

**DECLARATION ON THE COST ACCOUNTING SYSTEM OF THE FIXED TELEPHONE SERVICE, THE  
LEASED LINE SERVICE AND THE INTERCONNECTION SERVICE PROVIDED BY PT  
COMUNICAÇÕES, S.A., FOR THE 2010 FINANCIAL PERIOD**

Whereas:

1. By determinations of the Management Board of ICP - ANACOM of 08/07/2004 and 28/09/2010, PT Comunicações, S.A. (PTC) was declared to be a body with significant market power in the following markets:
  - Markets in narrowband access to the public fixed telephone network and of publicly available fixed telephone services;
  - Wholesale markets of terminating and trunk segments of leased lines;
  - Wholesale markets for call origination and termination in the public fixed telephone network;
2. In that capacity, by determinations taken on 14/12/2004, 28/09/2010 and 17/12/2004 by the Management Board of ICP - ANACOM, the following obligations were respectively imposed on PTC:
  - To maintain a cost accounting system (CAS) allowing price regulation measures imposed on access markets to be checked, under paragraph 5 of article 85 of Law No. 5/2004, of 10/02 (ECL);
  - To develop and put in place a costing and accounting separation system for wholesale leased line markets, pursuant to article 71 of ECL;
  - To implement a costing and accounting separation system for interconnection markets in the public fixed telephone network, under article 71 of ECL.
3. Pursuant to paragraph 6 of article 85 and to paragraph 1 of article 76, all of ECL, it is incumbent on ICP - ANACOM to declare and to publish every year the compliance of CAS with provisions in point 2;

4. Moreover, under the Concession Contract, PTC must be provided with a CAS that appropriately implements the established tariff principles, being incumbent on ICP - ANACOM to approve the system's implementation and usage method, as well as to check and declare its compliance (article 18 of the Bases of the Concession, approved by Decree-Law No. 31/2003, of 17/02);
5. In December 1996, and after ICP - ANACOM had defined the general principles which PTC's accounting system should comply with, this operator officially notified ICP - ANACOM that it had implemented a CAS in the scope of the Telecommunications Public Service Contract;
6. Since then, ICP - ANACOM has promoted audits to the referred system by independent entities;
7. In the scope of the audit to the 2010 financial period, recently concluded after results were recast according to determination of 22/05/2014, a declaration of compliance of the referred system with applicable provisions was prepared, having auditors concluded that the CAS complies therewith, in all relevant material respects;

ICP - ANACOM hereby declares that the results of PTC's CAS for the 2010 financial year were produced in compliance with:

- a) Rules defined in paragraph 5 of article 85 of ECL, as regards narrowband access to the public fixed telephone network and publicly available fixed telephone services;
- b) Article 71 of ECL as regards the leased line service and call origination and termination in the public fixed telephone network.