



## TELEFÔNICA BRASIL S.A.

Public-held Company

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

### NOTICE TO SHAREHOLDERS

#### DELIBERATION OF INTEREST ON OWN CAPITAL

Telefônica Brasil S.A. (“Company”) announces to its shareholders that the Board of Directors, at its meeting held on November 16, 2020, deliberated the credit of Interest on Own Capital (“IOC”), related to the fiscal year of 2020, in accordance with article 26 of the Company’s Bylaws, article 9 of the Law 9,249/95 and CVM’s Instruction No. 683/2012, in the gross amount of R\$400,000,000.00 (four hundred million reais), subject to withholding tax of 15%, resulting in a net amount of R\$340,000,000.00 (three hundred and forty million reais), based on the balance sheet of October 31, 2020. The amount per share is described in the table below:

Amount per share (R\$)	Immune or Exempt Legal Entities (gross value)	Withholding tax (15%)	Taxed Legal Entities and Individuals (Net value)
Common shares (*)	0.23690201678	0.03553530252	0.20136671426

(\*) the conversion of all the preferred shares issued by the Company into common shares (“Conversion”), approved at the Extraordinary General Meeting and ratified at the Special General Meeting of the Company’s Preferred Shareholders, held on October 1, 2020, had immediate effects. For this reason, all shares issued by the Company started, from that date, to have the same treatment, regardless of the ticker under which they will be traded until the Conversion is formalized, which will take place on November 23, 2020, according to the Material Fact and Notice to Shareholders disclosed on October 01, 2020 and November 10, 2020, respectively.

In accordance to the article 26 of the Company’s Bylaws, such Interest on Own Capital will be charged to the mandatory minimum dividend for the fiscal year of 2020, *ad referendum* of the General Shareholders’ Meeting to be held in 2021.

The amount of Interest on Capital per common share described in the table above may suffer future adjustments until November 27, 2020, due to possible acquisitions of shares within the Company’s Shares Buyback Program.



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The credit of Interest on Own Capital will be made on individual basis for each shareholder, in accordance to the shareholder registry book position by the end of November 27, 2020. After this date, the shares will be considered as “ex-Interest on Own Capital”. The payment of these proceeds will be carried out before the end of the fiscal year of 2021, in a date to be defined by the Company’s Board.

The Immune or Exempt Legal Entities, according to the current legislation, must provide proof of such condition until December 3, 2020 to the “Departamento de Ações e Custódia” of Banco Bradesco S.A., the depositary bank, located at Cidade de Deus, s/n, Prédio Amarelo Velho, sub-solo – Vila Yara – Zip Code: 06029-900 – Osasco – SP.

São Paulo, November 16, 2020.

**David Melcon Sanchez-Friera**  
CFO and Investor Relations Officer

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