

PORTUGAL TELECOM SGPS SA
Form 6-K
September 28, 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 September, 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

RELEASE

Portugal Telecom, SGPS, S.A.

Public Company

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

Share Capital: Euro 395,099,775

Registered in the Commercial Registry Office of Lisbon and

Collective Entity no. 503 215 058

Project of decision from the Competition Authority

Lisbon, 28 September 2006 Portugal Telecom (PT) informs that it has received the project of decision from the Competition Authority not to oppose the concentration notified by Sonaecom related to the public tender offers in progress over PT and PT Multimedia. At this stage, PT has no comments on the contents of the project of decision.

PT is also aware of the press release disclosed by Anacom on the preliminary nature of the document issued by the Competition Authority and on the work being developed within Anacom in order to issue the final version of its opinion.

PT will present to the Competition Authority its understanding on such project of decision, as provided for in the applicable law. Therefore no opinion or statement on this matter may be attributed to PT in the meantime.

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 PTC.LS and PT and on Bloomberg under the symbol PTC PL.

