



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

TELEFÓNICA S.A., as provided in article 82 of the Spanish Stock Market Act (*Ley del Mercado de Valores*), hereby reports the following

SIGNIFICANT EVENT

The Board of Directors of TELEFÓNICA, S.A., at its meeting held today, has decided to tentatively schedule the Annual General Shareholders' Meeting of the Company for May 9th, 2007, at first call, or May 10th, 2007, at second call.

Madrid, February 28th, 2007

SPANISH NATIONAL SECURITIES MARKET COMMISSION
-MADRID-