



COMMUNICATION OF A RELEVANT FACT

MASMOVIL GROUP

20th June 2018

In accordance with article 17 of the Regulations (UE) number 596/2014 on market abuse and article 228 of the Securities Market Act passed by Legislative Royal Decree 4/2015 of October 23 and concordance rules, we inform the market about the following Relevant Fact referred to MASMOVIL IBERCOM, S.A. ("**MASMOVIL**" or the "**Company**" or the "**Group**").

RELEVANT FACT

MASMOVIL acquires spectrum in 5G from Eurona to reach 80MHz in the 3.5GHz frequency

The Company announces the acquisition of 40MHz in the 3,4-3,8GHz ("3,5 GHz") band from Eurona Wireless Telecom, S.A ("Eurona"). The transaction is pending from the authorization from the Ministry of Economy and Businesses (the "Ministry") and the approval by Eurona's AGM to take place on July 24th, 2018.

The consideration for the acquisition amounts to 30M€, 5,4M€ of which has been already paid at signing and 21,6M€ will be paid once the authorization from the Ministry is received. The remaining 3M€ are contingent and to be paid in 2020.

Once the acquisition is completed, MASMOVIL adds to its current 40MHz (Relevant Fact 266470) another block of 40MHz to reach a total of 80MHz in the 3.5GHz band. This implies to have the largest proportion of this spectrum per client and positions the Company favorably for the future development of the 5G technology.

Additionally, the Company has reached some agreements with Eurona for the collaboration in fixed wireless and mobile telecom services.

Madrid, 20th June 2018

D. Meinrad Spenger
CEO MASMOVIL IBERCOM, S.A.