



TELEFÔNICA BRASIL S.A.

Publicly-held Company

CNPJ MF 02.558.157/0001-62 - NIRE 35.3.001.5881-4

NOTICE TO SHAREHOLDERS

PAYMENT OF INTEREST ON OWN CAPITAL AND DIVIDENDS

YEAR 2018

I. The Board of Telefônica Brasil S.A. ("Company") hereby announces to its shareholders that will pay the Dividends ("Dividends") and Interest on Own Capital ("IOC") referring to the fiscal year of 2018 as follows:

(a) August 20, 2019: payment of the amounts related to the IOC deliberated on the Meetings of the Board of Directors held on June 18, 2018 and September 5, 2018, as described on the Notice to Shareholders published on the same dates. Such proceeds were ratified and approved by the General Shareholders' Meeting held on April 11, 2019 ("GSM"), as follows:

Proceeds	Deliberation Date	Record Date	Gross Amount per Share (R\$)		Net Amount per Share (R\$)	
			ON	PN*	ON	PN*
IOC	06/18/2018	06/29/2018	0.22214474945	0.24435922439	0.18882303703	0.20770534073
IOC	09/05/2018	09/17/2018	1.55501324615	1.71051457077	1.32176125923	1.45393738515

(*) 10% higher than the amount granted to each common share, in accordance with article 7 of the Company's Bylaws.

In accordance to the articles 28 of the Company's Bylaws, such IOC were charged to the mandatory minimum dividend for the fiscal year 2018, *ad referendum* of the General Shareholders' Meeting, which ratified the proceeds on April 11, 2019.

(b) December 17, 2019: payment of the amounts related to the IOC deliberated on the Meeting of the Board of Directors held on December 4, 2018, as described on the Notice to Shareholders published on the same date. Such proceeds were ratified and approved by the General Shareholders' Meeting held on April 11, 2019 ("GSM"). On December 17, 2019, we will also pay out the amounts related to the Dividends approved by the GSM as follows:

Proceeds	Deliberation Date	Record Date	Gross Amount per Share (R\$)		Net Amount per Share (R\$)	
			ON	PN*	ON	PN*
IOC	12/04/2018	12/17/2018	0.74973852939	0.82471238233	0.63727774998	0.70100552498
Dividends	04/11/2019	04/11/2019	1.37101294520	1.50811423972	1.37101294520	1.50811423972

(*) 10% higher than the amount granted to each common share, in accordance with article 7 of the Company's Bylaws.

In accordance to the article 27 and 28 of the Company's Bylaws, such IOC and Dividends were charged to the mandatory minimum dividend for the fiscal year of 2018, *ad referendum* of the General Shareholders' Meeting, which ratified/approved the proceeds on April 11, 2019.



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II. WITHHOLDING INCOME TAX, ACCORDING TO CURRENT LEGISLATION

1 – Interest on Own Capital

An income tax of 15% is withheld at the source when paying Interest on Own Capital. No income tax will be withheld in the case of immune or exempt legal entities that provide proof of such condition within the established deadline.

2 – Dividends

Dividends are exempt from Income Tax Withholding, according to the Law 9,249/95.

III. ADDITIONAL INFORMATION:

Dividends not claimed within the period of 03 (three) years after the date of the payment beginning will be forfeited in favor of the Company (Law 6,404 of December 15, 1976, Article 287, II, a).

São Paulo, April 11, 2019.

David Melcon Sanchez-Friera

CFO and Investor Relations Officer

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