



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

OTHER RELEVANT INFORMATION

Further to the communication dated June 8, 2020 (under registration number 2615), today, in execution of the obligations under the agreement signed between Telefonica's subsidiary in Germany, Telefonica Germany GmbH & Co. OHG and Telxius Telecom, S.A. ("Telxius") to sell in two phases approximately 10,100 sites to Telxius for 1.5 billion euros, Telxius has acquired all the shares of the subsidiary Telefonica Germany Mobilfunk Standortgesellschaft mbH which owned approximately 6,000 sites (included in the first phase).

As agreed, the total purchase price of EUR 896 million for the above sites included in this first phase will be paid in two instalments, 85% in the second half of 2020 and the remaining in the third quarter of 2025.

As planned, the remaining 40% of the total site perimeter will be transferred in a second tranche to Telxius, in August 2021.

Madrid, September 1, 2020

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