

COMPANHIA DE SANEAMENTO BASICO DO ESTADO DE SAO PAULO-SABESP

Form 6-K

June 25, 2004

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**SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549**

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**FORM 6-K**

**REPORT OF FOREIGN ISSUER  
PURSUANT TO RULE 13a-16 OR 15d-16 OF THE  
SECURITIES EXCHANGE ACT OF 1934**

**FOR June 23, 2004**

**(Commission File No. 1-31317)**

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**Companhia de Saneamento Básico do Estado de São Paulo - SABESP**  
*(Exact name of registrant as specified in its charter)*

**Basic Sanitation Company of the State of Sao Paulo - SABESP**  
*(Translation of Registrant's name into English)*

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**Rua Costa Carvalho, 300  
São Paulo, S.P., 05429-900  
Federative Republic of Brazil**  
*(Address of Registrant's principal executive offices)*

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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 if the registrant is submitting the Form 6-K  
in paper as permitted by Regulation S-T Rule 101(b)(1).

Indicate by check mark if the registrant is submitting the Form 6-K  
in paper as permitted by Regulation S-T Rule 101(b)(7).

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

If "Yes" is marked, indicated below the file number assigned to the  
registrant in connection with Rule 12g3-2(b):



COMPANHIA DE SANEAMENTO BÁSICO DO ESTADO DE SÃO PAULO SABESP

PUBLICLY HELD COMPANY  
Corporate Taxpayer's ID (CNPJ) 43.776.517/0001-80

NOTICE TO SHAREHOLDERS

We hereby inform the Company's Shareholders that the payment of Dividends in the form of Interest on Own Capital, referring to the first quarter of 2003, April 2003, October 2003, November 2003 and December 2003, are going to be settled on June 29, 2004. Such payment was approved by the Board of Directors in meetings held on April 24, May 29, November 20, 2003 and January 8, 2004, respectively.

1. Dividends in the form of Interests on Own Capital dividends are going to be paid at the ratio of R\$ 1.41 (one real and forty-one cents) per thousand shares held on record date 05.08.2003, R\$ 4.15 (four reais and fifteen cents) per thousand shares held on record date 06.16.2003, R\$ 5.44 (five reais and forty-four cents) per thousand shares held on record date 12.15.2003 and R\$ 6.70 (six reais and seventy cents) per thousand shares held on record date 01.19.2004.
2. Instructions for credit:
  - 2.1. Shareholders are going to have their credits available according to their banking instructions provided to Banco Itaú S/A.
  - 2.2. Shareholders whose Registry Information is not updated: shareholders whose registry information does not include either their Individual/Corporate Taxpayer's Identification Number (CPF/CNPJ) or complete banking instructions (bank, branch and account number) are going to have their interests credited as of the third business day after pending information is updated in the electronic files of Banco Itaú S.A..
  - 2.3. Those shareholders whose shares are under fiduciary custody are going to have their Dividends in the form of Interests on Own Capital credited in accordance to procedures adopted by Stock Exchanges.
3. Assistance to Shareholders:

Shareholders can be assisted at any Banco Itaú S/A's branch, as well as, at any branch allowed to assist shareholders, during banking working hours.

São Paulo, June 21, 2004  
Rui de Britto Álvares Affonso  
Economic and Financial Officer and Investor Relations Officer

