

Telekom Austria Group Results for the Financial Year 2007

Vienna, February 27, 2008

Cautionary Statement

“This presentation contains certain forward-looking statements. Actual results may differ materially from those projected or implied in such forward-looking statements. Forward-looking information involves risks and uncertainties that could significantly affect expected results.”

Agenda

- § Key Developments
- § Fixed Net
- § Mobile Communication
- § Financial Overview
- § Outlook

Key Developments

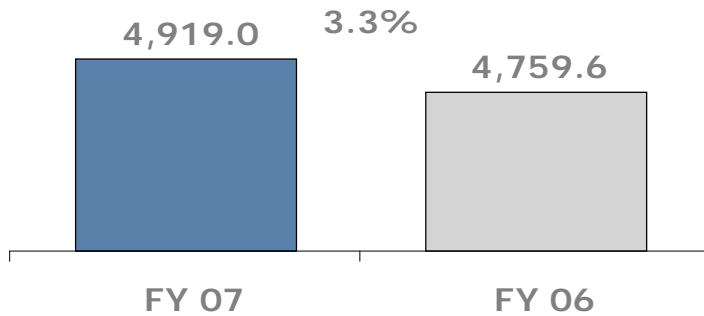
Telekom Austria Group - Highlights 2007

- § Revenues increase by 3.3% driven by growth in the Fixed Net and Mobile Communications segments
- § EBITDA declines by 3.0% from EUR 1,911.5 mn to EUR 1,854.9 mn
- § Competitive Austrian market drives EBITDA decline
- § Growth profile strengthened by market entry into the Republic of Serbia, the Republic of Macedonia and Belarus
- § Successful market entry in the Republic of Serbia and the Republic of Macedonia with 650,100 new subscribers by year-end 2007
- § EUR 712.9 mn or 8.1% of market capitalization returned to shareholders via dividends and share buybacks in 2007

Growth of International Operations Covers Start-Up Costs, Weaker Domestic Results Drive EBITDA

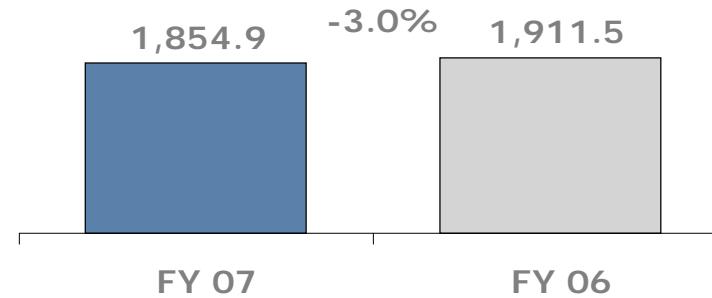
Revenues

(in EUR Mio.)



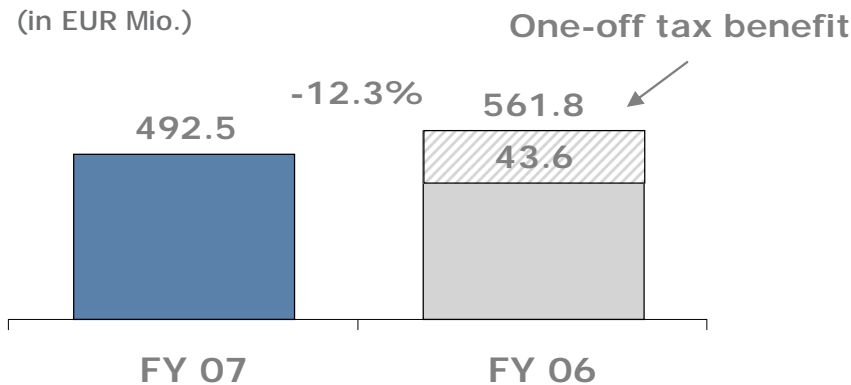
EBITDA*

(in EUR Mio.)



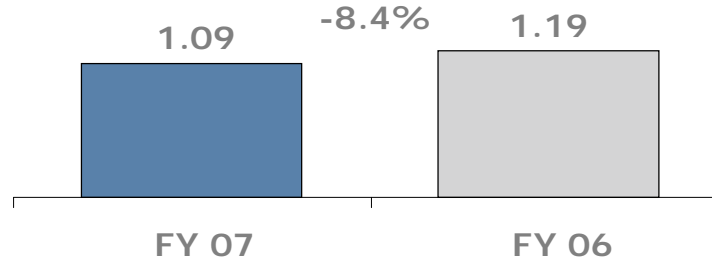
Net Income

(in EUR Mio.)



Earnings per Share

(in EUR)



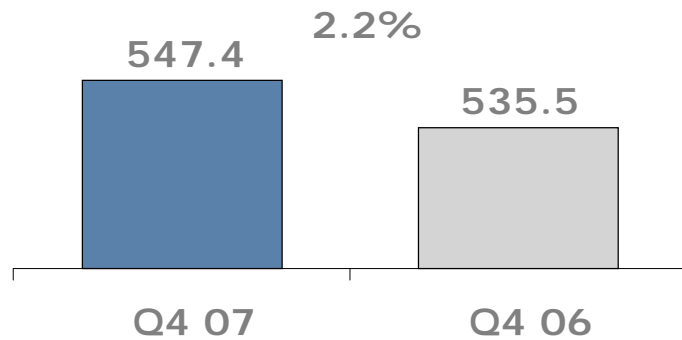
* Starting 3Q 07 interest expenses related to employee benefit obligations are no longer reported as personnel expenses, but in the financial result. FY 06 figures are adjusted by EUR 5.2 mn (Fixed Net EUR 4.4 mn, Mobile Communication EUR 0.8 mn) for comparative purposes.

Fixed Net

Revenue Growth and Stable EBITDA

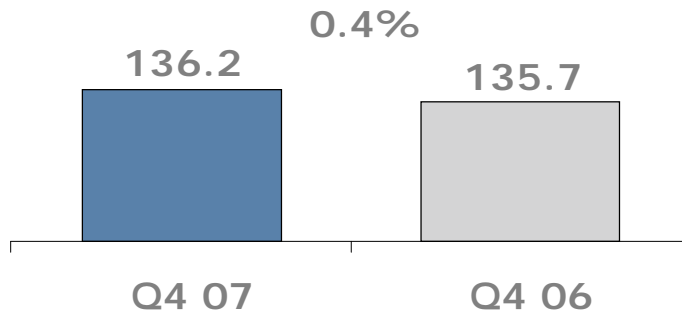
Revenues

(in EUR Mio.)



EBITDA*

(in EUR Mio.)



§ Revenue increase driven by Wholesale and Data & IT-Solutions

§ EBITDA stable as lower personnel expenses compensate higher opex

§ Expenses for the employee participation program and restructuring of EUR 14.9 mn compared to EUR 24.7 mn in 4Q 06

§ Lower depreciation and amortization drive improvement of operating income

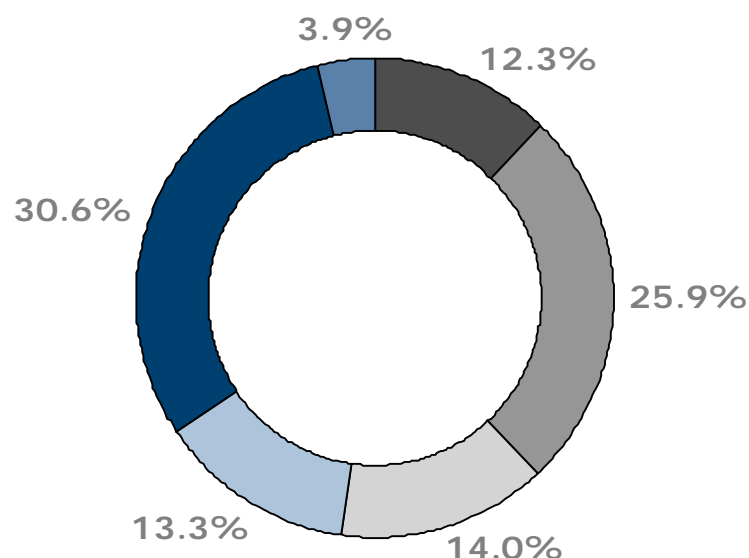
§ Consolidation of eTel contributes EUR 23.1 mn of revenues in 4Q 07

*For comparative purpose Q4 06 EBITDA excludes EUR 1.1 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Strong Growth Impuls in 4Q 07 Drives Increase of Broadband Lines and Retail Market Share

Broadband Market Shares

as of year-end 07



- Unbundled Lines
- Cable
- Mobile Broadband excl. mobilkom austria
- Mobile Broadband mobilkom austria
- Telekom Austria Fixed Retail
- Telekom Austria Fixed Wholesale

§ Successful promotion of product bundle reverses trend in 4Q 07

§ 38,500 xDSL broadband lines added in 4Q 07

§ Retail broadband market share increases from 28.6% in 3Q 07 to 30.6 % in 4Q 07

§ Wholesale and cable operators loose market share

aonTV Creates Unique Proposition for the Fixed Net

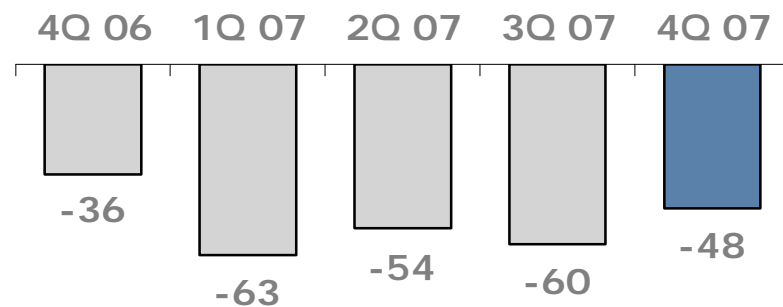


- § aonTV offers more channels and higher usability than competition
- § Video on demand library extended through recent deals with content providers
- § Incremental monthly fee of EUR 4.9 is best offer on Austrian TV market
- § 20,900 customers by year-end 2007
- § Win back of lines as 25% of new customers had already disconnected their fixed line
- § aonTV available to 45% of households

Promotion of Product Bundle Slows Down Line Loss

Line Loss

(in 000)



§ Promotion of product bundle from Nov. 15, 2007 to Jan. 15, 2008

§ Success of promotion slowed line loss in 4Q 07

§ Attractive pricing and promotion character changes price perception of fixed net

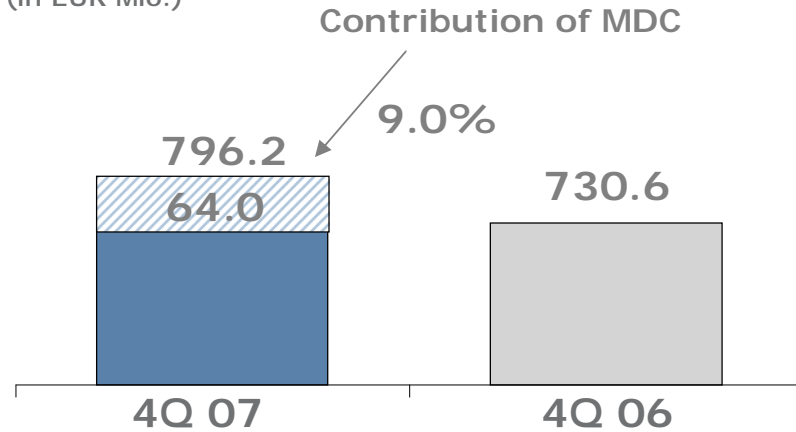
§ Price starting at EUR 19.9 matches price point of mobile broadband

Mobile Communication

Subscriber Base Grows by 50.9% Driven by New Operations

Revenues

(in EUR Mio.)



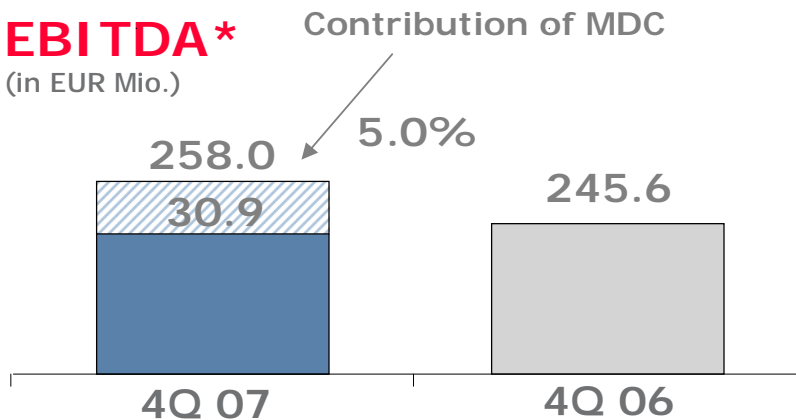
§ Subscriber base grows by 50.9% to 15.4 mn customers

§ Newly launched operations in Rep. of Serbia & Rep. of Macedonia already have 650,100 customers

§ Revenue growth of 9.0%, EBITDA grows 5.0%

EBITDA*

(in EUR Mio.)



§ International operations compensate domestic business and start-up costs

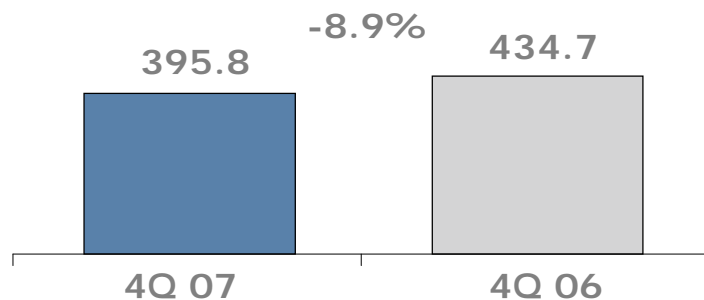
§ Consolidation of MDC started 4Q 07

* For comparative purpose 4Q 06 EBITDA excludes EUR 0.2 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

mobilkom austria Impacted by Retroactive Reduction of Mobile Termination Rates

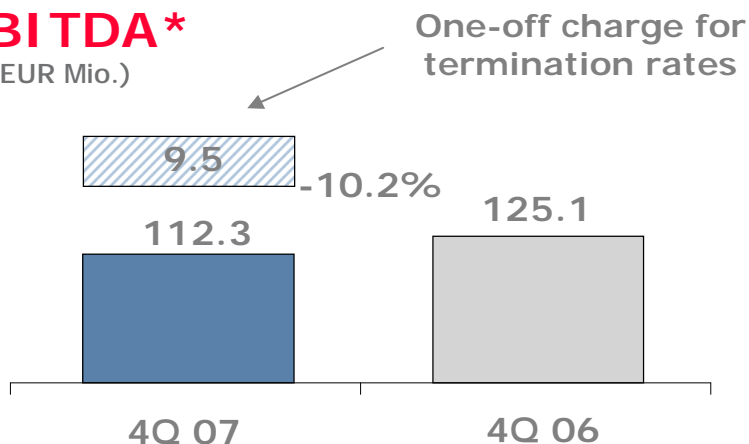
Revenues

(in EUR Mio.)



EBITDA*

(in EUR Mio.)



§ Market share increases from 38.7% to 40.3%

§ Growth of subscriber base by 9.1% to nearly 4 mn customers

§ Strong data business evidenced by 290,000 mobile broadband customers

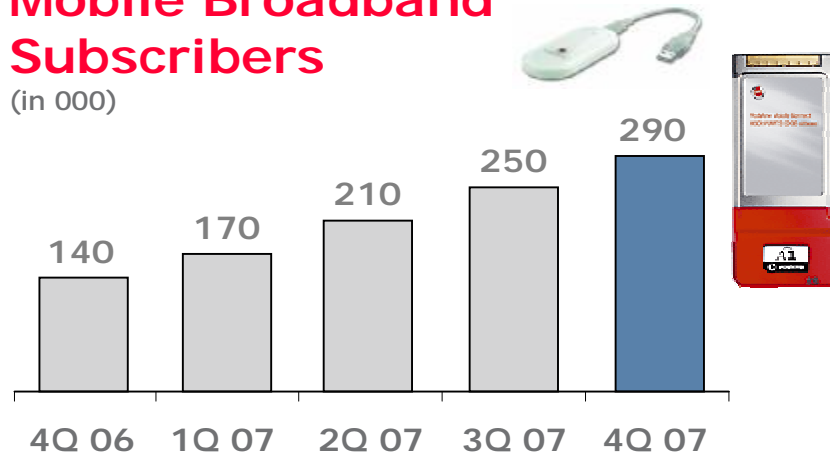
§ Regulation of termination rates & roaming drag on results

*For comparative purpose 4Q 06 EBITDA excludes EUR 0.2 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Mobile Broadband Offers Growth in Highly Penetrated Market

Mobile Broadband Subscribers

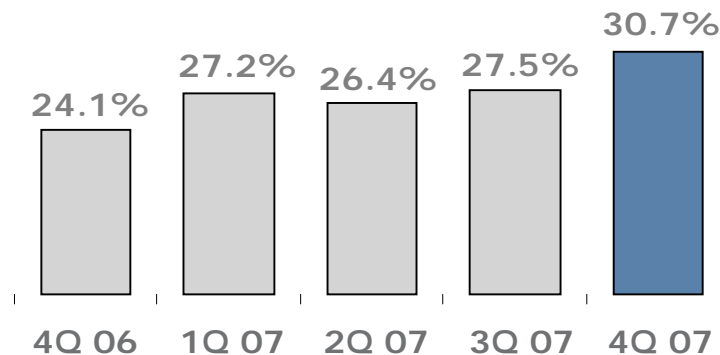
(in 000)



§ Number of mobile broadband subscribers doubles compared to 4Q 06

§ Data growth partly compensates lower voice prices

Data in % of Revenues*



§ Data accounts for almost 1/3 of traffic revenues

§ Price for data roaming recently reduced

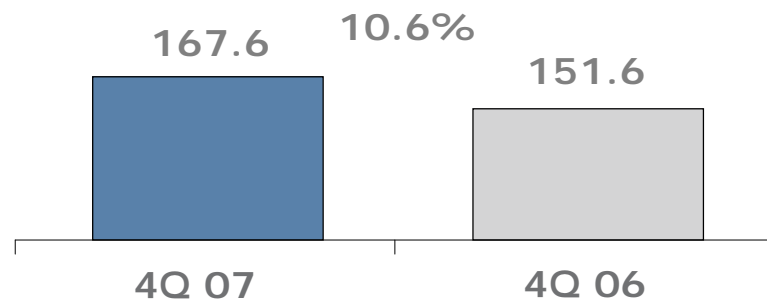
* Traffic related revenues

Results for the Financial Year 2007

Mobilitel's Revenues Increase by 10.6% while Profitability Remains High

Revenues

(in EUR Mio.)

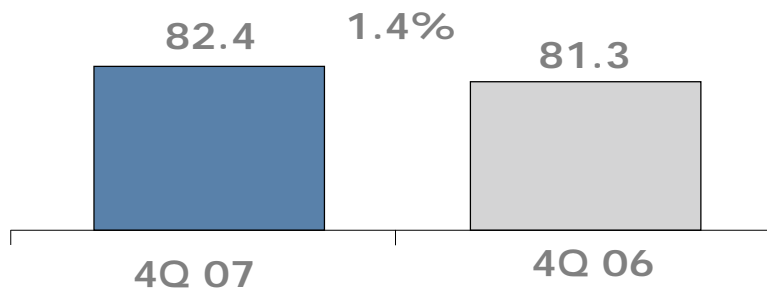


§ Subscriber base grows by 19.5% to 5.1 mn customers

§ Revenues grow by 10.6% driven by strong growth in customer base and higher traffic revenues

EBITDA

(in EUR Mio.)



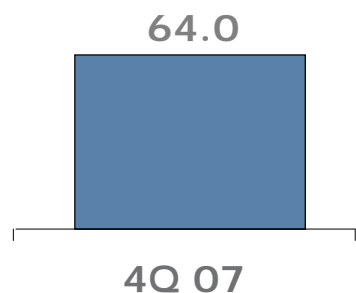
§ EBITDA increases by 1.4% to EUR 82.4 mn corresponding to a margin of 49.2%

§ Profitability affected by seasonality but remains high

Newly Acquired Belarusian MDC Consolidated as of October 3, 2007

Revenues

(in EUR Mio.)



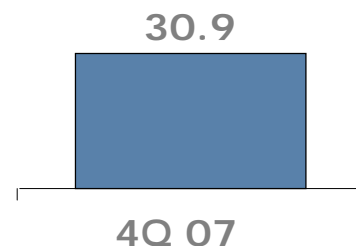
§ Subscriber base grew to 3.1 million subscribers at year-end 2007

§ Revenues of EUR 64.0 mn consolidated in 2007

§ EBITDA of EUR 30.9 mn with seasonally affected margin of 48.3%

EBITDA

(in EUR Mio.)



§ MDC has a market share of 43.4%

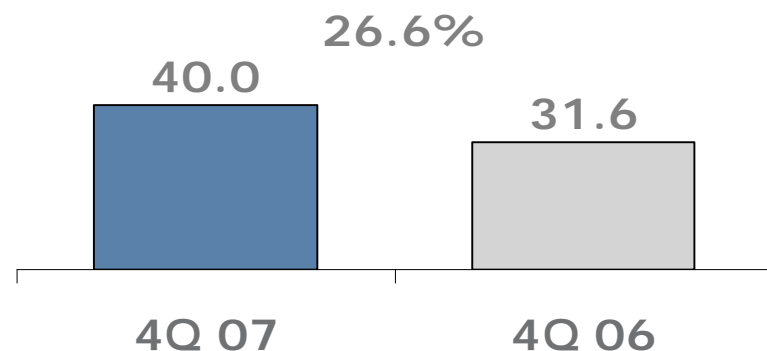
§ Network of MDC covers over 96% of population

§ Significant higher number of contract subscribers than prepaid subscribers

Strong EBITDA and Customer Growth in Croatia and Slovenia

EBITDA Vipnet

(in EUR Mio.)



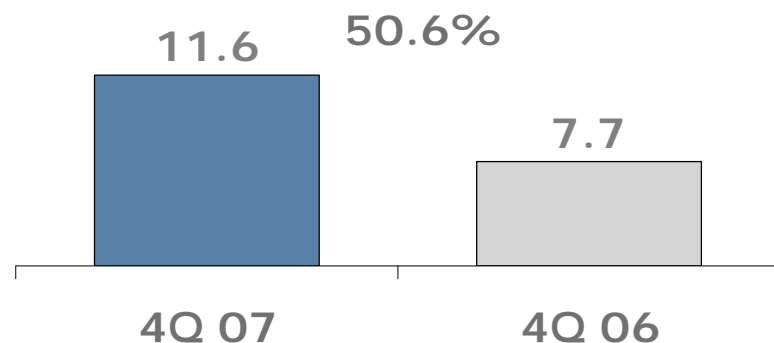
Vipnet in Croatia

§ Subscriber base grows by 14.0%

§ EBITDA increases by 26.6% to EUR 40.0 mn

EBITDA Si.mobil

(in EUR Mio.)



Si.mobil in Slovenia

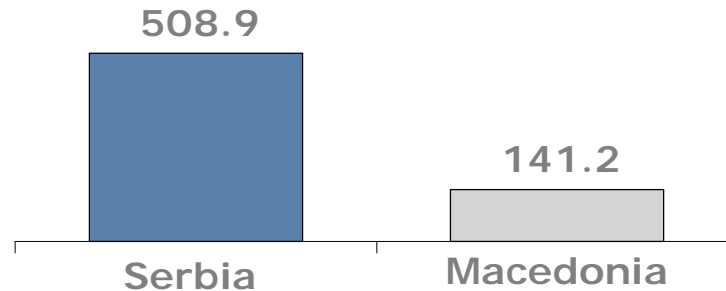
§ Subscriber base grows by 18.2%

§ EBITDA increases by 50.6% to EUR 11.6 mn

Greenfield Operations Account for 30.2% of Organic Customer Growth

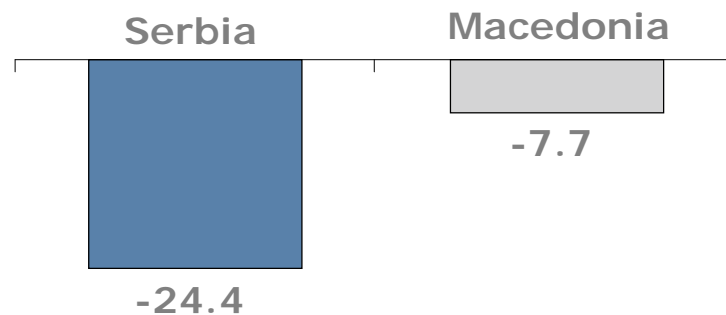
Total Subscribers FY 07

(in 000)



EBITDA Q4 07

(in EUR Mio)



Vip mobile in Serbia

§ Successful market entry evidenced by 508,900 subscribers at year-end 2007

§ Market share of 5.8% at year-end 2007

Vip operator in Macedonia

§ 141,200 subscriber won since launch of operations in September 07

§ Market share of 7.9% at year-end 2007

Financial Overview

Improved Operational Performance, Higher Net Interest Expenses

(EUR million)	4Q 07	4Q 06	
Revenues	1,288.1	1,199.3	Higher revenues in the Fixed Net and the Mobile Communications segment. MDC contributes EUR 64 mn
EBITDA*	391.3	375.9	International operations over-compensate challenging domestic mobile business
Operating income*	93.4	77.5	Contribution of MDC of EUR 30.9 mn offsets start-up losses of EUR 32.1 mn
Financial Result	-55.7	-31.0	Acquisition of MDC and higher shareholder remuneration lead to higher net interest
Income before income taxes	37.7	46.5	
Income tax expense	3.3	16.8	4Q 06 included one-time tax benefit of EUR 43.6 mn compared to tax benefit of EUR 16.6 mn in 4Q 07
Net income	41.0	63.3	Higher interest expenses and one-off tax benefit in 4Q 06 impact net income

*For comparative purpose 4Q 06 EBITDA excludes EUR 1.3 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Growth of International Operations already Feeding through in 4Q 07 Results

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Revenues	1,288.1	1,199.3	7.4%	4,919.0	4,759.6	3.3%
EBITDA*	391.3	375.9	4.1%	1,854.9	1,911.5	-3.0%
Operating income*	93.4	77.5	20.5%	761.4	777.1	-2.0%
Financial Result	-55.7	-31.0	79.6%	-153.6	-119.2	28.8%
Income before income taxes	37.7	46.5	-18.9%	607.8	657.9	-7.6%
Income tax expense	3.3	16.8	-80.4%	-115.3	-96.1	20.0%
Net income	41.0	63.3	-35.2%	492.5	561.8	-12.3%

*For comparative purpose 4Q 06 EBITDA excludes EUR 1.3 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Free Cash Flow Increases as Lower Working Capital Requirements Compensate Higher Capex

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Cash Flow from operations before working capital adjustments	339.9	359.8	-5.5%	1,681.5	1,767.7	-4.9%
Change in working capital	204.4	70.6	189.5%	60.4	-177.8	-134.0%
Ordinary capital expenditures	-319.0	-255.3	25.0%	-766.2	-676.7	13.2%
Free cash flow	225.4	175.1	28.7%	975.8	913.2	6.9%

New Operations and Fixed Net Account for Higher Ordinary Capex, Acquisition of MDC

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Fixed Net	135.7	105.6	28.5%	324.5	283.9	14.3%
Mobile Communication	180.8	149.7	20.8%	441.7	392.8	12.4%
Ordinary capital expenditures	319.0	255.3	25.0%	766.2	676.7	13.2%
Growth projects & acquisitions	1,350.6	320.0	322.1%	1,544.9	320.0	382.8%
Capex, growth projects & acquisitions	1,669.6	575.3	190.2%	2,311.1	996.7	131.9%
Others investing activities, net	-7.9	-15.6	-49.4%	-19.4	-25.1	-22.6%
Purchase Price not yet paid*	-606.3	-	-	-606.3	-	-
Cash acquired	-15.4	-	-	-15.4	-	-
Cash used in investing activities	1,040.0	559.7	85.8%	1,670.0	971.6	71.9%

*For operation in Belarus

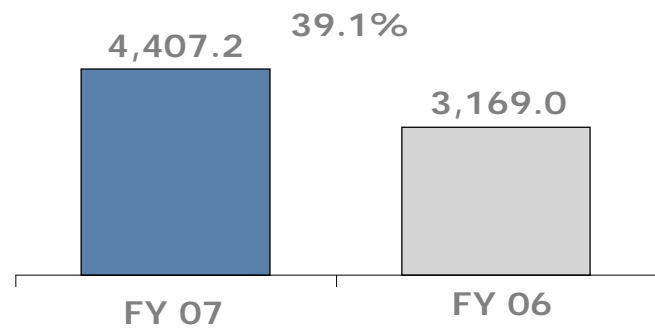
Consolidation of MDC Enlarges Asset Base

(EUR million)	Dez. 31, 07	Dec. 31, 06	% change
Long-term Assets	7,677.5	6,399.5	20.0%
Current Assets	1,326.2	1,160.2	14.3%
Total assets	9,003.7	7,559.7	19.1%
Current liabilities	2,557.2	1,657.3	54.3%
Long-term liabilities	3,881.2	3,078.9	26.1%
Stockholders' equity	2,565.3	2,823.5	-9.1%
Liabilities and stockholders' equity	9,003.7	7,559.7	19.1%

Acquisition of MDC Increases Net Debt to 2.4x EBITDA

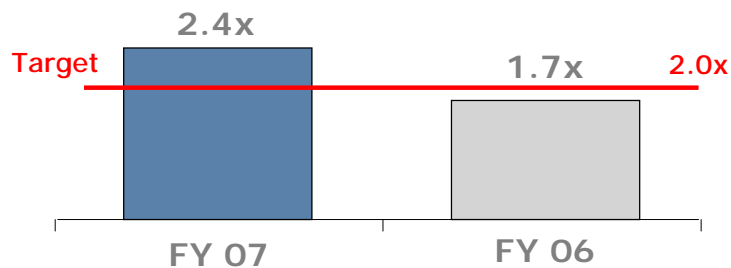
Net Debt

(in EUR Mio.)



Net Debt/EBITDA

(last 12 months)



§ Net debt increase to EUR 4,407.2 mn equal to 2.4x EBITDA at year-end 07

§ Share buybacks frozen to be resumed at net debt/EBITDA of 2.0x to maintain efficient balance sheet

§ Purchase price for MDC of EUR 1,330.5 mn includes:

- EUR 724.2 mn paid in 4Q 07 for 70% stake
- EUR 313.9 mn for call/put option exercisable in 2010
- EUR 292.4 mn of expected earn out payable in 2010

Management Proposes Distribution of Dividend of 75 Cent per Share

- § Management proposes a dividend of 75 cent per share
- § This corresponds to a dividend yield of 3.9% compared to a dividend yield of 3.7% in 2006
- § Dividend per share 2007 equals dividend per share paid for 2006
- § Increase of payout ratio from 65% to 67% to keep dividend stable
- § Annual General Meeting will vote on dividend proposal on May 20, 2008
- § Ex-dividend date will be May 26, 2008

Outlook

Telekom Austria Group Announces Outlook for Full Year 2008

Group

- § Revenue growth of approximately 5%
- § EBITDA growth of approximately 3%
- § Net income decline by approximately 12% due to higher interest expenses
- § Operating free cash flow growth by about 10%
- § Capital expenditures to decline by approximately 5%

Fixed Net

- § Revenue decrease by approximately 3%
- § EBITDA decline of about 12%

Mobile Communication

- § Revenue growth of approximately 10%
- § EBITDA growth of approximately 10%

Appendix

Regulatory Issues – Key Aspects (1)

- § **Mobile termination rates:** On October 15, 2007 the Austrian regulatory authority adopted the final schedule for the reduction of termination charges between mobile operators in Austria. The regulator adheres to the successive abolishment of the asymmetry between Austrian mobile operators by year end 2008 and has decided to lower termination charges to 5.72 Eurocent.
- § **Acquisition of Tele2:** On October 8, 2007 Telekom Austria Group agreed to acquire Tele2's Austrian mobile subscriber base. The merger control approval is pending and the transaction is currently expected to close in 2Q 2008.

Regulatory Issues – Key Aspects (2)

§ Analysis wholesale broadband access market: The Austrian Regulatory Authority started a market analysis process for the wholesale broadband access market (2nd round) in May 20, 2007. The result of the market analysis process is expected in 1Q 2008. Currently Telekom Austria has SMP-status on this market with the following main remedies applied: non-discriminatory obligation, standard offer for bitstream access, wholesale prices calculated on a retail-minus basis, regulatory cost accounting.

§ Review of the Regulatory Electronic Communication Framework: The European Commission's proposals for the review of the telecoms directives have been published in November. On November 13 the European Commission adopted proposals for a reform of the EU telecoms rules. The draft proposals are in debate by the European Parliament and the Council of Telecoms Ministers. The proposals include a provision to apply functional separation of networks under certain terms as a means to remedy market failure. Once accepted by both institutions, Austria will implement the results into its national legislation.

§ List of relevant markets:

The European Commission has shortened the list of relevant markets from 18 markets to 7 markets. On the retail level the access remains regulated, on the wholesale level the European Commission has abolished the telecommunications market for transit services in fixed public networks and for wholesale trunk segments of leased lines.

Regulatory Issues – Key Aspects (3)

§ **International roaming charges:** In June 2007 the European Parliament and the European Council voted on introduction of an extensive regulation of international voice roaming traffic to be introduced in the second half of 2007.

Wholesale: The maximum wholesale charge must not exceed 30 Cents in the first year and shall be decreased to 28 Cents in the second year and to 26 in the third year. Regulated wholesale tariffs have to be implemented 2 months after the entry into force of the regulation.

Retail: Introduction of a consumer protection tariff (so called "Eurotariff"). "Eurotariff" for active calls in EU member states: 49 Eurocents net in the first year, 46 Eurocents net in the second and 43 Eurocents net in the third year. "Eurotariff" for incoming calls: 24 Eurocents net in the first year, 22 in the second and 19 in the third year.

Operators had to inform customers about the "Eurotariff" within one month after the regulation came into force; customers had two months to switch to the "Eurotariff" or another roaming tariff.

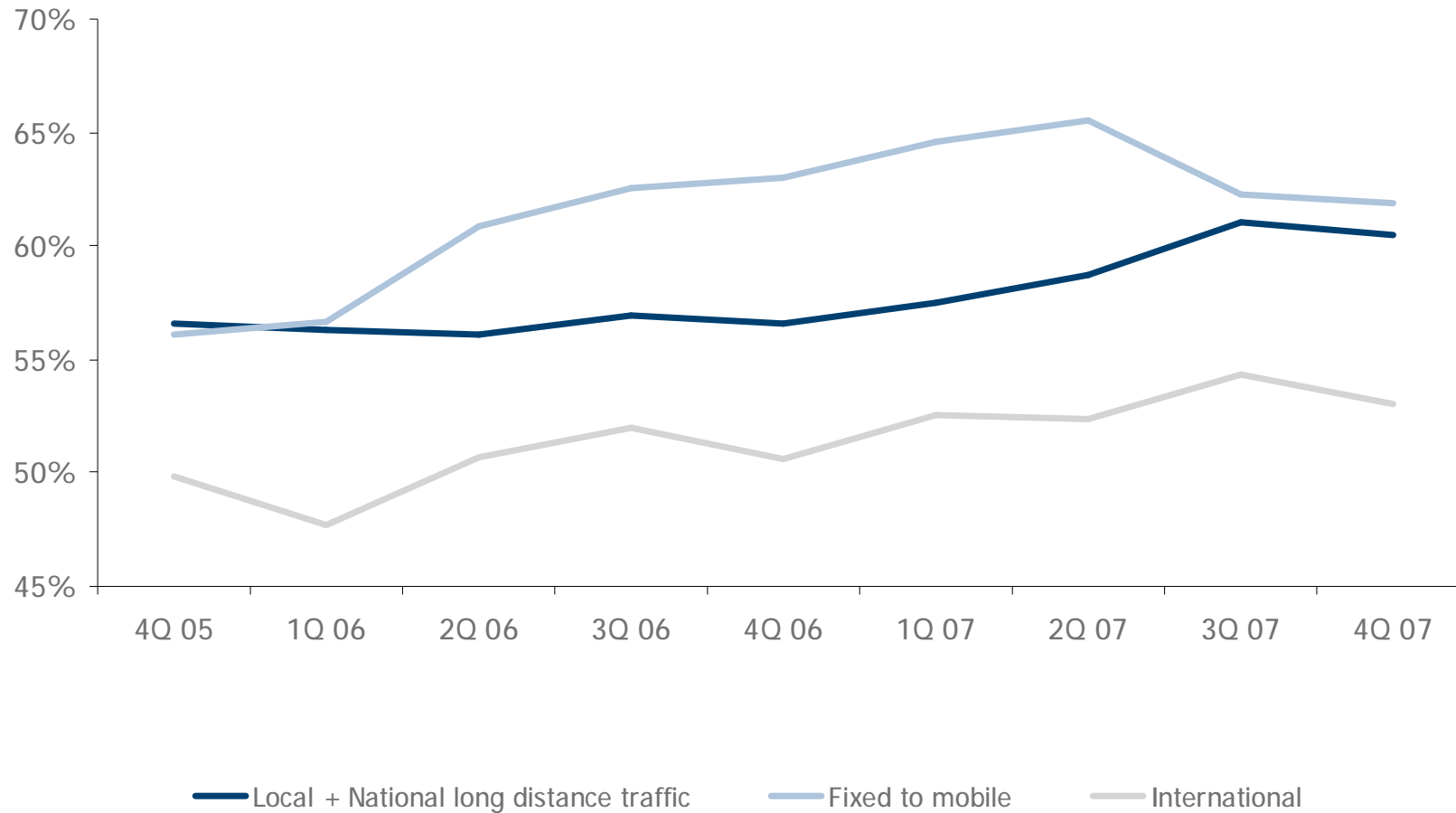
Three months after entry into force all customers who did not decide on a roaming tariff ("Eurotariff" or other) were switched to the "Eurotariff" automatically. Exempted were customers who made a choice of a specific roaming tariff, or customers who chose a non-standard roaming tariff before the regulation came into force.

The regulation will expire on June 30, 2010.

Fixed Net - Access Lines

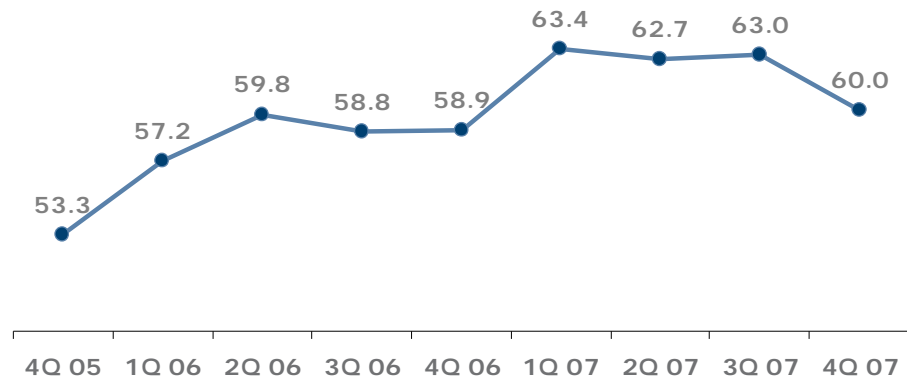
(in 000)	FY 07	FY 06	% change
PSTN access lines	2,028.9	2,244.2	-9.6%
Basic ISDN access lines	360.2	391.3	-7.9%
Multi ISDN access lines	6.5	7.1	-8.5%
Naked broadband lines	38.8	16.3	138.0%
Total access lines in service	2,434.4	2,658.9	-8.3%
of these xDSL access lines	750.7	693.6	8.2%
thereof xDSL wholesale lines	85.5	122.3	-30.1%
(in 000)	FY 07	FY 06	% change
Total access channels in service	2,983.2	3,240.7	-7.9%
(in 000)	4Q 07	4Q 06	% change
xDSL net adds	28.6	23.7	20.7%
Unbundled lines	289.3	199.6	44.9%

Fixed Net – Voice Market Shares

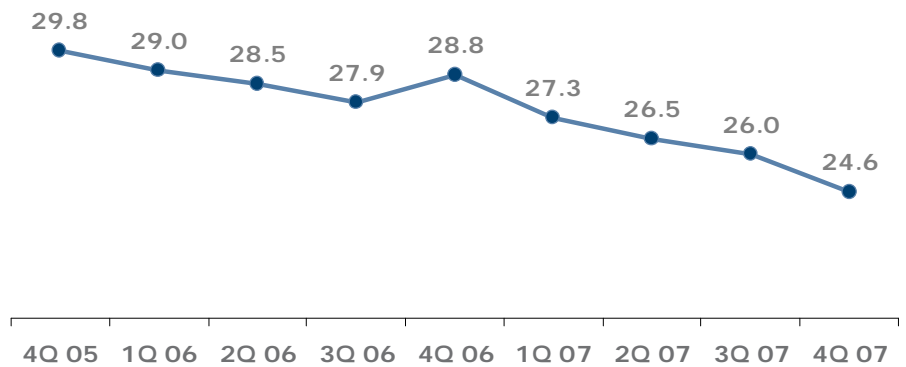


xDSL – Revenues and Residential ARPU

xDSL Revenues (incl. Wholesale)
(in EUR Mio.)



xDSL Residential ARPU*
(in EUR)











*Data prior to 4Q 07 excl. eTel

Fixed Net - Minutes and Average Tariffs

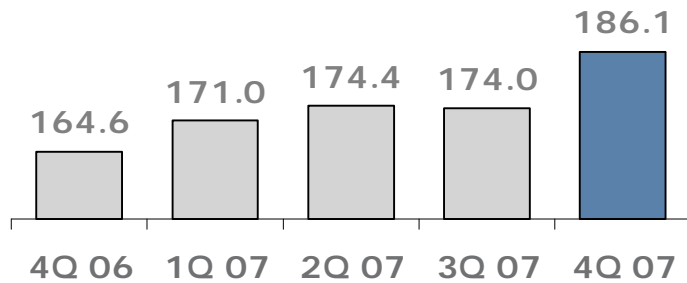
(in million minutes)	4Q 07	4Q 06	% change
National	784	853	-8.1%
Fixed-to-mobile	198	194	2.2%
International	107	101	5.7%
Total voice minutes	1,089	1,148	-5.2%
Internet dial-up	148	286	-48.3%
Total Fixed Net minutes	1,237	1,434	-13.8%
(Average tariffs in EUR)	4Q 07	4Q 06	% change
National	0.043	0.043	0.0%
Fixed-to-mobile	0.165	0.167	-1.2%
International	0.176	0.178	-1.1%
Total voice average	0.077	0.076	1.3%
(in million minutes)	4Q 07	4Q 06	% change
National wholesale	1,977	2,250	-12.1%
International wholesale	874	712	22.8%
Total wholesale minutes	2,851	2,962	-3.7%

Mobile Subscribers

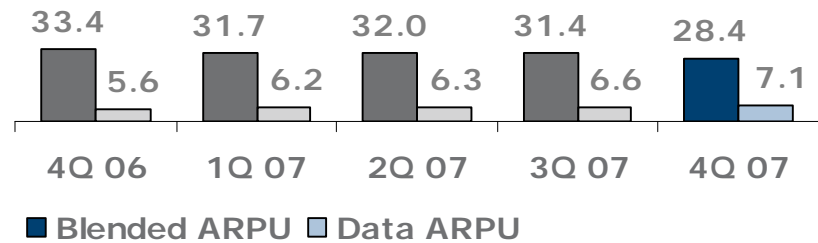
	(in 000)	4Q 07	4Q 06	% change
	Total Austria	3,959.3	3,630.5	9.1%
	Market share	40.3%	38.7%	
	Total Bulgaria	5,098.6	4,267.9	19.5%
	Market share	50.3%	52.5%	
	Total Belarus	3,058.7	-	n.a.
	Market share	43.4%	-	
	Total Croatia	2,179.6	1,912.3	14.0%
	Market share	43.0%	42.9%	
	Total Slovenia	497.3	420.9	18.2%
	Market share	26.9%	24.9%	
	Total Serbia	508.9	-	n.a.
	Market share	5.8%	-	
	Total Macedonia	141.2	-	n.a.
	Market share	7.9%	-	
	Total Liechtenstein	5.4	4.8	12.5%
	Market share	18.4%	16.8%	
	Total Mobile Communication	15,449.0	10,236.4	50.9%

Operational Data – mobilkom austria

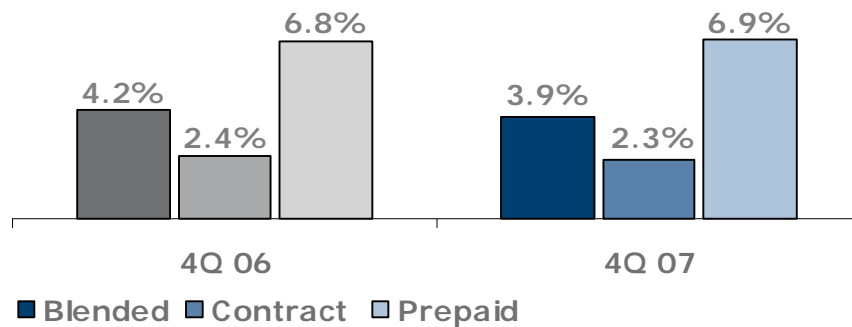
MoU per Subscriber



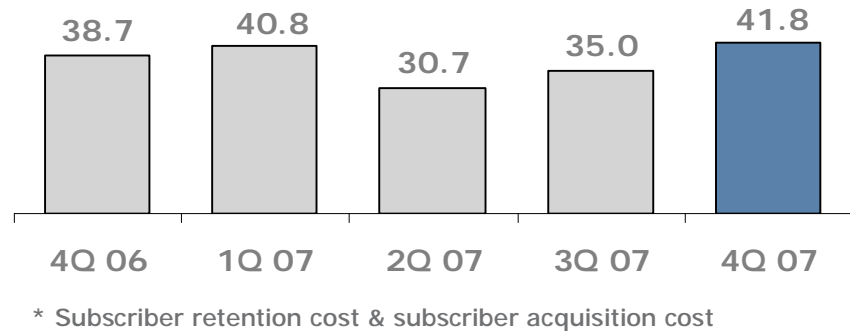
ARPU & Data ARPU (in EUR)



Quarterly Churn



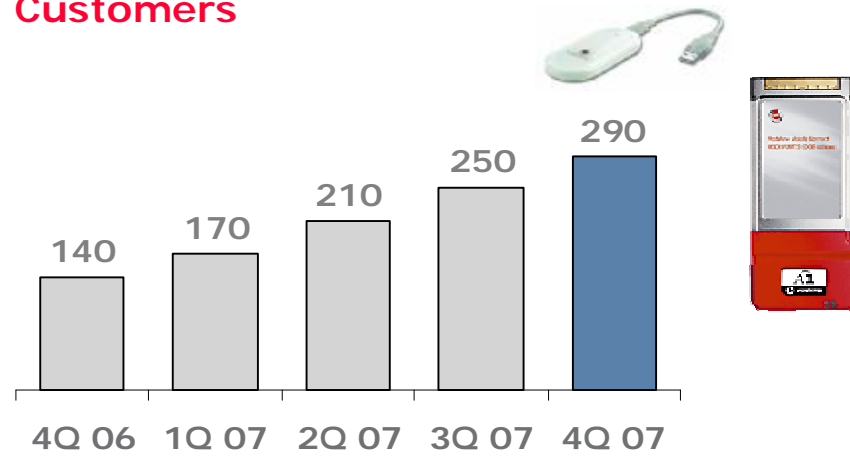
SRC & SAC* (in EUR Mio.)



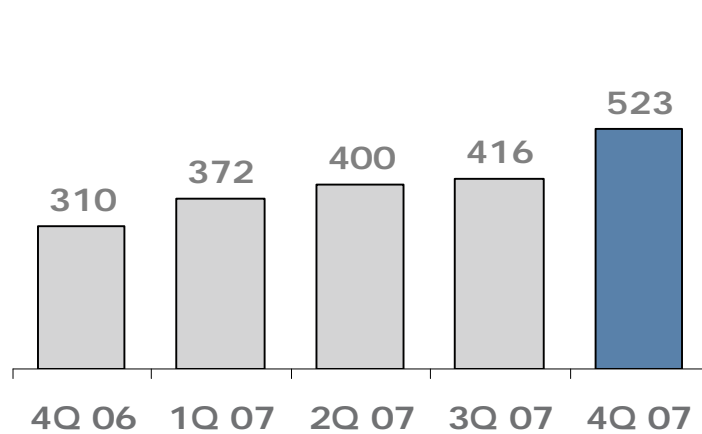
* Subscriber retention cost & subscriber acquisition cost

Mobile Data - mobilkom austria

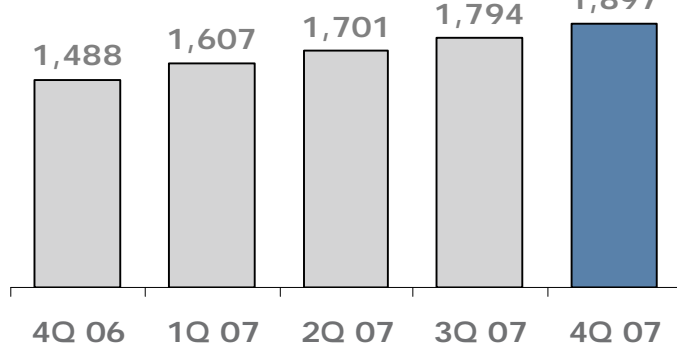
Number of Mobile Broadband Customers



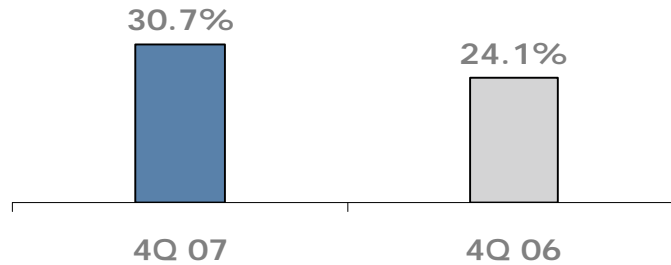
Number of SMS (in Mio.)



MMS Users (in 000)



Data in % of Revenues*



* Traffic related revenues

Headcount* Development

<u>(average period)</u>	4Q 07	4Q 06	<u>change</u>
Fixed Net	9,685	9,460	225
Mobile Communciation	7,035	5,984	1,051
Telekom Austria Group	16,720	15,444	1,276
<u>(end of period)</u>	4Q 07	4Q 06	<u>change</u>
Fixed Net	9,598	9,433	165
Mobile Communciation	8,030	5,995	2,035
Telekom Austria Group	17,628	15,428	2,200

* Full-time-equivalents

Fixed Net - Revenue Breakdown

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Switched voice base traffic	88.7	89.3	-0.7%	349.9	365.2	-4.2%
Switched voice monthly & other voice revenues	111.9	125.4	-10.8%	471.0	516.0	-8.7%
Payphones & VAS	12.4	11.1	11.7%	46.7	44.9	4.0%
Wholesale data & IT-solutions	125.3	115.6	8.4%	446.4	425.0	5.0%
Internet access & media	65.5	70.5	-7.1%	280.7	268.9	4.4%
Wholesale voice & Internet	101.9	89.8	13.5%	410.4	380.1	8.0%
Other	41.7	33.8	23.4%	127.9	119.4	7.1%
Fixed Net revenues	547.4	535.5	2.2%	2,133.0	2,119.5	0.6%

Fixed Net – Expense Breakdown

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Material expense	24.3	25.9	-6.2%	79.0	77.1	2.5%
Employee costs	158.4	162.3	-2.4%	559.4	539.1	3.8%
Depreciation, amortization and impairment charges	142.6	166.8	-14.5%	553.8	636.6	-13.0%
Interconnection	83.5	85.6	-2.5%	359.3	352.4	2.0%
Maintenance and repairs	35.5	42.5	-16.5%	111.1	118.3	-6.1%
Services received	25.9	12.4	108.9%	73.3	48.2	52.1%
Other support services	31.8	26.2	21.4%	93.5	86.1	8.6%
Other	71.9	59.2	21.5%	215.9	205.1	5.3%
Fixed Net expenses	573.9	580.9	-1.2%	2,045.3	2,062.9	-0.9%

Mobile Communication - Revenue Breakdown

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Traffic revenues	398.4	359.3	10.9%	1,473.0	1,442.3	2.1%
Monthly rental	176.6	125.5	40.7%	613.8	483.1	27.1%
Equipment	85.6	91.3	-6.2%	278.7	264.4	5.4%
Roaming	40.3	44.9	-10.2%	240.8	257.9	-6.6%
Interconnection	97.8	113.7	-14.0%	422.9	446.9	-5.4%
Other	11.5	12.4	-7.3%	52.8	46.2	14.3%
Discounts	-14.0	-16.5	-15.2%	-46.9	-38.2	22.8%
Mobile Communication revenues	796.2	730.6	9.0%	3,035.1	2,902.6	4.6%

Mobile Communication – Expense Breakdown

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Material expense	109.0	104.5	4.3%	345.9	331.1	4.5%
Employee costs	66.3	57.7	14.9%	236.5	217.3	8.8%
Depreciation, amortization and impairment charges	155.4	131.8	17.9%	540.1	498.3	8.4%
Interconnection	84.2	82.2	2.4%	345.6	315.0	9.7%
Repairs	21.1	19.2	9.9%	73.0	71.8	1.7%
Services received	78.9	73.1	7.9%	303.9	303.9	0.0%
Other support services	7.7	7.5	2.7%	30.0	25.1	19.5%
Other	197.8	145.3	36.1%	566.2	481.5	17.6%
Mobile Communication expenses	720.4	621.3	16.0%	2,441.2	2,244.0	8.8%

Revenues by Segment

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Fixed Net revenues	547.4	535.5	2.2%	2,133.0	2,119.5	0.6%
Mobile Communication revenues	796.2	730.6	9.0%	3,035.1	2,902.6	4.6%
Corporate, Other & Eliminations	-55.5	-66.8	-16.9%	-249.1	-262.5	-5.1%
Operating revenues Telekom Austria Group	1,288.1	1,199.3	7.4%	4,919.0	4,759.6	3.3%

EBITDA and Operating Income by Segment

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Fixed Net EBITDA	136.2	135.7	0.4%	705.0	752.8	-6.3%
Mobile Communication EBITDA	258.0	245.6	5.0%	1,177.6	1,177.1	0.0%
Corporate, Other & Eliminations	-2.9	-4.9	-40.8%	-27.7	-18.4	50.5%
EBITDA Telekom Austria Group	391.3	375.9	4.1%	1,854.9	1,911.5	-3.0%

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Fixed Net operating income	-6.4	-31.1	-79.4%	151.2	116.2	30.1%
Mobile Communication operating income	102.6	113.8	-9.8%	637.5	678.8	-6.1%
Corporate, Other & Eliminations	-2.8	-4.7	-40.4%	-27.3	-17.9	52.5%
Operating income Telekom Austria Group	93.4	77.5	20.5%	761.4	777.1	-2.0%

Capital Expenditures by Segment

(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Fixed Net tangible	106.5	98.6	8.0%	272.6	260.4	4.7%
Mobile Communication tangible	114.1	110.1	3.6%	364.9	300.3	21.5%
Tangible	220.6	208.7	5.7%	637.5	560.7	13.7%
Fixed Net intangible	29.2	7.0	317.1%	51.9	23.5	120.9%
Mobile Communciation intangible	66.7	359.6	-81.5%	161.9	412.5	-60.8%
Intangible	95.9	366.6	-73.8%	213.8	436.0	-51.0%
Total Capex Telekom Austria Group	316.5	575.3	-45.0%	851.3	996.7	-14.6%

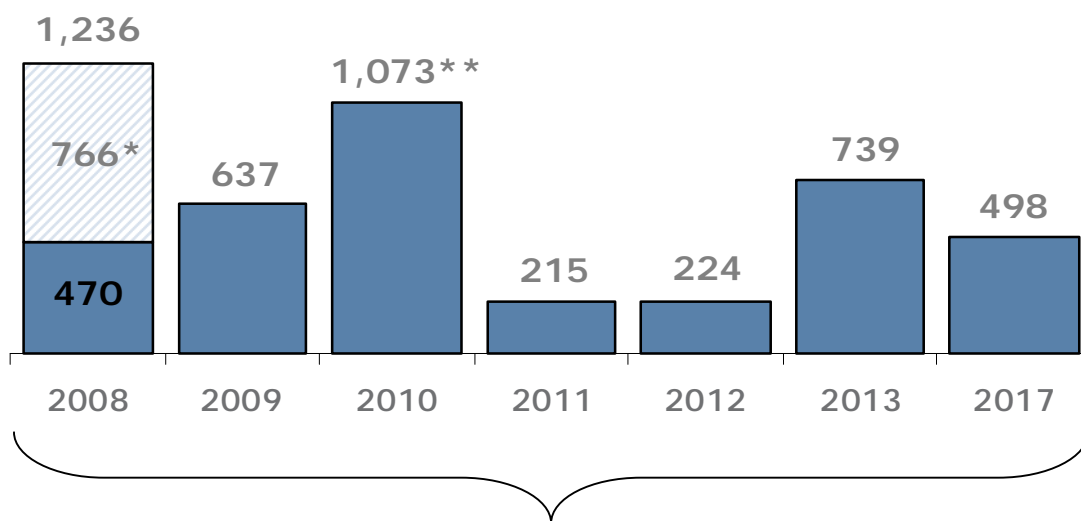
(EUR million)	4Q 07	4Q 06	% change	FY 2007	FY 2006	% change
Mobile Communication tangible						
mobikom austria	31.0	51.5	-39.8%	119.2	132.9	-10.3%
Mobitel	25.2	32.3	-22.0%	75.9	97.7	-22.3%
MDC	14.4	-	n.a.	14.4	-	n.a.
Vipnet	11.1	18.3	-39.3%	53.2	55.0	-3.3%
Si.mobil	6.7	12.7	-47.2%	20.2	19.2	5.2%
Vip mobile	28.5	-	n.a.	62.8	-	n.a.
Vip operator	12.3	-	n.a.	21.6	-	n.a.

Net Debt - Telekom Austria Group

(EUR million)	Dec 31, 2007	Dec 31, 2006	% change
Long-term debt	3,389.3	2,750.1	23.2%
Short-term debt	1,236.1	562.1	119.9%
- Short-term portion of capital and cross border lease obligations	-8.7	-9.4	-7.4%
+ Capital lease obligations	1.0	0.1	n.a.
Cash and cash equivalents, short-term and long term investments, financing with related parties	-230.4	-148.3	55.4%
Derivate financial instruments for hedging purposes	19.9	14.4	38.2%
Net Debt of Telekom Austria Group	4,407.2	3,169.0	39.1%
Net Debt/ EBITDA (last 12 months)	2.4x	1.7x	5.9%
Shareholders' equity	2,565.3	2,823.5	-9.1%

Debt Maturity Profile

(in EUR Mio.)



Listed Bonds at amortized cost EUR 1,739 mn

Ratings:

§ S&P: BBB+ (*stable outlook*)

§ Moody's: A3 (*stable outlook*)

Ratio:

§ Net Debt / EBITDA (last 12 months): 2.4x

Listed Bonds:

§ EUR 750 million 2003 – 2013

§ EUR 500 million 2005 – 2010

§ EUR 500 million 2005 – 2017

* Short-term borrowings

** incl. deferred consideration of MDC