

PORTUGAL TELECOM SGPS SA  
Form 6-K  
May 10, 2005

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**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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**FORM 6-K**

Report of Foreign Private Issuer  
Pursuant to Rule 13a-16 or 15d-16 of the  
Securities Exchange Act of 1934

**For the month of May, 2005**

**Commission File Number 1-13758**

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**PORTUGAL TELECOM, SGPS, S.A.**

(Exact name of registrant as specified in its charter)

**Av. Fontes Pereira de Melo, 40**  
**1069 - 300 Lisboa, Portugal**  
(Address of principal executive office)

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 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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ANNOUNCEMENT

Portugal Telecom, SGPS, S.A.

Open Company

Registered Offices: Avenida Fontes Pereira de Melo, 40, Lisbon

Share Capital: Euro 1,166,485,050

Registered in the Conservatory of the Commercial Registry of Lisbon under no. 03602/940706

Collective Person no. 503 215 058

**PT ANNOUNCES ACQUISITION OF 37.6 MILLION OWN SHARES**

Lisbon, Portugal, 10 May 2005 - Pursuant to the terms and for the purposes of subparagraph a) of no.1 of article 11 of the Portuguese Securities Market Commission Regulation no. 04/2004, Portugal Telecom, SGPS, S.A. (PT) announces that, in accordance with the programme of own shares acquisition approved at its general meeting of shareholders, has acquired on 9 May 2005, through an OTC transaction, a total of 37,628,550 PT shares, equivalent to 3.23% of its share capital, as follows:

- 37,628,550 PT shares at an average price of Euro 8.57

These transactions were executed in connection with the exercise of the physical settlement option included under the terms of equity swap contracts established with ABN AMRO BANK, N.V. and CitiGroup Global Markets Limited.

After these transactions PT holds 37,628,550 of its own shares, equivalent to 3.23% of its share capital.

This information is also available on PT's IR website <http://ir.telecom.pt>.

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

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