 1Q09 of 21.7% over 1Q08. The amount of R\$ 6.5 million represents 1.1% of the total gross revenue, a reduction of 0.5 percentile point, a 62.5% increase in comparison with the 4Q08, which is positively impacted by the corporate segment credit recovery for which provisions had been previously recorded and by the individual segment credit recovery due to the campaigns carried out for stimulating a bonus amount.

Reduction of 37.1% in general and administrative expenses in relation to 1Q08

General and administrative expenses decreased by 35.3% when compared to the 1Q08 due, mainly, to the reduction in consulting and other expenses with technical administrative services. When compared to 4Q08, general and administrative expenses recorded an increase of 28.2% due to the growth in expenses with third-party services.

Other Operating Revenues/Expenses recorded revenue of R\$ 11.4 million, reverting the result recorded in 4Q08 and slightly lower than it was recorded in 1Q08, excluding the effects of the ICMS reversal. This result is due to the increase in other revenue.

DEPRECIATION AND AMORTIZATION

Depreciation and amortization increased by 44.8% and by 21.1% in relation to 1Q08 and 4Q08, respectively, as a consequence of investments made in the period for expansion of coverage and amortization of softwares due to the integration with Vivo.

FINANCIAL REVENUES (EXPENSES) TELEMIG

| <i>R\$ million</i> | According to Corporate Law | | | | |
|---|----------------------------|---------------|---------------|--------------|---------------|
| | 1 Q 09 | 4 Q 08 | Δ% | 1 Q 08 | Δ% |
| Financial Revenues | 13.7 | 22.2 | -38.3% | 17.2 | -20.3% |
| Other financial revenues | 13.7 | 22.2 | -38.3% | 17.2 | -20.3% |
| Financial Expenses | (3.7) | (12.6) | -70.6% | (8.3) | -55.4% |
| Other financial expenses | (2.8) | (7.0) | -60.0% | (6.0) | -53.3% |
| Gains (Losses) with derivatives transactions | (0.9) | (5.6) | -83.9% | (2.3) | -60.9% |
| Exchange rate variation / Monetary variation | (0.9) | (1.4) | -35.7% | 0.1 | n.a. |
| Net Financial Income | 9.1 | 8.2 | 11.0% | 8.8 | 3.4% |

Increase of 11% in net financial revenues in 1Q09 over 4Q08

In the comparison with 1Q08, the net financial revenue increased by R\$ 0.3 million. This is due to a lower debt cost (due to settlement of Notes, aligned to a higher effective interest rate in the period (2.85% in 1Q09 and 2.53% in 1Q08).

Comparing 1Q09 to 4Q08, despite a lower effective interest rate in the period, the net financial revenue of the Company increased by R\$ 0.9 million. This increase is explained by a lower debt cost (settlement of the Notes), as already mentioned, and their respective swaps.

LOANS AND FINANCING - TELEMIG

| <i>Lenders (R\$ million)</i> | R\$ | CURRENCY | | Total |
|------------------------------|------------|-----------------|--|--------------|
| | | US\$ | | |
| Debentures | 57.7 | | | 57.7 |
| Notes | | | | |

Adjust Law No. 11,638/07

| | | | | |
|--------------|-------------|--|--|-------------|
| Total | 57.7 | | | 57.7 |
|--------------|-------------|--|--|-------------|

Exchange rate used

Payment Schedule Long Term

| | | | | |
|--------------|-------------|--|--|-------------|
| 2009 | | | | |
| as from 2009 | 57.7 | | | 57.7 |
| Total | 57.7 | | | 57.7 |

NET DEBT TELEMIG

| | Consolidated | | Combined |
|---------------------------|---------------------|------------------|------------------|
| | Mar 31.09 | Dec 31.08 | Mar 31.08 |
| Short Term | | 195.3 | 142.3 |
| Long Term | 57.7 | 56.9 | 23.8 |
| Total debt | 57.7 | 252.2 | 166.1 |
| Cash and cash equivalents | (409.0) | (952.7) | (942.2) |
| Derivatives | | 67.3 | 97.9 |
| Net Debt | (351.3) | (633.2) | (678.2) |

The debt profile is 100% long term.

At March 31, 2009, the debt for loans and financings of Telemig Celular was R\$ 57.7 million, referring to debentures issued under the *Minas Comunica* program. In this quarter, foreign currency debts were settled due to the settlement of Notes effected in January/09, as well as their corresponding swaps, causing the Company to have 100% of its debt in Brazilian reais and with a long term profile.

This debt was offset by cash and cash investments totaling R\$ 409.0 million, resulting in net cash of R\$ 351.3 million.

Investments (CAPEX)**Increase of GSM capacity and enhancement of 3G scope.**

The total investments in the quarter were quite higher than what was invested in 1Q08, being directed to increasing the GSM capacity and enhancing the 3G coverage scope, besides the fulfillment of coverage goals set forth by Anatel, showing the strategic importance of this operation. The investments portfolio totaled R\$ 41.8 million, representing 10.5% of the net revenue.

CAPEX TELEMIG

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| <i>R\$ million</i> | 1 Q 09 | 4 Q 08 | 1 Q 08 |
|--|---------------|---------------|---------------|
| Network | 28.2 | 123.1 | 2.8 |
| Technology / Information System | 5.6 | 14.7 | 6.0 |
| Products and Services, Channels, Administrative and others | 8.0 | 20.3 | 3.4 |
| Total | 41.8 | 158.1 | 12.2 |
| % Net Revenues | 10.5% | 36.3% | 3.5% |

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FORWARD-LOOKING STATEMENTS

This press release may contain forward-looking statements. These statements are statements that are not historical facts, and are based on management's current view and estimates of future economic circumstances, industry conditions, company performance and financial results. The words "anticipates", "believes", "estimates", "expects", "plans" and similar expressions, as they relate to the company, are intended to identify forward-looking statements. Statements regarding the declaration or payment of dividends, the implementation of principal operating and financing strategies and capital expenditure plans, the direction of future operations and the factors or trends affecting financial condition, liquidity or results of operations are examples of forward-looking statements. Such statements reflect the current views of management and are subject to a number of risks and uncertainties. There is no guarantee that the expected events, trends or results will actually occur. The statements are based on many assumptions and factors, including general economic and market conditions, industry conditions, and operating factors. Any changes in such assumptions or factors could cause actual results to differ materially from current expectations.

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