



Deutschland

## Proposal of Management Board on Distribution of Net Retained Earnings

"The net retained earnings for the year shown in the adopted financial statements of Telefónica Deutschland Holding AG as of 31 December 2016 in the amount of EUR 3,063,121,751.43

will be distributed as follows:

Distribution of dividend in the amount of EUR 0.25 for each share entitled to dividends, in total	EUR	743,638,748.25
Profit carried forward	EUR	2,319,483,003.18."

**Munich, February 2017**

**Telefónica Deutschland Holding AG**

**The Management Board**