

RELEASE



Reallocation of responsibilities within PT's Executive Committee

Lisbon, Portugal, 6 January 2006 - Portugal Telecom announced today that Miguel Horta e Costa, Group CEO, has reallocated certain responsibilities within the Executive Committee. Henrique Granadeiro will be responsible for the human resources of the group, as well as overseeing, in collaboration with the CEO, the areas of strategy and regulation. In addition to his current responsibilities, Zeinal Bava will manage the domestic mobile division (TMN) and leave his position as Vice-President of the wireline division responsible for retail. Rodrigo Costa, who recently joined the Executive Committee, will manage the wireline division.

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