

**SONAE, SGPS, S.A.**

Head Office: Lugar do Espido, Via Norte, Maia  
Maia Commercial Registry Nr. 14168  
Share Capital: Euros 2 000 000 000  
Fiscal Number 500273170  
Sociedade Aberta

**ANNOUNCEMENT TO THE MARKET**

SONAE SGPS, S.A. ("Sonae"), as specifically requested by the Portuguese Stock Exchange Regulator (Comissão do Mercado de Valores Mobiliários – "CMVM"), confirms that reports circulating in the media, alleging that Sonaecom (a sub holding of Sonae) will be sold to France Telecom, are false and totally unfounded.

Maia, 7 February 2006  
The Representative for Capital Market Relations