

PORTUGAL TELECOM INTERNATIONAL FINANCE B.V. (the "Issuer" or "Company")

€400,000,000 6.25% Notes due 2016 (the "Notes")

guaranteed by Oi S.A.

(ISIN CODE: PTPTCYOM0008)

Following the announcements made on 6th and 22nd January 2016 referring to the payment by Oi S.A., the sole holder of the entire issued share capital of the Company, of an irrevocable capital contribution to the Company in the amount of EUR 500,000,000.00 (five hundred million), through one or more payment (s) in cash ("**Contribution**"), the Issuer informs that the Contribution was fully paid, at this date, by Oi S.A..

It is further informed that the payment of such Contribution merely determined the increase of the Issuer's assets, without any change in the nominal amount of its share capital, being recorded as a non-stipulated share premium ("*niet-bedongen Agio* ") in the financial books of the Company.

Lisbon, 4th February 2016

**Portugal Telecom International
Finance B.V.**
Naritaweg 165, 1043 BW Amsterdam
The Netherlands

Share Capital 21.000,00 euros
Registered at The Netherlands Chamber of Commerce
Commercial Register with the number 34108060
Portuguese Taxpayer Number: 710 222 149

Flavio Nicolay Guimarães
Investor Relations Officer
Email: invest@oi.net.br
Tel.: +55 21 3131-2918
Fax: +55 21 3131-1155