

TERNA PARTICIPAÇÕES S.A.

Publicly-held Company
Corporate Registry (NIRE): 33.3.0027843-5
Corporate Taxpayer's ID (CNPJ/MF): 07.859.971/0001-30

MATERIAL FACT

TERNA PARTICIPAÇÕES S.A. (“TERNA PART.”), pursuant to item 4 of article 157 of Law 6404/76 and CVM Instruction 358/02, as amended by CVM Instructions 369/02 and 449/07, hereby informs its shareholders, the market in general and any other interested parties that, on May 30, 2008, its wholly-owned subsidiary Lovina Participações S.A. (“LOVINA”), following compliance with all the conditions contained in the Purchase Agreement entered into on September 17, 2007, acquired 100% of ETEO - Empresa de Transmissão de Energia do Oeste Ltda. (“ETEO”), a limited liability company which holds the concession for the 502 km, 440 kV Taquaruçu – Assis – Sumaré Transmission Line, as per ANEEL Bid Notice 007/1999.

ETEO will incorporate LOVINA as soon as ANEEL approves the respective incorporation report, as stipulated in ANEEL Resolution 1362, of May 13, 2008, published in Section 1 of the *Diário Oficial da União* on May 16, 2008.

Rio de Janeiro, May 30, 2008.

Giovanni Giovannelli
CEO and Investor Relations Officer

TERNA PARTICIPAÇÕES S.A.