

BRASIL TELECOM SA
Form 6-K
April 26, 2004

**SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

FORM 6-K

**REPORT OF FOREIGN ISSUER
PURSUANT TO RULE 13a-16 OR 15d-16 OF THE
SECURITIES EXCHANGE ACT OF 1934**

THROUGH APRIL 26, 2004

(Commission File No. 1-15256)

BRASIL TELECOM S.A.

(Exact name of Registrant as specified in its Charter)

BRAZIL TELECOM COMPANY

(Translation of Registrant's name into English)

**SIA Sul, Área de Serviços Públicos, Lote D, Bloco B
Brasília, D.F., 71.215-000
Federative Republic of Brazil**

(Address of Registrant's principal executive offices)

Indicate by check mark whether the registrant files or will file
annual reports under cover Form 20-F or Form 40-F.

Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K
in paper as permitted by Regulation S-T Rule 101(b)(1).

Indicate by check mark if the registrant is submitting the Form 6-K
in paper as permitted by Regulation S-T Rule 101(b)(7).

Indicate by check mark whether the registrant by furnishing the
information contained in this Form is also thereby furnishing the
information to the Commission pursuant to Rule 12g3-2(b) under
the Securities Exchange Act of 1934.

Yes No

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If "Yes" is marked, indicated below the file number assigned to the registrant in connection with Rule 12g3-2(b):

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Free Translation

BRASIL TELECOM S.A.
Publicly-held Corporation
Corporate Taxpayers Registry
76.535.764/0001-43
Board of Trade 53 3 0000622 9

BRASIL TELECOM PARTICIPAÇÕES S.A.
Publicly-held Corporation
Corporate Taxpayers Registry
02.570.688/0001-70
Board of Trade 53 3 0000581 8

MATERIAL FACT

BRASIL TELECOM S.A. (BrT) and **BRASIL TELECOM PARTICIPAÇÕES S.A. (BTP)**, in compliance with CVM Instruction 358/02, publicly announces the following:

1. Calais Participações S.A. (Calais), a company in which BrT holds exclusively preferred shares with no voting rights, presented an amendment to its original bid to WorldCom, Inc., for the acquisition of the controlling stake in Embratel Participações S.A. (Embratel);
2. In this amendment, Calais has increased its bid to WorldCom, Inc. from US\$396 million to US\$470 million against the acceptance of this offer by the sellers. This payment will be carried out through the acquisition of debt instruments issued by WorldCom, Inc. that will be used for the payment of the total price offered by Calais for the acquisition of the controlling stake in Embratel, which continues to correspond to the amount of US\$550 million. This transaction is subject to obtaining the necessary approval of the National Telecommunications Agency Anatel;
3. The amendment to the original bid was due to the increase in the competitor s offer and reflects the understanding by Calais that the acquisition structure of the controlling stake in Embratel complies with all the norms and regulations currently effective and has the objective of keeping Calais in the ongoing competitive sale process, thereby offering the sellers all the guarantees and instruments that demonstrate and make unquestionable the superiority of Calais offer.

Brasília, April 23, 2004.

Carla Cico
Investor Relations Director
Brasil Telecom S.A.

Paulo Pedrão Rio Branco
Investor Relations Director
Brasil Telecom Participações S.A.

