



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

## **NOTICE TO THE MARKET**

Embratel Participações S.A. (“EMBRAPAR” or “Company”) announces to the public and to its shareholders in general that, on March 19, 2007, it notified The Bank of New York (“Depositary”) of its decision to terminate the Amended and Restated Deposit Agreement, dated as of June 16, 2003 (“Deposit Agreement”) among EMBRAPAR, the Depositary and all Owners and Beneficial Owners (as defined therein) from time to time of American Depositary Receipts (“ADRs”) issued by EMBRAPAR in the scope of the Company’s ADR Program. The termination of the Deposit Agreement will become effective on April 22, 2007, following the expiration of the required 30-day notice period.

Concurrently with this notification, EMBRAPAR and the Depositary entered into an amendment to the Deposit Agreement that requires the Depositary to use reasonable efforts to sell the preferred shares underlying any unclaimed EMBRAPAR ADRs as promptly as practicable after the expiration of a 60-day period following the effective date of termination of the Deposit Agreement. The Depositary expects to begin selling the preferred shares underlying any unclaimed EMBRAPAR ADRs on or promptly following June 22, 2007.

EMBRAPAR expects that its ADRs will cease trading on the New York Stock Exchange on the trading day following the effective date of termination of the Deposit Agreement. On March 23, 2007, a notice of the termination of the Deposit Agreement shall be issued to holders of EMBRAPAR ADRs. Once the issuance of the notice of termination of the Deposit Agreement to the holders of ADRs has been confirmed, the Company will request to CVM the termination of the registration of the Company’s ADR program, following the expiration of the 30-day term described above, for termination of the Deposit Agreement.

Rio de Janeiro, March 22, 2007

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.*