

GRUPOMASMOVIL

COMMUNICATION OF A RELEVANT FACT

MASMOVIL GROUP

August 20th, 2019

In accordance with article 17 of the Regulations (UE) number 596/2014 on market abuse and article 228 of the Securities Market Act passed by Legislative Royal Decree 4/2015 of October 23 and concordance rules, we inform the market about the following Relevant Fact referred to MASMOVIL IBERCOM, S.A. ("**MASMOVIL**" or the "**Company**" or the "**Group**").

RELEVANT FACT

MASMOVIL announces that has reached an agreement with investment company GAEA for the acquisition of Cabonitel, S.A. ("Cabonitel").

MASMOVIL will just have a minority stake and therefore will not consolidate this stake which will be treated as a financial investment.

MASMOVIL will contribute with less than €15M and will assume the role of an industrial partner, providing for instance synergies for procurement and international roaming. Cabonitel will continue to be led by a dedicated and experienced management team (not from MASMOVIL)

Cabonitel is the owner of 100% of NOWO S.A. (Cobisao) and Oni Telecom Infocomunicações, S.A. NOWO is the 4th largest telecoms operator in Portugal, with above 180k subscribers in the B2C segment, with a network covering 18% of households and with a 4% market share in fixed broadband services. ONI operates as a telecommunications' solution provider in the B2B market in Portugal with c.1,200 customers and a network including 82K Km of fiber optic.

This Transaction is subject to obtaining all regulatory and anti-trust required approvals.

Madrid, August 20th, 2019.

D. Meinrad Spenger
CEO
MASMOVIL IBERCOM, S.A.