



investor release

ONO COMPLETES PURCHASE OF RETECAL

Madrid, 20 October 2004. - ONO, one of Spain's leading broadband service providers, today announced that it has completed the purchase of 100% of Retecal, the cable operator for the region of Castilla y León.

ONO acquired 61% of Retecal in February 2004 in a share exchange whereby former Retecal shareholders acquired around 8% of the shares in Grupo Corporativo ONO, S.A. ONO has now exercised the option that it held over the 35% of Retecal shares that were held by Hidroeléctrica del Cantábrico, S.A. (HidroCantábrico). In addition, over the last few months ONO has acquired the other 4% of shares that were in the possession of minority shareholders such as Endesa, Unión Fenosa and Grupo Begar.

About ONO:

ONO is one of the leading broadband services providers in Spain. It offers direct access telephony, pay television and internet access services to the residential market where it has a potential market of over seven million homes. In the business market, ONO offers advanced voice, data and value added services across its own high capacity local access and national backbone networks. ONO's principal shareholders are Bank of America, Caisse de dépôt et placement du Québec, General Electric, Grupo Ferrovial, Grupo Multitel, Santander Central Hispano, Sodinteleco and VAL Telecomunicaciones.

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