

Telekom Austria Aktiengesellschaft

Publication

**of an update announcement pursuant to section 7 paragraph 5 in conjunction with section 10 paragraph 3
Capital Markets Act (*Kapitalmarktgesetz*)
to the prospectus dated November 7, 2014 as amended by the supplement dated November 19, 2014**

With regard to the prospectus for the public offer of up to 221,500,000 no- par value ordinary bearer shares of Telekom Austria Aktiengesellschaft, ISIN AT0000720008, approved by the FMA on November 7, 2014 and published on the same day, as amended by the supplement dated November 19, 2014, published on the same day and approved by the FMA on November 20, 2014, the offer price of the rump placement (which, due to the high take-up in the rights offering and the commitments by the core shareholders, took place by way of a placement of the applicable new shares with Deutsche Bank Aktiengesellschaft at the "offer price of the rump placement" as described below), the issue volume, the volume of the capital increase and the share capital after the completion of the capital increase as well as related information are announced as follows and published pursuant to section 7 paragraph 5 Capital Markets Act (*Kapitalmarktgesetz*):

Offer price of the rump placement:	EUR 5.26 per new share
Issue volume:	221,500,000 new shares
Volume of the capital increase (nominal amount):	EUR 483,091,500
Share capital after completion of the capital increase:	EUR 1,449,274,500, divided into 664,500,000 shares
Gross proceeds:	EUR 1,012,778,217.34
Net proceeds:	Approx EUR 996.9 million

Vienna, on this November 26, 2014

Telekom Austria Aktiengesellschaft