

TELEFONICA S A
Form 6-K
February 27, 2014
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SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 6-K

Report of Foreign Private Issuer

Pursuant to Rule 13a-16 or 15d-16

of the Securities Exchange Act of 1934

For the month of February, 2014

Commission File Number: 001-09531

Telefónica, S.A.

(Translation of registrant's name into English)

Districto Telefónica, Ronda de la Comunicación s/n,

28050 Madrid, Spain

3491-482-8700

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(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F:

Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Yes No

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Yes No

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934:

Yes No

If Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): N/A

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Telefónica, S.A. and subsidiaries composing the Telefónica Group

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Condensed consolidated interim financial statements
2013

Telefónica Group

Consolidated statements of financial position

Millions of euros	Note	12/31/2013 (*)	12/31/2012
ASSETS			
A) NON-CURRENT ASSETS		89,597	104,177
Intangible assets	7	18,548	22,078
Goodwill	7	23,434	27,963
Property, plant and equipment	7	31,040	35,021
Investments accounted for by the equity method	8	2,424	2,468
Non-current financial assets	10	7,775	9,339
Deferred tax assets		6,376	7,308
B) CURRENT ASSETS		29,265	25,596
Inventories		985	1,188
Trade and other receivables		9,640	10,711
Current financial assets	10	2,117	1,872
Tax receivables		1,664	1,828
Cash and cash equivalents	10	9,977	9,847
Non-current assets held for sale		4,882	150
TOTAL ASSETS (A+B)		118,862	129,773
EQUITY AND LIABILITIES			
A) EQUITY		27,482	27,661
Equity attributable to equity holders of the parent and other holders of equity instruments		21,185	20,461
Equity attributable to non-controlling interests		6,297	7,200
B) NON-CURRENT LIABILITIES		62,236	70,601
Non-current interest-bearing debt	10	51,172	56,608
Non-current trade and other payables		1,701	2,141
Deferred tax liabilities		3,063	4,788
Non-current provisions		6,300	7,064
C) CURRENT LIABILITIES		29,144	31,511
Current interest-bearing debt	10	9,527	10,245
Current trade and other payables		15,221	17,089
Current tax payables		2,203	2,522
Current provisions		1,271	1,651
Liabilities associated with non-current assets held for sale		922	4

TOTAL EQUITY AND LIABILITIES (A+B+C)	118,862	129,773
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(*) Unaudited data.

Condensed Notes 1 to 15 and Appendix I are an integral part of these consolidated statements of financial position.

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Condensed consolidated interim financial statements
2013

Telefónica Group

Consolidated income statements

Millions of euros	Note	July-December (*)		January-December	
		2013	2012	2013 (*)	2012
INCOME STATEMENTS					
Revenues	5	28,498	31,376	57,061	62,356
Other income		888	1,407	1,693	2,323
Supplies		(8,600)	(9,014)	(17,041)	(18,074)
Personnel expenses		(3,509)	(4,192)	(7,208)	(8,569)
Other expenses		(7,621)	(8,777)	(15,428)	(16,805)
OPERATING INCOME BEFORE DEPRECIATION AND AMORTIZATION (OIBDA)					
	5	9,656	10,800	19,077	21,231
Depreciation and amortization	5 and 7	(4,522)	(5,302)	(9,627)	(10,433)
OPERATING INCOME					
	5	5,134	5,498	9,450	10,798
Share of loss of investments accounted for by the equity method					
	8	(332)	(777)	(304)	(1,275)
Finance income		492	521	933	963
Exchange gains		1,912	312	3,323	2,382
Finance costs		(1,851)	(2,034)	(3,629)	(4,025)
Exchange losses		(2,020)	(873)	(3,493)	(2,979)
Net financial expense		(1,467)	(2,074)	(2,866)	(3,659)
PROFIT BEFORE TAX					
		3,335	2,647	6,280	5,864
Corporate income tax		(560)	(501)	(1,311)	(1,461)
PROFIT FOR THE PERIOD					
		2,775	2,146	4,969	4,403
Non-controlling interests		(238)	(293)	(376)	(475)
PROFIT FOR THE PERIOD ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT					
		2,537	1,853	4,593	3,928
Basic and diluted earnings per share attributable to equity holders of the parent (euros)					
		0.55	0.41	1.01	0.87

(*) Unaudited data.

Condensed Notes 1 to 15 and Appendix I are an integral part of these consolidated income statements.

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Condensed consolidated interim financial statements
2013

Telefónica Group

Consolidated statements of comprehensive income

Millions of euros	2013 (*)	2012
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME		
Profit for the year	4,969	4,403
Other comprehensive income (loss)		
Gains (losses) on measurement of available-for-sale investments	32	(49)
Income tax impact	(10)	4
Reclassification of losses included in the income statement	51	46
Income tax impact	(15)	(3)
	58	(2)
Gains (losses) on hedges	831	(1,414)
Income tax impact	(247)	376
Reclassification of losses included in the income statement	121	173
Income tax impact	(36)	(5)
	669	(870)
Share of (loss) income recognized directly in equity of associates and others	(29)	(27)
Income tax impact	4	9
Reclassification of losses included in the income statement	1	4
Income tax impact	(24)	(14)
Translation differences	(6,454)	(1,862)
Total other comprehensive loss recognized in the period (Items that may be reclassified subsequently to profit or loss)	(5,751)	(2,748)
Actuarial gains (losses) and impact of limit on assets for defined benefit pension plans	(49)	(154)
Income tax impact	1	39
	(48)	(115)
Total other comprehensive loss recognized in the period (Items that will not be reclassified subsequently to profit or loss)	(48)	(115)
Total comprehensive (loss) income recognized in the year	(830)	1,540
Attributable to:		
Equity holders of the parent and other holders of equity instruments	(434)	1,652
Non-controlling interests	(396)	(112)

(* Unaudited data

Condensed Notes 1 to 15 and Appendix I are an integral part of these consolidated statements of comprehensive income.

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Condensed consolidated interim financial statements
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Telefónica Group

Consolidated statements of changes in equity

Millions of euros	Attributable to equity holders of the parent and other holders of equity instruments										Non-controlling interest	Total equity	
	Share capital	Share premiums	Treasury shares	Other equity instruments	Legal reserves	Retained earnings	Available-for-sale investments	Equity of associates	Translation differences	Total			
Financial position at December 31, 2012	4,551	460	(788)		984	19,569	36	(715)	(7)	(3,629)	20,461	7,200	27,661
Profit for the year						4,593					4,593	376	4,969
Other comprehensive income (loss)						(48)	58	678	(24)	(5,691)	(5,027)	(772)	(5,799)
Total comprehensive income (loss)						4,545	58	678	(24)	(5,691)	(434)	(396)	(830)
Dividends paid						(1,588)					(1,588)	(739)	(2,327)
Net movement in treasury shares			244			(92)					152		152
Acquisitions and disposals of non-controlling interests and business combinations						66				45	111	238	349
Undated Deeply Subordinated Securities				2,466							2,466		2,466
Other movements						17					17	(6)	11
Financial position at December 31, 2013 (*)	4,551	460	(544)	2,466	984	22,517	94	(37)	(31)	(9,275)	21,185	6,297	27,482

