



Announcement | Lisbon | 23 March 2015

Qualified Holding and Long Position

Portugal Telecom, SGPS, S.A. ("PT SGPS") hereby informs that it was notified of the following regarding a qualified holding of Citigroup Inc. ("Citi"):

A) Position fell below 2% threshold (16 March 2015)

This situation resulted of a disposal, on 16 March 2015, by Citigroup Global Markets Limited, of 2,574,820 PT SGPS ordinary shares. As a result, a holding corresponding to 17,674,764 ordinary shares representing 1.9715% of PT SGPS' share capital and corresponding voting rights was attributed to Citi.

B) 2% threshold exceeded (18 March 2015)

This situation resulted of an acquisition, on 18 March 2015, by Citigroup Global Markets Limited, of 238,167 PT SGPS ordinary shares. As a result, a qualified holding and long position corresponding to 18,154,428 ordinary shares representing 2.0250% of PT SGPS' share capital and corresponding voting rights is attributed to Citi.

PT SGPS was further informed that this qualified holding and long position is attributed to Citi through the following chain of entities: Citigroup Global Markets Holdings Inc, Citigroup Financial Products Inc, Citigroup Global Markets Europe Limited and Citigroup Global Markets Limited.

This statement is pursuant to the terms and for the purposes of articles 17 of the Portuguese Securities Code and 2 and 2-A of the Portuguese Securities Commission Regulation no. 5/2008, following a communication received from Citigroup Global Markets Limited, with offices at Gateway Offices, 60-62 Sydenham Road, Belfast, BT3 9DT.

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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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