

PORTUGAL TELECOM SGPS SA
Form 6-K
July 22, 2005

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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 July, 2005

Commission File Number 1-13758

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

RELEASE

**Portugal Telecom announces the project of decision of
non-opposition
by the Competition Authority to the sale of Lusomundo
Serviços**

Lisbon, Portugal, 21 July 2005 Portugal Telecom, SGPS, S.A. (PT) announces that the Competition Authority has notified Controlinveste, SGPS, S.A. today that in the project of decision under the concentration notification procedure on the acquisition by such company of Lusomundo Serviços, SGPS, S.A., including 80,91% of Lusomundo Media, SGPS, S.A. from PT Multimédia Serviços de Telecomunicações, SGPS, S.A. it considers that the transaction shall not create or reinforce obstacles that would significantly impede effective competition in the relevant market.

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 PTCO.IN and PT and on Bloomberg under the symbol PTC PL.
