

PORTUGAL TELECOM SGPS SA
Form 6-K
May 06, 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 May, 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

PORTUGAL TELECOM, SGPS, S.A.

Public Company

Head Offices: Av. Fontes Pereira de Melo, 40 1069-300 LISBOA

Company Registration number 503 215 058

Share Capital: Euro 1,166,485,050

Registered in the Conservatory of the Commercial

Registry of Lisbon under number 03602/940706, Section 4

DIVIDEND S PAYMENT FOR 2004

In accordance with Portuguese legislation and pursuant to the resolution of the Shareholders Meeting of 29 April 2005, Shareholders are hereby informed that the following 2004 dividends will be paid on 27 May 2005, as set out below:

1. Privatised ordinary shares:

Resident Shareholders

Gross dividend	Euro 0.35000
Withholding Tax (IRS/IRC) (7.5%) (a)	Euro 0.02625
Net Dividend	Euro 0.32375

Non-Resident Shareholders

Gross dividend	Euro 0.35000
Withholding Tax (IRS/IRC) (12.5%) (a)	Euro 0.04375
Net Dividend	Euro 0.30625

(a) Resulting from the application of the fiscal benefit referred to in article 59 of the Statute of Fiscal Benefits.

2. A Shares owned by the Portuguese State and which have still not been privatised:

Gross dividend	Euro 0.3500
Withholding Tax (IRS/IRC) (15%)	Euro 0.0525
Net Dividend	Euro 0.2975

Payment will be made through the Securities Clearing House pursuant to the terms of article 53 of the Regulation no. 3/2000 and Circular no. 1/2000 of Interbolsa.

The ex-dividend date is 24 May 2005 and the record date is 26 May 2005.

Lisbon, 6 May 2005

PORTUGAL TELECOM, SGPS, S.A.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: May 6, 2005

PORTUGAL TELECOM, SGPS, S.A.

By: /s/ Nuno Prego

Nuno Prego
Investor Relations Director

FORWARD-LOOKING STATEMENTS

This press release may contain forward-looking statements. These statements are statements that are not historical facts, and are based on management's current view and estimates of future economic circumstances, industry conditions, company performance and financial results. The words "anticipates", "believes", "estimates", "expects", "plans" and similar expressions, as they relate to the company, are intended to identify forward-looking statements. Statements regarding the declaration or payment of dividends, the implementation of principal operating and financing strategies and capital expenditure plans, the direction of future operations and the factors or trends affecting financial condition, liquidity or results of operations are examples of forward-looking statements. Such statements reflect the current views of management and are subject to a number of risks and uncertainties. There is no guarantee that the expected events, trends or results will actually occur. The statements are based on many assumptions and factors, including general economic and market conditions, industry conditions, and operating factors. Any changes in such assumptions or factors could cause actual results to differ materially from current expectations.
