

PORTUGAL TELECOM SGPS SA
Form 6-K
May 02, 2006

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, 2006

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 1,128,856,500
Registered in the Conservatory of the Commercial Registry of Lisbon
under number 03602/940706, Section 4

DIVIDEND PAYMENT FOR 2005

In accordance with Portuguese legislation and pursuant to the resolution of the Shareholders Meeting of 21 April 2006, Shareholders are hereby informed that the following amounts concerning the application of 2005 profits and distribution of reserves will be paid on 19 May 2006, as set out below:

Gross Amount	Euro 0.475
Withholding Tax (IRS/IRC) (20%)	Euro 0.095
Net Amount	Euro 0.380

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-right date is 16 May 2006 and the record date is 18 May 2006.

Lisbon, 2 May 2006

Portugal Telecom, SGPS, S.A.

