



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

INSIDE INFORMATION

Yesterday, TELEFÓNICA, S.A., through its wholly-owned subsidiary TELEFÓNICA EMISIONES, S.A.U., under its US Debt Registered Program filed with the United States Securities and Exchange Commission (SEC) on April 20, 2018, launched and priced an issue of Notes guaranteed by TELEFÓNICA, S.A. in a principal amount of 1,250 million US dollars.

These Notes will be due on March 1, 2049, pay a coupon of 5.520%, payable semi-annually, and will be issued at par. The settlement and closing date is scheduled to be on March 1, 2019.

Madrid, February 27, 2019

SPANISH NATIONAL SECURITIES MARKET COMMISSION - MADRID -

This document is not a prospectus and is not an offer or a solicitation to buy, sell, subscribe or exchange any securities issued or to be issued by TELEFÓNICA, S.A. or TELEFÓNICA EMISIONES, S.A.U. No such offer in relation to securities shall be conducted in any jurisdiction in which said offer is not made in conformity with the applicable legislation. In relation with the offering, TELEFÓNICA, S.A. and TELEFÓNICA EMISIONES, S.A.U. have filed a registration statement (including a prospectus), and a prospectus supplement with the SEC. Investors should read the prospectus and prospectus supplement included in that registration statement and the other documents TELEFÓNICA, S.A. and/or TELEFÓNICA EMISIONES, S.A.U. have filed with the SEC for more complete information about TELEFÓNICA, S.A., TELEFÓNICA EMISIONES, S.A.U. and the offering.