

Results 2022

" We are pleased to report a strong start to the year as we continue to deliver against our strategy focused on value creation.

Despite rising inflation, sustained growth momentum delivers a strong start to the year, with organic growth across the board and solid free cash flow generation.

José María Álvarez-Pallete
Chairman & CEO – Telefónica S.A.



Q1 Strategy focused on value creation

Leading position in core markets

Spain: Launched miMovistar; DAZN agreement allows for 15% La Liga net cost deflation.

Brazil: Oi mobile assets acquisition; value capture of R\$5.4bn in synergies.

VMO2: Synergies' starting to kick-off.

Germany: Network quality consolidated.

T. Infra

Ongoing conversations with investors for Spain and UK fibre companies.

T. Tech

Completing build-up of a fast-growing business. Acquisition of BE-terna.

T. Hispam

Modulating our exposure whilst increasing profitability.

Q1 Highlights

Net Income

€706m (EPS €0.12)

FCF

€513m (x15.5 y-o-y)

Net Debt

€27.5bn (-23.3% y-o-y)

Guidance 2022

Reiterated

Fiber Footprint

162.9m +6% y-o-y

LTE 87%

Europe 99% & Latam 83%

81% Digitalised Processes

+2 p.p. y-o-y

T. Tech Revenue

+80.6% y-o-y; €299m

Q1

Our revenue breakdown by regions

Spain
28%

Germany
18%

VMO2
14%

Hispam
20%

Brazil
18%

Shareholder's remuneration

Dividend payable in the year 2022

€0.30/share

June 2022
€0.15/share voluntary scrip dividend

December 2022
€0.15/share in cash

Dividend 2022

€0.30/share

December 2022
€0.15/share in cash

June 2023
€0.15/share in cash

2.41% treasury stock cancelled

ESG

Ambitious sustainability goals

Environmental

Net-zero by 2040.

Social

90-97% rural mobile broadband coverage by 2024. (Spain, Germany and Brazil)

Governance

Parity in main governing bodies by 2030.