

PORTUGAL TELECOM SGPS SA
Form 6-K
November 25, 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 November, 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

RELEASE

TCP SHARE CAPITAL INCREASE WITHIN THE MERGER OF TCO SHARES INTO TCP

Lisbon, Portugal, November 25, 2003 - Portugal Telecom, SGPS, S.A. (PT) (Euronext: PTCO.IN; NYSE: PT) informs that following the completion of the tender offer to acquire the common shares of Tele Centro Oeste Celular Participações, S.A. (TCO) and the implementation of the merger of TCO shares into Telesp Celular Participações, S.A. (TCP), TCP 's share capital will increase R\$ 1,012,907,956.77, from R\$ 4,373,661,469.73 to R\$ 5,386,569,426.50.

TCP will issue a total of 335,211,939.758 shares, of which 14,198,232,698 are common shares and 321,013,707,060 are preferred shares. TCP 's share capital, after the conversion of preferred shares into common shares as in the tender offer announcement published on November 20, 2003 and the merger of TCO shares into TCP, will be represented by 1,506,996,292,267 shares, of which 502,334,815,006 are common shares and 1,004,661,477,261 are preferred shares.

The exchange ratio was fixed at 1.27 TCP common shares per each TCO common share and 1.27 TCP preferred shares per each TCO preferred share.

This information is also available on PT 's IR website <http://ir.telecom.pt> and additional information is available on www.vivo-sp.com.br.

Contact: Vitor J. Sequeira, PT Group Investor Relations Officer
vitor.j.sequeira@telecom.pt

Portugal Telecom
Tel.: +351.21.500.1701
Fax: +351.21.355.6623

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.
