



RAMIRO SÁNCHEZ DE LERÍN GARCÍA-OVIES
General Secretary and
Secretary of the Board of Directors
TELEFÓNICA, S.A.

TELEFÓNICA, S.A. (“TELEFÓNICA”) hereby submits the following

NOTICE

TELEFÓNICA has today announced its intention to explore all strategic options in relation to O2’s holding in the share capital of Airwave O2 Ltd., including total or partial disinvestments in that company (sale). To that end Telefónica has appointed JP Morgan Cazenove.

Madrid, December 15th , 2006