



Embratel Participações S.A.
CNPJ/MF 02.558.124/0001-12
N.I.R.E. 3330026237-7
A Public Company

MATERIAL FACT

Embratel Participações S.A. (“Company”), in compliance with the provisions of Instruction no. 358/02 of the Brazilian Securities and Exchange Commission, hereby announces to the public and to its shareholders that Telefónos de México, S.A. de C.V., as controlling shareholder of the Company, and Telmex Solutions Telecomunicações Ltda., as Offeror of the voluntary tender offer under different procedures for the purchase of all of the common and preferred shares of EMBRAPAR, launched concurrently in Brazil and the United States on October 3, 2006 (“Voluntary Tender Offer”), considering the terms of the material fact issued by the Company on October 19, 2006, announced today, through a material fact, that the Voluntary Tender Offer remains in effect under the same terms and conditions.

Rio de Janeiro, October 20, 2006

Embratel Participações S.A.
Isaac Berensztejn
Investor Relations Officer

Embratel Participações S.A. is the holding company of Embratel, a leading integrated telecommunications provider offering solutions to business and services to residential customers all over Brazil. Service offerings include: outsourcing, high-speed data communications, Internet, corporate networks, advanced voice and international, domestic and local telephony. Embratel operates a proprietary state-of-the-art network with country wide coverage and presence in Brazil’s main metropolitan areas. It also controls Telmex do Brasil, a corporate business telecommunications provider and has a 43.0 percent economic interest in Net Serviços, Brazil’s leading pay TV operator.