

Announcement on completion of 2% own shares acquisition (share buy-back)

28 November 2012

On 19 April 2012, the General Meeting of Telefónica Czech Republic, a. s. approved the ordinary share acquisition program up to 32,208,989 shares, i.e. a total of 10% of the total number of ordinary shares of the company, for a period of up to five years at a share price between CZK 150 and CZK 600.

Following the above referenced resolution of the General Meeting, the company has engaged the company UniCredit Bank AG, London Branch to implement the program for the acquisition of the company's own shares (share buy-back).

Based on the decision of the Board of Directors dated 9 May 2012, the company has instructed UniCredit Bank AG, London Branch to acquire 6,441,798 ordinary shares, i.e. a total of 2% of the total number of ordinary shares of the company. On 10 May 2012, the company announced the intention of the Board of Directors to submit to the General Meeting of the company a proposal to cancel the acquired shares, together with a proposal to reduce the registered capital by the amount of the nominal value of the acquired shares.

Telefónica Czech Republic, a. s. announces, that **the acquisition of 2% of its own shares** (share buy-back) based on above referenced instruction **has been completed on 27 November 2012** for a total purchase price of CZK 2 481 mil.

The Board of Directors has not decided on continuation of the company's own shares acquisition (share buy-back) program yet.

All the relevant information will continue to be disclosed on company's web pages http://www.telefonica.cz/en/shares/284480-nabyti_vlastnich_akcii_spolecnosti.html.

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