

**Announcement According to § 91ff Austrian Stock Exchange Act**

Vienna, 1 August 2016: Today, the Telekom Austria Group (VSE: TKA, OTC US: TKAGY) was informed about the following:

1. **Issuer:** Telekom Austria AG
2. **Reason for the notification:** Acquisition / disposal of instruments  
Acquisition or disposal of financial/other instruments
3. **Person subject to notification obligation**  
Name: Citigroup Inc.  
City: Wilmington, Delaware  
Country: USA
4. **Name of shareholder(s):** Citigroup Global Markets Limited, Citigroup Global Markets Funding Luxembourg
5. **Date on which the threshold was crossed or reached:** 28/07/2016

**6. Total positions**

	% of voting rights attached to shares (7.A)	% of voting rights through financial/other instruments (7.B.1 + 7.B.2)	Total of both in % (7.A + 7.B)	Total number of voting rights of issuer
Resulting situation on the date on which threshold was crossed / reached	3.90 %	11.71 %	15.62 %	664,500,000
Position of previous notification (if applicable)				

**Details**

**7. Notified details of the resulting situation:**

<b>A. Voting rights attached to shares</b>				
ISIN Code	Number of voting rights		% of voting rights	
	Direct (Sec 91 BörseG)	Indirect (Sec 92 BörseG)	Direct (Sec 91 BörseG)	Indirect (Sec 92 BörseG)
AT0000720008		25,943,824		3.90 %
SUBTOTAL A	25,943,824		3.90 %	

<b>B 1: Financial / Other Instruments pursuant to Sec. 91a para. 1 No. 1 BörseG</b>				
Type of instrument	Expiration Date	Exercise Period	Number of voting rights that may be acquired if the instrument is exercised	% of voting rights
Call-Option	07/08/2023	NA	51,887,646	7.81 %
Swap	04/08/2023	NA	25,943,824	3.90 %
<b>SUBTOTAL B.1</b>			<b>77,831,470</b>	<b>11.71 %</b>

<b>B 2: Financial / Other Instruments pursuant to Sec. 91a para. 1 No. 3 BörseG</b>					
Type of instrument	Expiration Date	Exercise Period	Physical / Cash Settlement	Number of voting rights	% of voting rights
<b>SUBTOTAL B.2</b>					

**8. Information in relation to the person subject to the notification obligation:**

Full chain of controlled undertakings through which the voting rights and/or the financial/other instruments are effectively held starting with the ultimate controlling natural person or legal entity:

No.	Name	Directly controlled by No.	Shares held directly (%)	Financial/other instruments held directly (%)	Total of both (%)
1	Citigroup Inc.				
2	Citigroup Global Markets Limited	1	3.90 %	3.90 %	7.80 %
3	Citigroup Global Markets Funding Luxembourg	2		7.81 %	7.81 %

**9. In case of proxy voting**

Date of general meeting: -

Voting rights after general meeting: - is equivalent to - voting rights.

**10. Additional Comments:**

*Please note, the call option held on Citigroup Global Markets Funding Luxembourg was the result of an inter-company booking with Citigroup Global Markets Limited.*

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