

TELEFÓNICA, S.A. in compliance with the Securities Market legislation, hereby communicates the following

OTHER RELEVANT INFORMATION

Further to the communication dated January 29, 2021 (under registration number 6855), Telefónica informs that the closing of the transaction related to the Contract of Purchase and Sale of Shares and Other Covenants, concluded on January 28, 2021 (as amended) (the Contract), between Telefónica Brasil S.A. (Telefónica Brasil), Tim S.A. and Claro, S.A. together, the Buyers, and Oi S.A. – in Judicial Recovery (successor of Oi Móvel S.A. – In Judicial Recovery) as Seller, was carried out today.

In this regard, Telefónica Brasil has acquired all the shares of the company Garliava RJ Infraestrutura e Redes de Telecomunicações S.A. (Garliava), to which the mobile assets of Oi Group assigned to Telefónica Brasil were contributed, in accordance with the Segregation and Division Plan stated in the Contract.

Thus, Telefónica Brasil has acquired its share of mobile assets of Oi Group for an approximate amount of 5,373 million Brazilian reais (approximately 1,063 million euros at the current exchange rate), having paid, today, the amount of approximately 4,885 million Brazilian reais (approximately 966 million euros). The remaining amount, equivalent to 10% of the payment made on this date, is withheld subject to certain price adjustments and potential indemnification obligations stated in the Contract. Those amounts include a net cash position in the acquired company of approximately 83 million Brazilian reais (approximately 16 million euros).

Likewise, Telefónica Brasil: (i) has committed to an additional payment of up to 115 million Brazilian reais (approximately 23 million euros) of which 40 million Brazilian reais were paid at this date (approximately 8 million euros), subject to the fulfilment of certain targets by Oi; (ii) has made a payment of approximately 148 million Brazilian reais (approximately 29 million euros) for certain transition services to be provided by Oi to Garliava; and (iii) has signed a take-or-pay data transmission capacity contract, with a net present value of 179 million Brazilian reais (approximately 35 million euros), to be paid monthly during a period of 10 years.

The mobile assets of Oi Group assigned to Telefónica Brasil are the following:

- Clients: approximately 12.5 million (equivalent to 30% of the total customer base of the mobile assets of Oi Group) – according to ANATEL's February 2022 data;



- Spectrum: 43MHz as national population-weighted average (46% of the radiofrequency of the mobile assets of Oi Group); and
- Infrastructure: contracts for the use of 2.7 thousand sites of mobile access (corresponding to 19% of the sites of the mobile assets of Oi Group).

Telefónica Brasil will hold a conference call on April 28, 2022, at 10:00 a.m. (BRT) regarding the transaction.

Madrid, April 20, 2022

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