

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

OTHER RELEVANT INFORMATION

Telefónica informs that its subsidiary Telefónica Cybersecurity & Cloud Tech, S.L.U. ("Telefónica Tech") has reached an agreement with certain investment funds managed by Deutsche Private Equity GmbH (and other sellers) for the acquisition of the 100% of the shares of the German company BE-terna Acceleration Holding GmbH and its subsidiaries ("BE-terna Group").

The amount of the transaction (enterprise value or EV) is up to 350 million euros, including potential variable remunerations (earn-outs).

BE-terna Group is a business group mainly dedicated to providing advanced cloud solutions for the digital transformation of companies, being a Microsoft Gold Partner.

BE-terna Group reached 121 million euros of proforma revenues in 2021 through its operations in, among other markets, Germany, Austria, Switzerland and Denmark.

The valuation implies a multiple of 13.7 EV/OIBDA after synergies and based on its estimated results for 2022.

With this acquisition, Telefónica Tech is consolidated in a strategic market for the Telefónica Group such as Germany, while incorporating a growth platform in new relevant markets in Europe.

The closing of the transaction is subject to the authorization of the German competition authority (*Bundeskartellamt*).

Madrid, May 9, 2022

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