

**PORTUGAL TELECOM INTERNATIONAL FINANCE B.V. - IN JUDICIAL REORGANIZATION ("PTIF")
OI, S.A. - IN JUDICIAL REORGANIZATION ("Oi")
INFORMATION TO HOLDERS OF PTIF BONDS
6.25% Notes due 2016 of PTIF
(ISIN No. PTPTCYOM0008)**

**PROPOSAL TO AMEND THE JUDICIAL REORGANIZATION PLAN FOR OI GROUP COMPANIES AND
CALL FOR NEW GENERAL MEETING OF CREDITORS**

1. CONTINUATION OF THE COURT-SUPERVISED REORGANIZATION OF OI GROUP

On March 11, 2020, the 7th Business District Court of Rio de Janeiro ("Reorganization Court") granted the request of Oi Group companies to not end the court-supervised reorganization plan and ordered the submission of the proposal to amend the original Judicial Reorganization Plan ("Original Plan") to be approved at a New General Creditors' Meeting ("New GCM").

In compliance with this decision, Oi Group prepared a Proposal to Amend the Judicial Reorganization Plan ("Amendment to the JR Plan") which was presented to the Reorganization Court, whose contents can be verified at the Trustee's website ("AJ") at <http://www.recuperacaojudicialoi.com.br> as well as Oi Judicial Reorganization website, at <http://www.recjud.com.br>.

On August 12, 2020, the Reorganization Court ordered the designation of a New GCM to be held in Rio de Janeiro, Brazil, on September 8, 2020 in first call, if necessary, and on 14 September 2020, on a second call.

2. MAIN PURPOSES TO AMEND THE JR PLAN

Despite compliance up to date with the obligations set out in the Original Plan and the notable improvement of Oi Group's operating indicators, which demonstrate the feasibility of the Companies Being Reorganized, many measures provided in this Original Plan have not yet been fully implemented. External and unforeseen factors require the amendment of certain clauses and the inclusion of others, in order to maximize the liquidation of assets, increase the investment capacity of Oi Group, enable the implementation of its Strategic Plan and eventually anticipate the payment of its debts.

It is essential to adjust the route, given the approval of the Amendment to the JR Plan, so that the Oi Group can adapt to the current reality of the Brazilian and world economy. Oi is convinced that the measures proposed in the Amendment to the JR Plan will allow Oi Group to implement its Strategic Plan consistent with assuming an even more relevant role in the creation of the largest telecommunications network in Brazil, replacing the old copper network with modern fiber optic networks, essential to ensure the quality and speed of mobile and fixed connections that society demands. In addition, it will be possible to face the challenges of the Brazilian telecommunications sector, which require new investments and adaptation by the companies in the sector due to the growth in demand for the services provided with intensive use of information technology.

In this context, one of the main purposes of the Amendment to the JR Plan is to institute more efficient mechanisms to implement the sales of assets already authorized in the Original Plan, as well as create new ways of raising funds that can make feasible alternative solutions also provided for in the Original Plan for the payment of relevant credits.

We also highlight the following purposes that this Amendment to the JR Plan aims at to materialize:

- (i) provide for the possibility of forming isolated production units by segregating certain businesses and/or isolated assets of the Oi Group (specially, those associated with the operation in telephony and data in the mobile market, passive infrastructure, TV and operation of telecommunications networks) and their disposition (through bidding processes) with the security and benefits assured by Law 11.101/2005, in order to maximize its value and provide the necessary resources for the preservation of the Companies Being Reorganized;
- (ii) clarify and give the necessary flexibility and security to Oi Group to carry out the dispositions of assets already authorized by Clauses 3.1.3 and 5.1 of the Original Plan;
- (iii) allow corporate reorganizations to be implemented by Oi Group, already authorized by Clause 7.1 of the Original Plan and included in the Amendment to the JR Plan, to give more operational efficiency to Oi Group, maximize its value and allow the fulfillment of the obligations foreseen in the Original Plan and in the Amendment to the JR Plan;
- (iv) establish improvement in payment conditions for a substantial part of small creditors, as determined in by judicial decision issued by the Reorganization Court;
- (v) allow the hiring of financing and other forms of raising additional funds by the Companies Being Reorganized to maintain the necessary investments and payment of its creditors, as provided for in the Original Judicial Reorganization Plan and its Strategic Plan;

(vi) remedy any gaps or conflicts that may have arisen as a result of Oi Group's reorganization measures provided for in the Original Plan have been implemented; and

(vii) allow the segregation of some fiber and infrastructure assets to a member of the economic group of the Companies Being Reorganized, which will be used to accelerate investments in the expansion of the fiber optic network, And this company can access the financial market and raise additional resources at lower costs, from a more flexible capital structure and efficient.

The information provided herein on the Amendment to the JR Plan is not intended to be exhaustive, and does not waives the consultation of relevant document.

3. PREPARATION OF THE NEW GCM

As informed above, on August 12, 2020, by a decision of the Reorganization Court, the New GCM was appointed for September 8, 2020, At first call, and, if necessary, for September 14, 2020, on second call. The New GCM will take place in accordance with the rules provided by Brazilian law.

In order to prepare the New GCM and to determine the legitimacy of eligible creditors to participate in it, the PTIF requested Interbolsa, under legal terms, To identify the remaining holders of the bonds issued by PTIF with ISIN No. PTPTCYOM0008.

We inform all holders of these bonds, for the purposes of Article 5 of the Regulation (EU) 2016/679 of the European Parliament and Council of 27 April 2016, on the protection of individuals with regards to the processing of personal data and free operation of such data and revokes Directive 95/46/EC (General Regulation on Data Protection), that these data will be processed and shared with the Trustee, for the sole purpose of preparing the New GCM, for the purpose of fulfilling legal and regulatory obligations and the pursuit of the legitimate interests of Oi, as the entity responsible for treatment.

Personal data shall at all times be subject to appropriate technical and logistical security measures having into account their nature and purpose for which they are processed. Any personal data will only be kept for the time necessary for the New GCM to take place and the other steps necessary to conclude the Judicial Reorganization Plan and the Amendment to the JR Plan, and/or for the purpose of exercising rights and/or complying with rights in court. To the relevant holders, the legal rights to access, information, rectification, minimization and/or erasure of your personal data through the usual contacts with Oi shall remain (as applicable). You may also appeal to the National Data Protection Commission, if you consider that the processing of your personal data is in violation to the General Regulation on Data Protection.

4. SUBSEQUENT CANCELLATION OF PTIF BONDS WITH ISIN PTPTCYOM0008

The credit rights inherent to the bonds issued by the PTIF were novated under the terms of the Original Judicial Reorganization Plan, which was ratified by the Reorganization Court on January 8, 2018, and whose decision was published in Brazil on February 5, 2018. This decision was also recognized and published in Portugal, by the Appellate Decision of the Lisbon Court of Appeal of 25 October 2018.

In turn, the reorganization of the PTIF was declared in the Netherlands, in the scope of this process having been approved as part of this reorganization plan (PTIF Composition Plan) - mirror of the Original Plan - at the General Creditors' Meeting of the PTIF, on June 1, 2018, whose homologation decision was issued on June 11, 2018 by the Court of Amsterdam, has immediate and automatic application in Portugal, by virtue of the provisions of art. 32.Article 2(1), (1).Article 4 of the Regulation (EU) 2015/848 of the European Parliament and Council, of 20 May 2015 on insolvency proceedings.

From October 16, 2017 to December 8, 2017, a Composition Program aiming at the payment of credits up to R\$50,000.00 was carried out ("Program").

After the Program, Oi started the *Recovery Election Procedure* through which holders of PTIF Bonds could choose one of the three payment options provided in the Original Plan - the Non-Qualified Recovery according to clause 4.3.3.1 of the Original Plan, the Qualified Recovery Method Pursuant to clause 4.3.3.2 of the Original Plan and the Default Recovery Method Pursuant to clause 4.3.6 of the Original Plan - in substitution of the credit right securitized by extinct obligations, the relevant process of voluntary choice by the creditors having elapsed between February 6 and March 8, 2018. Creditors who have not made a voluntary choice of Recovery Method, will be paid according to the Default Recovery Method.

The PTIF Bonds no longer hold credit rights on PTIF or Oi, and they are not definitive proof of the existence of a credit or its amount: **(i)** there are creditors that have been fully paid under the Program, Their obligations having been transferred to an Oi account with the custodian bank and later cancelled by Interbolsa **(ii)** other creditors were partially paid under the Program, with a remaining credit for the purposes of a payment options provided in the Plan; **(iii)** other creditors will still be paid under the Non-Qualified or Qualified Recovery Method, and to this end, they have already transferred their position to Oi under the applicable procedure; and, at last, **(iv)** other creditors shall be paid under the Default Recovery Method.

The PTIF Bonds of those creditors who have opted for the Non-Qualified or Qualified Recovery Method have already been cancelled. After the approval of the Amendment to the JR Plan, but regardless thereof, Oi shall arrange for the cancellation of the remaining PTIF Bonds without any prejudice to the rights of the creditors entitled thereto, contained in the Original Plan and Amendment to the JR Plan.

On behalf of Portugal Telecom International Finance B.V.- In Judicial Reorganization

By CVTEL B.V.

Camille Loyo Faria

Director A

Pedro Henrique de Lamare São Paulo Fonseca

Director B

