



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

OTHER RELEVANT INFORMATION

Further to the communications dated July 18, July 28, and August 8, 2020 (under registration numbers 3477, 3646 and 4034, respectively), Telefónica informs that, in replacement of the revised binding offer presented by Telefônica Brasil S.A. to Oi Group on July 27, 2020 (the "Revised Offer"), jointly with TIM S.A. and Claro S.A. (jointly, the "Bidders") and, due to the new offer presented by the Bidders on September 7, 2020, by which the Bidders have ratified the amount of R\$ 16,500 million (including R\$ 756 million related to transition services to be provided for up to 12 months by Oi Group to the Bidders), plus the commitment to enter into long-term agreements for the provision of transmission capacity services, and adjustments in certain terms of the Revised Offer, the Bidders were qualified by the Oi Group to participate in the competitive process of disposal of the Mobile Assets UPI, as "*stalking horse*", which should be reflected in the proposal of amendment to Oi Group's Judicial Reorganization Plan, to be resolved on its General Creditors Meeting to be held on September 8, 2020.

With the position of "*stalking horse*" the Bidders will also have the right, in their sole discretion, to cover the highest value offer that may be presented in the said competitive process ("right to top").

Madrid, September 8, 2020

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