

PORTUGAL TELECOM SGPS SA
Form 6-K
January 03, 2003

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 January, 2003

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

ANNOUNCEMENT

PORTUGAL TELECOM, SGPS, S.A.

Public Company

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

Share Capital: Euro 1,254,285,000

Registered in the Conservatory of the Commercial Registry of Lisbon under no. 03602/940706

Collective Person no. 503 215 058

Lisbon, Portugal, January 2, 2003 - Portugal Telecom ("PT") (NYSE: PT; BVL: PTCO.IN), today announced that it was established a Pricing Convention for the fixed telephone service (Universal Service Convention) for 2002 and 2003, between PT Comunicações, the Portuguese telecommunications regulator (ANACOM) and the Portuguese Authority for Trade and Competition on December 30, 2002.

The pricing convention establishes price caps excluding international calls of CPI-3% and CPI-2.75% for 2002 and 2003, respectively, in terms of average annual price changes.

These price caps compare with price changes (CPI) of 3.45% for 2002 and 2.5% for 2003 expected in the Portuguese State Budgets for 2002 and 2003 respectively.

This information is also available on PT's website www.telecom.pt.

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Portugal Telecom is listed on the Euronext Lisbon and New York Stock Exchanges. Information may be accessed on the Reuters 2000 Service under the symbols PT and PTCO.IN and on Bloomberg under the symbol PTC PL.
