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02034157

File No. 82-5151

May 9, 2002

Re: **Telefonica Data Brasil Holding S.A. — Information Furnished Pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934**

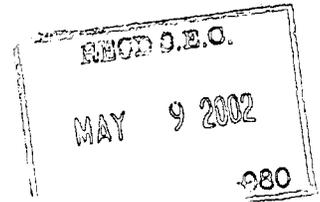
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MAY 29 2002

THOMSON FINANCIAL

Securities and Exchange Commission
Division of Corporate Finance
Office of International Corporate Finance
450 Fifth Street, N.W.
Washington, D.C. 20549

SUPPL



Ladies and Gentlemen:

On behalf of Telefônica Data Brasil Holding S.A. (the "**Company**"), a corporation organized under the laws of the Federative Republic of Brazil and in connection with the Company's exemption from Section 12(g) of the Securities Exchange Act of 1934 granted under Rule 12g3-2(b) thereunder, we hereby furnish to the Securities and Exchange Commission a press release "*Telefônica Data Brasil Holding S.A. Announces Consolidated Financial Results Accumulated for 2002 - First Quarter*" dated May 7, 2002.

Please stamp the enclosed copy of this letter date and return it to our messenger, who has been instructed to wait. Should you have any questions, please do not hesitate to contact me at (212) 450-4560.

Very truly yours,

Lillian R. Saldanha
Lillian R. Saldanha
Legal Assistant

Enclosure
cc w/ enc: Charles Allen

Allen 5/21

TELEFONICA DATA BRASIL HOLDING S.A.

Announces Consolidated Financial Results Accumulated for 2002 – First Quarter

Press Release, May 07, 2002. (09 pages)

For more information, please contact:

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(São Paulo - Brazil), (May 07, 2002) TELEFONICA DATA BRASIL HOLDING S.A. (NYSE: TDBPY; BOVESPA: TDBH) today announced its consolidated financial results for the first quarter of 2002, ended March 31. These results are presented in accordance with the Brazilian Corporate Law Method, Law # 6,404, of 12/15/76 revised by Law # 9,457 of 05/05/97, and Law # 10.303 of 10/31/01 and stated in nominal reais.

HIGHLIGHTS OF RESULTS

Figures in Reais MM	Consolidated-Accumulated		
	Mar-02	Mar-01	Variation
Net operating revenues	63,364	33,020	91.9%
EBITDA ^{1/}	3,748	-995	476.7%
EBITDA margin(%)	5.9%	-3.0%	8.9p.p.
Operating income	-15,766	-7,066	123.1%
Income before income tax, social contribution, prof. sharing & minority interest	-10,693	-7,065	51.4%
Net income	-8,176	-6,407	27.6%
Shares outstanding (bn)	493.7	493.7	0.0%
EPS (000)	-16.56	-12.98	27.6%
Network			
Packages	24,923	15,708	58.7%
IP Network	76,386	34,152	123.7%
ADSL	212,440	86,267	146.3%
Total	313,749	136,127	130.5%

^{1/} EBITDA = operating income + depreciation

Highlights

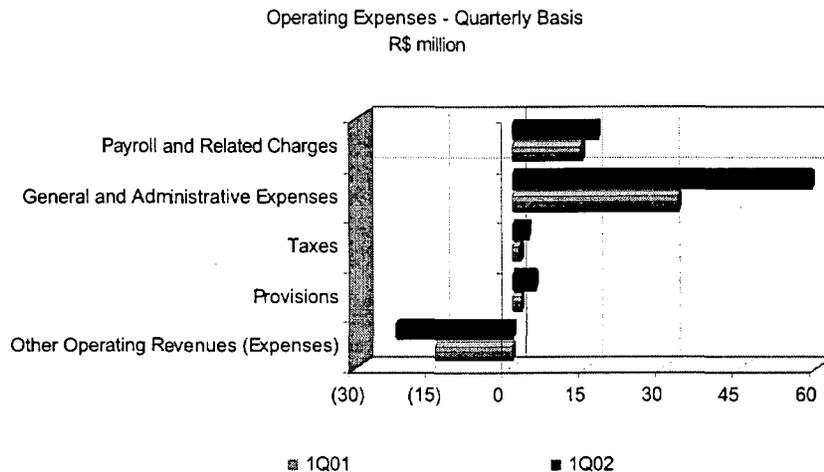
- TDBH, at the end of 1Q02 reached a positive EBITDA of R\$ 3.7 million, and registered a 5.9% EBITDA Margin, a 8.9 p.p. increase over 1Q01.
- The Corporate Communication services segment, added 9.215 new terminals X.25, X.28, Data Voice and Frame-Relay. Its plant reached 24,923 terminals in service.
- For internet services, the Company installed 168.407 accesses and circuits resulting in a total plant in service of 288,826. The newly installed accesses correspond to 92% of the current plant. The plant growth was of 130.5% if compared to 1Q01.

Highlights about revenues

Net operating revenue for 1Q02 reached R\$ 63.4 million, a R\$ 30.3 million variation or 91.9% growth when compared to the R\$ 33.0 million of 1Q01. This is justified by the growth registered in the business volume during 2001. The increase is explained by the growth in the plant in service, mainly in the routed Frame Relay and the ADSL service. The adjustment in the tariffs of "Speedy" and contracted prices also contributed to the increase in revenues.

Operating Expenses / Other Operating Revenues Highlights

Operating Expenses / Other Operating Revenues for 1Q02 amounted to R\$ 59.6 million, and when compared to 1Q01, presented a R\$ 25.6 million growth, or 75.3%; much below the 91.9% increase in the net operating revenue. This is explained by the increase registered in the operating activities of the Company.



The changes are justified as follows:

- **Personnel Expenses** reached R\$ 16.7 million in 1Q02, an increase of R\$ 3.2 million or 23.7%, when compared with 1Q01, mainly due to the 5% salary increase granted in September 2001 and the increase in the average headcount of 17%.
- **General and administrative expenses** in 1Q02 totaled R\$ 58.2 million, growing R\$ 25.9 million compared to 1Q01. This is due to increased expenses with materials, specially for plant maintenance, computer supplies and fuel consumption. Also contributed to it, the outsourcing of technical and administrative services and the expenses related to circuit rental and dedicated lines for the Internet, consonant to the growth of the offered services.
- **Taxes** in 1Q02 amounted R\$ 2.9 million, a R\$ 1.4 million growth or 95.0% compared to 1Q01, mainly due to the increase of the value of taxes levied on other operating revenues.
- **Provision for bad debt** increased R\$ 2.8 million or 174.8% when compared to 1Q01, mainly due to the growth in businesses and the subsequent increase in revenues. The Company is working to reduce the bad debt and the bad debt provisions, established in accordance with the conservatism accounting guideline adopted by the Telefónica Group.

Shareholders' Equity – Capital Stock

The Capital Stock of TDBH on December 31, 2001 was R\$207.8 million, represented by 165,322,469,526 common shares and 328,342,876,111 preferred shares, all book entry shares and without nominal value. Since April 04, 2002, when the 1st General Ordinary Meeting and 2nd General Extraordinary Meeting took place, the Company is authorized to increase its capital stock to the limit of 1.500.000.000.000 shares either common or preferred. The Board of Directors is the competent agent to decide about this matter and consequent issuance of new shares, within the limit of the authorized capital. In such issuance of shares it is not mandatory to issue new ON and PN shares in any given proportion so far as the final result maintains the legally prescribed voting to non voting maximum limit. The increase of the capital stock was approved by the Board of Directors on session held on February 26th, 2002, for an amount of R\$ 495,080 with the issuance of 577.488.040.325 new shares, 193.393.661.901 of which are nominal common shares and 384.094.378.420 are nominal preferred shares traded at R\$ 0,8573 per block of one thousand shares. The capital stock went from R\$ 207,799 to R\$ 702,880, represented by 1.071.153.385.962 shares, of which 358.716.131.431 are common shares and 712.438.254.531 are preferred shares.

Background

Telefônica Data Brasil Holding S.A. was established on January 30, 2001, as the result of a partial spin-off of the net equity of Telecomunicações de São Paulo S.A. - TELESP, represented by investment in the wholly-owned subsidiary Telefônica Empresas S.A. and receivables of the mentioned subsidiary, approved by a shareholders' meeting held on the same date. In the spin off of Telecomunicações de São Paulo S.A. - Telesp and incorporation of the Company, a share of the same type of the new Company was issued for each share owned by Telesp shareholders, with the same rights of the previous outstanding shares. On May 8, 2001, the Company filed the corresponding request to Comissão de Valores Mobiliários (the Brazilian Security Exchange Commission) and became a "listed company".

Telefonica Data Brasil Holding Business

The Company's businesses are among others, to control the subsidiary that operates the package switched service network, as well as to operate other services related to telecommunication activities; promote, through subsidiaries or affiliates, the expansion and implementation of package switched service network and other related services in its authorized area; to promote, to do or to guide the acquisition (from internal and external sources) of resources to be used by the Company or its subsidiary; make or promote the import of assets and services for the subsidiary, perform other activities which are similar or related to its objective and hold interest in the capital of other companies.

Corporate Law

Law #10.303 from October 31, 2001: it updated the late Corporate Law (Lei das Sociedades Anonimas) # 6,404 issued in December 15, 1976 and the Law # 6,385 of December 7, 1976. This new Corporate Law has introduced some important modifications in the corporate governance of the listed companies. Simultaneously, and by the same instrument in conjunction with the Edict # 8 and the Decree # 3,995 (all issued in October 31, 2002), CVM – Comissão de Valores Mobiliários, the securities and exchange commission in Brazil, had its duties and jurisdiction amplified after it had its hierarchy of dependence within the Governmental organization modified thus increasing its autonomy. To the companies, among the most important modifications, one must highlight the new proportion in the number of outstanding ON (voting) and PN (non-voting) shares, new rules to issue debentures, new conditions to exert the right of withdrawal, new responsibilities of the Audit Committee and the Management Committee and the possibility to publish lengthy documents

through the internet in lieu of the traditional newspapers. It must be noted that the pooling agreement is now accepted as well as the concerted vote, as decided in a meeting previous to the actual General Shareholders Meetings. The intention behind this procedure is to impede that eventual vested interests prevail over the interests of the society. The companies were given up to one-year period counting from the date the new Law was published, to adapt the respective by-laws and procedures. Some acts necessary to regulate the financial market, including the futures and commodities exchange, that previously pertained to the Banco Central do Brasil, are from now on dealt with by CVM, an autonomous governmental organ.

Tables

Table 1 shows the Income Statement for Telefonica Data Brasil Holding S.A. The Table 2 shows the balance sheets and Table 3 shows the operating highlights and the shareholding structure.

Note: This press release contains forward-looking statements. Statements that are not statements of historical fact, including statements about the beliefs and expectations of the Company management are forward looking statements. Some words are intended to identify these statements which necessarily involve known and unknown risks and uncertainties. Accordingly, the actual results of operations of the Company may be different from the current Company expectations, and the reader should not place undue reliance on these forward looking statements. Forward looking statements speak only as of the date they are made and the Company does not undertake any obligation to update them in light of new information or future developments.

TELEFÔNICA DATA BRASIL HOLDING S.A.

Table 2. Balance Sheet
At December 31, 2001 and March 31, 2002
Corporate Law - Unaudited

(in thousands of reais - R\$)

ASSETS	Consolidated		LIABILITIES	Consolidated	
	Dec/01	Mar/02		Dec/01	Mar/02
Current Assets	116,073	103,407	Current Liabilities	254,451	226,052
Cash and cash equivalents	15,429	11,328	Payroll and related charges	9,955	10,069
Cash and bank accounts	4,601	5,890	Suppliers	89,643	48,209
Financial investments	10,828	5,438	Income tax	14,841	8,271
Accounts receivable	97,196	90,355	Loans and financing	121,421	125,686
Accounts receivable from customers	79,936	81,157	Payables to associated companies	6,121	6,644
Allowance for doubtful accounts	(14,093)	(18,484)	Consignments	1,184	874
Recoverable taxes	24,086	20,038	Dividends and interest on capital	6,376	2,782
Recoverable prepaid expenses	706	979	Other liabilities	4,910	23,517
Maintenance inventories	1,768	1,856	Long-term liabilities	89	222
Good for sales	4,793	4,793	Income tax	59	22
Other assets	-	16	Accrual for contingencies	30	200
Recoverable advances	3,448	1,724	Shareholders' equity and funds provided for future capitalization	680,100	671,924
Long-term assets	183,139	172,311	Shareholders' equity	185,020	176,844
Receivables from associated companies	13,931	696	Share capital	207,799	207,799
Recoverables taxes	169,028	171,435	Retained earnings / (losses)	(22,779)	(30,955)
Other	180	180	Funds provided for future capitalization	495,080	495,080
Permanent Assets	635,428	622,480	Total liabilities	934,640	898,198
Investments	64	69			
Property, plant and equipment - net	325,807	312,977			
Deferred results	309,557	309,434			
Total Assets	934,640	898,198			

TELEFÔNICA DATA BRASIL HOLDING S.A.

Table 3

Operating Highlights

Network	Accumulated		
	Mar-01	Dec-01	Mar-02
Packages	15,708	23,299	24,923
IP Network	34,152	70,204	76,386
ADSL	86,267	192,252	212,440
Total	136,127	285,755	313,749
Other	Mar-01	Dec-01	Mar-02
Employees (average)	647	741	757
Employees (end of period)	661	794	727

Shareholding structure

TDBH S/A	As of March 31, 2002		
	Ordinary		Total
Controlling Company	140,040,860,473 84.71%	291,819,562,080 88.88%	431,860,422,553 87.48%
Others	25,281,609,053 15.29%	36,523,314,031 11.12%	61,804,923,084 12.52%
Total number of shares	165,322,469,526	328,342,876,111	493,665,345,637