

Equatorial Energia S.A.

Publicly-held Company

Corporate Taxpayer's ID (CNPJ/MF): 03.220.438/0001-73

Redentor Energia S.A.

Publicly-held Company

Corporate Taxpayer's ID (CNPJ/MF): 12.126.500/0001-53

MATERIAL FACT

Equatorial Energia S.A. ("Equatorial") and Redentor Energia S.A. ("Redentor" and, jointly with Equatorial, the "Companies"), pursuant to article 157, paragraph 4 of Law 6404 of November 15, 1976, and CVM Instruction 358, of January 3, 2002, complementing the material facts dated December 30, 2009 and April 14 and 29, 2010, and the notices to the market dated April 14 and June 30, 2010, hereby inform their shareholders and the market in general that: (i) on August 6, 2010, the Brazilian Securities and Exchange Commission (CVM), registered Redentor as a publicly-held company under category "A", Redentor being a company arising from the partial spin-off of Equatorial, approved by Equatorial's Annual and Extraordinary Shareholders' Meetings of April 29, 2010, via the transfer of that part of its shareholders' equity corresponding to its stake in RME - Rio Minas Energia Participações S.A., inscribed in the Roll of Corporate Taxpayers (CNPJ/MF) under no. 07.925.628/0001-47, to Redentor ("Partial Spin-off"); (ii) also on August 6, 2010, the Securities, Commodities and Futures Exchange ("BM&FBOVESPA") deferred the trading registration of Redentor's shares; and (iii) Redentor's shares will begin trading on the Novo Mercado listing segment on August 25, 2010.

As disclosed in the above-mentioned material facts, each Equatorial shareholder will receive one Redentor common share for each Equatorial common share. Redentor's common shares attributed to Equatorial's shareholders as a result of the Partial Spin-off have the same rights and benefits attributed to Equatorial's common shares.

Equatorial's common shares circulating in the market will be traded "cum rights" to the Partial Spin-off under the ticker EQTL3 until August 24, 2010. As of August 25, 2010, Equatorial's shares will be traded "ex-rights" to the Partial Spin-off under the ticker EQTL3 and Redentor's shares will begin trading separately under the ticker RDTR3 and stock market name REDENTOR. Operationally, the credit of shares issued by Redentor to the shareholders will occur on August 30, 2010.

Shareholders requiring further information should contact the Companies via the site www.equatorialenergia.com.br or via their Investor Relations Departments, by calling (21) 3206-6635, or via e-mail to ri@equatorialenergia.com.br.

Rio de Janeiro, August 23, 2010.

EQUATORIAL ENERGIA S.A.

Eduardo Haiama
Chief Financial and Investor Relations Officer

REDENTOR ENERGIA S.A.

Eduardo Haiama
Chief Financial and Investor Relations Officer