



TELEFÓNICA, S.A. ("Telefónica") in compliance with the Securities Market legislation, hereby communicates the following:

OTHER RELEVANT INFORMATION

Telefónica informs about the obtaining of a favorable award for the company regarding the investment dispute submitted to the International Centre for Settlement of Investment Disputes ("ICSID") against the Republic of Colombia (Case ICSID No. ARB/18/3), established under the Agreement between the Republic of Colombia and the Kingdom of Spain for the Promotion and Reciprocal Protection of Investments (the "APPRI").

On February 2, 2018, Telefónica, S.A. initiated international arbitration proceedings against the Republic of Colombia ("Colombia" or the "State") before the ICSID. In that arbitration, Telefónica claimed damages caused by a series of State measures that affected Telefónica's investments in its affiliated company Colombia Telecomunicaciones S.A. E.S.P., in which Telefónica has a majority shareholding. The dispute arose from the State's application of various measures to obtain the reversion of assets related to Telefónica's telecommunications business in Colombia. As a result of such measures, Telefónica was forced to pay the State the amount of US\$ 379,804,275.55 in 2017. Telefónica argued that the measures that led to such payment, including by the Colombian Constitutional Court and other entities, were implemented in violation of APPRI. To resolve the dispute, an international arbitral court composed of a three-member panel was constituted (the "Court").

After exhausting all arbitral proceedings, on November 12, 2024, ICSID notified Telefónica of the Court's award relating to this dispute. The Court has stated that Colombia failed to comply with its obligation to grant fair and equitable treatment to Telefónica's investments under Article 2(3) of the APPRI, and has ordered it to pay the amount of US\$ 379,804,275.55 (approximately 357,631,302 euros at the exchange rate of November 12, 2024) plus compound interest at a rate of 5% as compensation for the damages caused, that is, the entire principal amount and interest claimed by the company. In addition, the Court ordered Colombia to pay the Telefónica's attorneys' fees during the arbitration proceedings, together with the corresponding interest.

Madrid, November 13, 2024.

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