

Rio de Janeiro, Brazil – September 03, 2003

**Embratel Participações S.A.**  
**NYSE: EMT; BOVESPA: EBTP3, EBTP4**

**Publicly Traded Company**  
**CNPJ n.º 02.558.124/0001-12**

The Company holds 98.8 percent of  
**Empresa Brasileira de Telecomunicações S.A.**  
("Embratel").

#### **RELEVANT FACT**

Embratel Participações S.A., in compliance with provision in Paragraph Four of Article 157 of Law Number 6.404/76, and provision of CVM Instruction Number 358/02, hereby informs its shareholders and the general public that it has signed a Purchase Agreement with AT&T Latin America Corp. to acquire its operating subsidiaries in 5 countries (Argentina, Brasil, Chile, Colombia and Peru). The purpose of this acquisition is to expand Embratel's offerings in the region. AT&T Latin America Corp. is undergoing a formal bankruptcy process in the U.S. (Chapter 11) and is subject to specific legal proceedings. The finalization of this potential acquisition is dependent on the outcome of formal court procedures and approvals. The completion of the process is expected to occur in the near future, at a date to be established by the US courts. Should Embratel be successful, further details of the transaction will be disclosed.

Norbert Glatt  
Investor Relations Director