



**ANTONIO J. ALONSO UREBA**  
*Director, General Secretary  
and Secretary to the Board of Directors*  
**TELEFÓNICA, S.A.**

**TELEFÓNICA, S.A.**, in accordance with that stated in article 82 of the Spanish Stock Market Act (*Ley del Mercado de Valores*) hereby announces the following:

On February 26<sup>th</sup>, 2005 and in compliance with the conditions stated in the Prospectus for the Debentures Issue “February E” (ISIN code number ES0278430675), registered with the Spanish National Securities Market Commission (*Comisión Nacional del Mercado de Valores*) on December 7<sup>th</sup>, 1989, the 41,669 debentures of the issue will be totally redeemed through the repayment of the 613.338% of their nominal value of Euros 300.51 each.

Madrid, January 27<sup>th</sup>, 2005

**SPANISH NATIONAL SECURITIES MARKET COMMISSION  
- MADRID-**