



Announcement | Lisbon | 15 June 2010

Qualified Holding

Portugal Telecom, SGPS S.A. ("PT") hereby informs that Barclays Plc now holds more than 2% of the voting rights corresponding to the share capital of PT

This change resulted from the acquisition, by Barclays Capital Securities Ltd, on 9 June 2010, on regulated market, of 81,661 ordinary shares of PT, representing 0.01% of PT's share capital and corresponding voting rights.

As a result of this transaction, Barclays Plc holds a total of 17,957,827 ordinary shares representing 2.003% of PT's share capital and corresponding voting rights.

PT was further informed that Barclays Capital Securities Ltd holds a financial instrument by way of a forward contract with an expiration date of 18 August 2010, corresponding to 10,100,000 PT ordinary shares, representing 1.13% of the voting rights and two call options with expiration dates of 7 and 9 July 2010, corresponding to, respectively, 13,401 PT ordinary shares representing 0.001% of the voting rights and 21,745 PT ordinary shares representing 0.002% of the voting rights.

Additionally, PT was informed that such holding is attributed to Barclays Plc through the following entities:

- > Barclays Bank Plc: 492,993 ordinary shares representing 0.05% of the share capital and voting rights in PT;
- > Barclays Bank SA: 104,855 ordinary shares representing 0.01% of the share capital and voting rights in PT;
- > Barclays Capital Inc: 111,320 ordinary shares representing 0.01% of the share capital and voting rights in PT;
- > Barclays Capital Luxembourg SaRL: 250,000 ordinary shares representing 0.03% of the share capital and voting rights in PT;
- > Barclays Capital Securities Ltd: 16,686,149 ordinary shares (corresponding to 6,551,003 ordinary shares and 10,135,146 ordinary shares via financial instruments), representing 1.86% of the share capital and voting rights in PT;
- > Barclays Wealth Managers Portugal – SGFIM S.A.: 312,510 ordinary shares representing 0.04% of the share capital and voting rights in PT;

This statement is pursuant to the terms and for the purposes of article 17 of the Portuguese Securities Code, following a communication received on 11 June 2010, from Barclays Plc, with head office at 1 Churchill Place, London E14 5HP, United Kingdom.

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Portugal

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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