

Rio de Janeiro, RJ, Brazil, August 11, 2005

Embratel Participações S.A. (Embrapar) - BOVESPA: EBTP3, EBTP4; NYSE: EMT
The Company holds 99.0% of **Empresa Brasileira de Telecomunicações S.A.**
("Embratel").

FURTHER INFORMATION ON THE PRIMESYS ACQUISITION

In response to BOVESPA enquiry GAE/SAE 1.669-05 of August 9, 2005, Embrapar informs that the acquisition of PrimeSys Soluções Empresarias S.A. ("PrimeSys"), when concluded - see the company's Relevant Fact dated August 5, 2005 - further strengthens Embratel's position in the corporate market by allowing it to:

- add to its outsourcing activity several business customers including two of Brazil's major financial institutions;
- become a key strategic partner to those customers and gain the ability to cross-sell integrated telecommunications services;
- enhance Embratel's focus on the outsourcing business;
- achieve operating synergies by integrating networks.

PrimeSys is a leading telecom outsourcing provider offering fully customized solutions, integrated consulting services and service level agreements to customers demanding a high level of service requirements for mission critical applications. The company provides services over a leased terrestrial and satellite network comprising 13.000 client points, over 140 points of presence in 66 of the largest Brazilian municipalities. PrimeSys' net revenues and EBITDA in 2004 were be R\$253 million and R\$35 million, respectively.

In April 2005, Portugal Telecom do Brasil ("PT Brasil") made a spin-off the IT and Web activities from PrimeSys, so that the remaining entity, which is being acquired by Embratel, provides the above mentioned telecom outsourcing services. Without the IT and Web businesses, Embratel estimates PrimeSys' 2004 net revenues and EBITDA to have been R\$235 million and R\$43 million, respectively. At April 30, 2005, PrimeSys' bank debt was R\$3.7 million and operating leases were R\$7.3 million, after the spin-off. On the same date, the company's cash position was R\$20.3 million. The impact of PrimeSys in Embratel 2005 results will not only depend on PrimeSys performance but also the timing of the conclusion of the transaction, which is expected to occur in the fourth quarter of 2005. In addition to strengthening its position in the corporate market, Embratel expects to grow outsourcing revenues servicing the future needs of PrimeSys' existing clients and by adding new clients to its base.

Embratel is a countrywide communications provider in Brazil offering a wide array of advanced communications services over its own network. It is the leading provider of data and Internet services in the country and is well positioned to be the country's only true national local service provider for corporate customers. Service offerings include: telephony, advanced voice, high-speed data communication services, Internet, satellite data communications, corporate networks and local voice services for corporate clients. The Company's network has countrywide coverage with more than 32.5 thousand km of fiber optic cables with 1,069 thousand km of fiber.

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Note: Except for the historical information contained herein, this news release may be deemed to include forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, that involve risk and uncertainty, including financial, regulatory environment and trend projections. Although the Company believes that its expectations are based on reasonable assumptions, it can give no assurance that its expectations will be achieved. The important factors that could cause actual results to differ materially from those in the forward-looking statements herein include, without limitation, the Company's degree of financial leverage, risks associated with debt service requirements and interest rate fluctuations, risks associated with any possible acquisitions and the integration thereof, risks of international business, including currency risk, dependence on availability of interconnection facilities, regulation risks, contingent liabilities, collection risks, and the impact of competitive services and pricing, as well as other risks referred in the Company's filings with the CVM and SEC. The Company does not undertake any obligation to release publicly any revisions to its forward-looking statements to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events.