



Portugal Telecom

Release 5 June 2008, Lisbon

Acquisition of own shares through financial derivative instruments

Portugal Telecom informs that as part of the share buyback programme under execution, it has the right to acquire an additional 10,073,059 shares through equity swap agreements.

The total number of own shares that PT currently holds through equity swap agreements is 30,713,059 shares, of which 20,640,000 shares were contracted under the previous share buyback programme. As a result, the number of outstanding shares, adjusting for equity swaps on own shares recognised in the balance sheet, is 911,882,118.

As part of the share buyback programme under execution, a total of 196,334,382 own shares has been acquired. The total amount returned to shareholders to date, through the share buyback programme under execution since March 2007, totals Euro 1,842 million.

Portugal Telecom, SGPS, SA
Avenida Fontes Pereira de Melo, 40
1069-300 Lisbon
Portugal
www.telecom.pt

Public company
Share capital _ Euro 28,277,855.31
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.

Nuno Vieira
Investor Relations Director
nuno.t.vieira@telecom.pt
Tel.: +351 21 500 1701
Fax: +351 21 500 0800
<http://ir.telecom.pt>