



ONO COMPLETES EXCHANGE OFFER FOR SENIOR NOTES

Madrid – 7 August 2001

ONO, (www.ono.es), Spain's leading broadband service provider, announced today that it had completed the exchange offer in respect of its USD 200 million Senior Notes due 2011 and Euro 150 million Senior Notes due 2011. The company commenced the exchange offer on 28 June 2001.

100% of the Senior Notes due 2011 were exchanged for SEC registered notes with identical terms.

About ONO:

ONO is the largest broadband service provider in the Spain, offering integrated telecommunications, television and broadband Internet services to businesses and residential customers in franchises serving over 4 million homes and 300,000 businesses. ONO is managed by Callahan Associates International and its shareholders include BSCH, GE Capital, Bank of America, Caisse de dépôt et placement du Québec, Grupo Ferrovial, Grupo Multitel and VAL Telecomunicaciones.

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