

CORPORATE ACTION NOTICE

This Notice applies to the following market(s):

Lisbon Market

Notice No: CA/2007/460/Li

ISSUE DATE: 29 October 2007

EFFECTIVE DATE: 30 October 2007

SINGLE STOCK FUTURES

PORTUGAL TELECOM SGPS SA

DISTRIBUTION OF SHARES

This Notice is issued pursuant to the Corporate Actions Policy for the Euronext Derivatives Markets ("Liffe"), which is available on the Euronext website at www.euronext.com/derivatives/rules. It requires the immediate attention of members' staff involved with the trading and settlement of equity products on these markets. Members should ensure that clients are made aware of the arrangements detailed in this Notice.

- 1. Contracts:** Portugal Telecom SGPS SA ("PT") Lisbon Single Stock Futures (Contract code PTS), ("the Contract").
- 2. Reference:** Corporate Action Notice No CA/2007/449/Li, issued on 17 October 2007.
- 3. Effective Date:** Tuesday 30 October 2007.
- 4. Ratio:** 0.83564.
- 5. Contract Adjustments:**
 - (a) Where adjustments are to be made to the contracts shall be adjusted using the ratio method:
 - (b) **Lisbon Single Stock Futures:**
 - (i) **Adjusted Lot Size:** 120 shares per lot.

Web site: www.euronext.com/derivatives

The **Euronext Derivatives Markets ("Liffe")** comprise the markets for derivatives operated by Euronext Amsterdam, Euronext Brussels, Euronext Lisbon, Euronext Paris and LIFFE Administration and Management, referred to respectively as the Amsterdam, Brussels, Lisbon, Paris and London markets. Euronext is part of the NYSE Euronext group.

- (ii) **Variation Margin:** Daily Settlement Prices on Monday 29 October 2007 have been multiplied by the ratio to generate reference prices for the purpose of variation margin calculations at the close of business on Tuesday 30 October 2007.

6. Further Delivery Months: Further delivery months that are made available for trading on and from Tuesday 30 October 2007 shall have a standard lot size of 100 shares per lot.

For further information in relation to this Notice, members should contact:

Liffe:

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PORTUGAL TELECOM SGPS SA

Corporate Action: DISTRIBUTION OF SHARES

Lisbon Single Stock Futures (PTS)

Last Trading Day	Daily Settlement Price Monday 29 October 2007 (€)	Futures Reference Price Tuesday 30 October 2007 (€)
November 2007	10.552	8.818
December 2007	10.600	8.858
January 2008	10.640	8.891
March 2008	10.729	8.966