



## Móviles

### NOTICE OF SIGNIFICANT EVENT

#### TELEFÓNICA MÓVILES, S.A.

*Madrid, April 26<sup>th</sup> 2005*

In compliance with article 82 of Spanish Securities Market Law 24/1988, and related provisions, and in order to make it public as the notification of a Significant Event, we hereby inform you that Telefónica Móviles, S.A., has presented in the Fourth Investors Conference, held in Barcelona on April the 25<sup>th</sup> and 26<sup>th</sup>, its business strategy and perspectives. The information provided contains estimates for the principal financial magnitudes for the period 2004-2008.

These estimates are the following:

#### TELEFÓNICA MÓVILES GROUP

	Reported 2004 under IFRS (€ in Millions)	CAGR(*) 2004-2008 (%)
<b>Revenues</b>	11,743.7	12% - 16%
<b>Operating Income before D&amp;A</b>	4,577.7	14% - 17%
<b>Operating Income</b>	3,054.7	15% - 19%

(\*) CAGR stands for Compounded Annual Growth Rate.

The managed customer Base is estimated to reach over 125 million in 2008, compared to the 74.4 million reported in 2004. Also the Operating Cash Flow for the year 2008 is expected to double the Operating Cash Flow obtained in year 2004 (2,960 MM €).

The cumulative Operating Income before D&A for the period 2004-2008 is estimated to be over 32,500 MM €, with a cumulative CAPEX for the same period below 9,500 MM €, leading to a cumulative Operating Cash Flow for the same period over 23,000 MM €.

All projections refer to local currency, that is assuming constant exchange rates as of 2004, and exclude changes in consolidation, except the acquisition of BellSouth Chile and BellSouth Argentina in 2005.

In terms of guidance calculation, Operating Income before D&A and Operating Income exclude other exceptional revenues/expenses not foreseeable in 2005-2008. These exceptionals amounted to 102.2 MM € in 2004 and are therefore also excluded, meaning a calculation base for guidance of 4,677.9 MM € for Operating Income before D&A and 3,154.9 MM € for Operating Income, respectively. Personnel Restructuring and Real Estate Programs are included as operating revenues/expenses.

For a more detailed information regarding the Investors presentation, the full text of the Presentation is accessible through the web page of the company ([www.telefonicomoviles.com](http://www.telefonicomoviles.com)).

Hence, it is hereby requested that this statement be accepted on this day, April 26<sup>th</sup> 2005.

**D. Antonio Hornedo Muguero.**  
**General Counsel**  
**Telefónica Móviles, S.A.**

*This document contains statements that constitute forward looking statements of the Company or its management, including statements regarding the intent, belief or current expectations of the customer base, estimates regarding future growth in the different business lines and the global business, market share, financial results and other aspects of the activity and situation relating to the Company.*

*Such forward looking statements are not guarantees of future performance and involve risks and uncertainties and actual results may differ materially from those in the forward looking statements as a result of various factors.*

*Analysts and investors are cautioned not to place undue reliance on those forward looking statements which speak only as of the date of this communication. Telefónica undertakes no obligation to release publicly the results of any revisions to these forward looking statements which may be made to reflect events and circumstances after the date of this communication including without limitation changes in Company's business or acquisition strategy or to reflect the occurrence of unanticipated events. Analysts and investors are encouraged to consult the Company's prospectus as well as periodic filings made with the relevant financial regulatory authorities.*