



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

OTHER RELEVANT INFORMATION

In relation to the shareholder compensation of Telefónica, the Board of Directors has agreed to submit for the approval of the General Shareholders Meeting of the Company (the date of which will be announced at the appropriate time) the adoption of the appropriate corporate resolutions to execute a capital reduction by means of a redemption of treasury shares representing approximately 1.65% of the share capital (1.65% includes 0.7% announced in the communication of the 2021 January-June results).

Madrid, November 3, 2021.

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