

TERNA PARTICIPAÇÕES S.A.

Publicly Held Company
Company Registry (NIRE) 33.3.0027843-5
Corporate Taxpayers' ID (CNPJ/MF) 07.859.971/0001-30

MATERIAL FACT

TERNA PARTICIPAÇÕES S.A. (“TERNA PART.”), pursuant to Paragraph 4, Article 157 of Law 6,404/76 and CVM Instruction 358/02, as amended by CVM Instructions 369/02 and 449/07, hereby announces to its shareholders, the general market and any other interested party that its wholly owned subsidiary TSN – Transmissora Sudeste Nordeste S.A. (“TSN”) entered into, on August 21, 2007, an agreement for the acquisition of 100% of the capital stock of the companies Goiana Transmissora de Energia S.A (“GTESA”), a privately held company that holds the public service concession for electricity transmission involving the Goianinha/Mussuré 230-kV Transmission Line, governed by ANEEL Concession Agreement 01/2002, and Paraíso Açu Transmissora de Energia S.A. (“PATESA”), a privately held company that holds the public service concession for electricity transmission involving the Paraíso/Açu 230-kV Transmission Line, governed by ANEEL Concession Agreement 87/2002.

The acquisition in question will only become effective upon the occurrence of certain suspensive conditions, including: (i) approval of the transaction by the National Electric Power Agency (ANEEL); and (ii) approval of the transaction by the Brazilian Development Bank (BNDES).

The agreement stipulates the price for the acquisition of 100% of the capital stock of the companies GTESA and PATESA at R\$ 89,800,000.00 (eighty-nine million, eight hundred thousand reais).

TERNA PART. will publish additional Material Fact notices regarding this transaction as developments occur.

Rio de Janeiro, August 21, 2007

Giovanni Giovannelli
CEO and IRO

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