



## TELEFÔNICA BRASIL S.A.

Publicly-held Company

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

### NOTICE TO SHAREHOLDERS

#### DELIBERATION OF INTEREST ON CAPITAL AND INTERIM DIVIDENDS

Telefônica Brasil S.A. – (“Company”) announces to its shareholders that the Board of Directors, at its meeting held on December 11, 2020, deliberated the credit of Interest on Capital (“IOC”) and Interim Dividends, as described below:

**I – IOC:** 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\$ 260,000,000.00 (two hundred and sixty million reais), subject to withholding tax of 15%, resulting in a net amount of R\$ 221,000,000.00 (two hundred and twenty-one million reais), based on the net income presented on the financial statements of November 30, 2020. The value 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	0.15401254471	0.02310188171	0.13091066300

In accordance to the article 26 of the Company’s Bylaws, such Interest on 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 credit of Interest on Capital will be made on individual basis for each shareholder, in accordance to the shareholder registry book position by the end of December 28, 2020. After this date, the shares will be considered as “ex-Interest on Capital”. The payment of these proceeds will be carried out until December 31, 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 January 6, 2021 to the “Departamento de Ações e Custódia” of Banco Bradesco S.A., the depositary bank, located at Cidade de Deus, s/n, Amarelo Velho Building, sub-solo – Vila Yara – Zip Code: 06029-900 – Osasco – SP.

The amounts of Interest on Capital per share may suffer future adjustments until December 28, 2020, due to possible acquisitions of shares within the Program for the Buyback of Shares to be held in treasury for subsequent sale and/or cancellation.



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**II – Interim Dividends:** in accordance with article 25 of the Company’s Bylaws and article 204 of Law 6,404/76, *ad referendum* of the General Shareholders’ Meeting to be held in 2021, in the amount of R\$ 1,200,000,000.00 (one billion two hundred million reais), based on the net income presented on the financial statements of November 30, 2020. The amount per share is described in the table below:

Class of Shares	Amount per Share (R\$)
Common Shares	0.71082712945

In accordance to the article 25 of the Company’s Bylaws, such Interim Dividends 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 credit of Interim Dividends will be made on individual basis for each shareholder, in accordance to the shareholder registry book position by the end of December 28, 2020. After this date, the shares will be considered as “ex-Dividends”. The payment of these proceeds will be carried out until December 31, 2021, in a date to be defined by the Company’s Board.

The amounts of Interim Dividends per share may suffer future adjustments until December 28, 2020, due to possible acquisitions of shares within the Program for the Buyback of Shares to be held in treasury for subsequent sale and/or cancellation.

São Paulo, December 11, 2020.

**David Melcon Sanchez-Friera**

CFO and Investor Relations Officer

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