



Announcement | Lisbon | 10 May 2011

Dividend Payment

Portugal Telecom announces that the following amounts per share will be paid on 3 June 2011, as set out below:

Gross Amount	Euro 1.300
Withholding Tax (IRS/IRC) (21.5%)*	Euro 0.2795
Net Amount	Euro 1.0205

* Dividends placed at the disposal in omnibus accounts (except where the identity of the effective beneficiary is disclosed), are subject to withholding tax at a rate of 30%.

These amounts were approved within the allocation of the 2010 net income and correspond to (i) the remaining part of the exceptional dividend that was announced to the market and has not yet been paid (Euro 0.650 per share) and (ii) the ordinary dividend for the 2010 financial year (Euro 0.650 per share).

The ex-right date is 31 May 2011 and the record date is 2 June 2011.

Payment will be made through the Securities Clearing House pursuant to the terms of article 53 of the Regulation no. 3/2000 and Circular no. 1/2000 of Interbolsa.

This statement is made in accordance with the Portuguese legislation and pursuant to the terms of the resolution of the General Meeting of Shareholders held on 6 May 2011.

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Public company
Share capital Euro 26,895,375
Registered in the Commercial
Registry Office of Lisbon
and Corporation no. 503 215 058

Portugal Telecom is listed on the
Euronext and New York Stock
Exchange. Information may be
accessed on the Reuters under the
symbols PTC.LS and PT and on
Bloomberg under the symbol PTC.PL.

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