

Telekom Austria Group Results for the Third Quarter 2007

Vienna, November 14, 2007

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

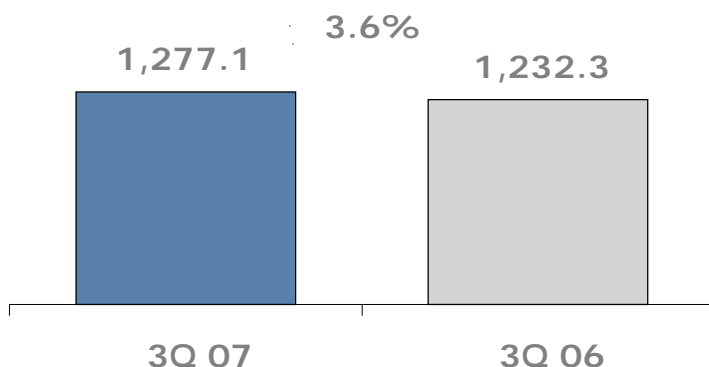
Revenues Increase Driven by Both Segments

- § Revenues increase by 3.6% due to higher revenues in the Fixed Net and Mobile Communication segments
- § EBITDA declines by EUR 30 mn to EUR 551.2 mn with start-up operations contributing cost of EUR 18.1 mn
- § Strong subscriber growth of Mobile Communication of 14.8% to 11.2 mn even excluding customers in Serbia & Macedonia
- § 70% stake in Belarusian Mobile operator MDC acquired in October 2007
- § FY 07 outlook for revenues and EBITDA raised due to full consolidation of MDC in 4Q
- § EUR 195 mn returned to shareholder via sharebuybacks in 3Q

Revenue Growth Continues, Sharebuybacks Mitigate Impact of Higher Costs on EPS

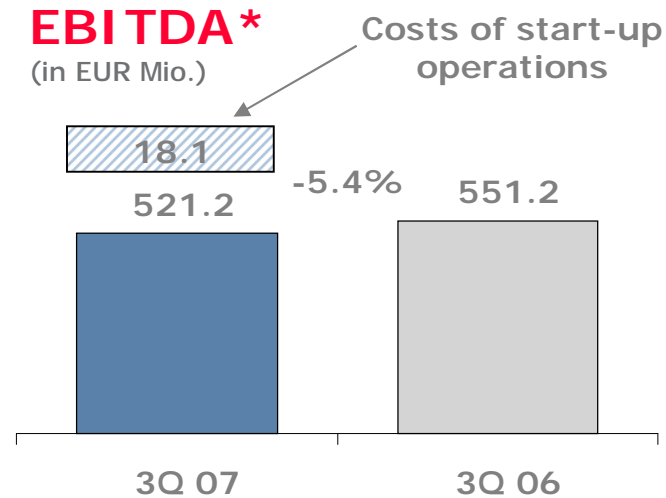
Revenues

(in EUR Mio.)



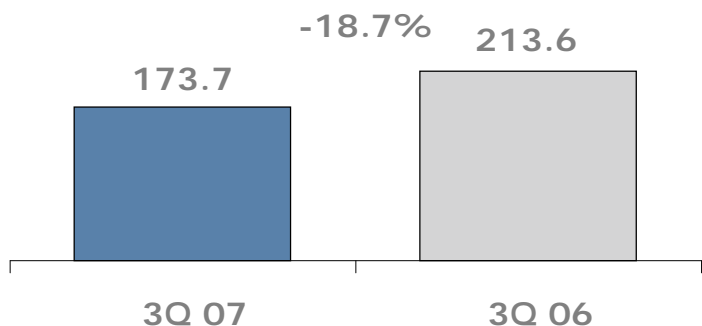
EBITDA*

(in EUR Mio.)



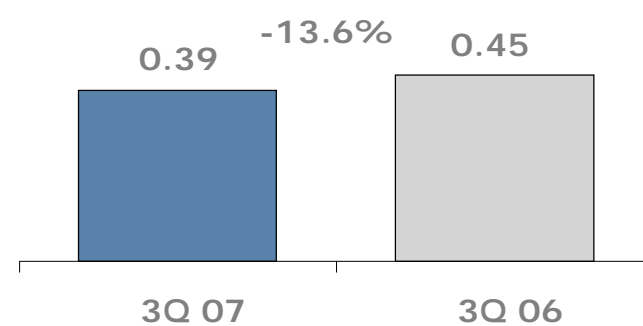
Net Income

(in EUR Mio.)



Earnings per Share

(in EUR)



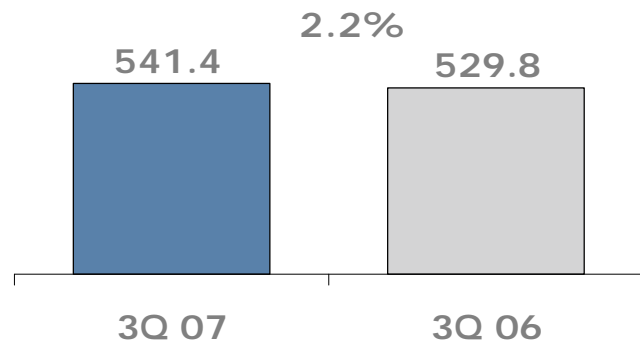
* Starting 3Q 07 interest expenses related to employee benefit obligations are no longer reported as personnel expenses, but in the financial result. Comparative figures for 3Q 07 adjusted by 1.3 mn (Fixed Net 1.1 mn, Mobile Communication 0.2 mn)

Fixed Net

Consolidation of eTel Drives Revenue Growth

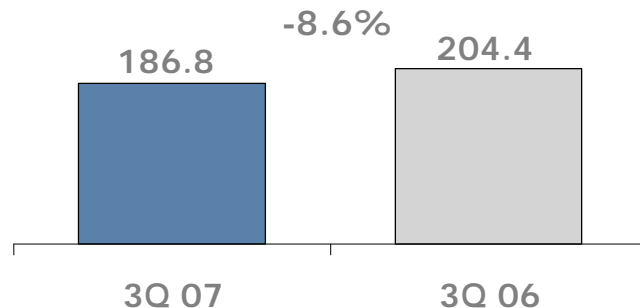
Revenues

(in EUR Mio.)



EBITDA*

(in EUR Mio.)



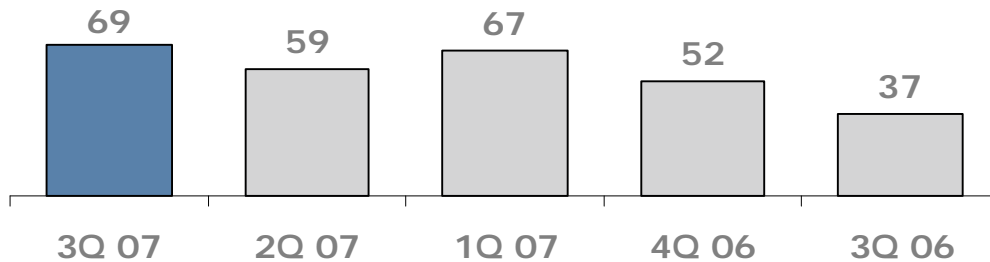
- § Revenues increase by 2.2% with eTel contributing EUR 26.2 mn
- § EBITDA decline driven by personnel expenses, interconnection and costs for services received
- § Lower D&A compensates higher operating expenditures
- § Operating income remains almost stable at 57.3 mn

* For comparative purpose 3Q 06 EBITDA excludes EUR 1.1 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Line Loss Accelerates, Growth of Naked Broadband Mitigates Impact

Line Loss Quarterly

(in 000)



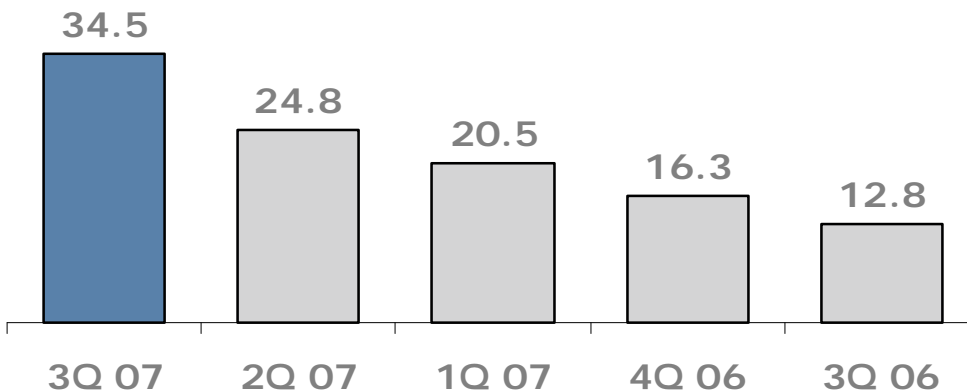
§ Acceleration of line loss due to fixed-to-mobile migration

§ Success of mobile broadband impacts Fixed Net segment

§ Push of aonPur – naked broadband mitigates impact

aonPur – Naked Broadband*

(in 000)

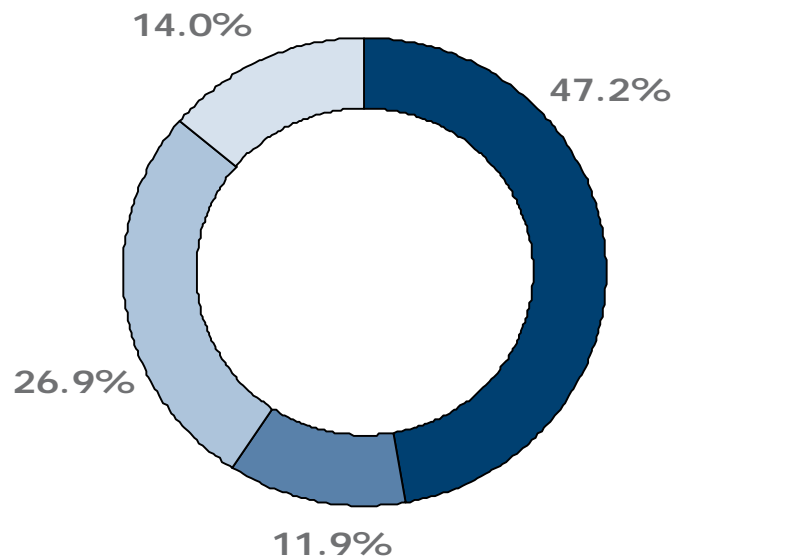


§ aonPur with high speeds and flatrate has USP compared to mobile broadband

*including sDSL and fiber lines

Mobile Broadband Accounts for Large Portion of Incremental Broadband Growth

Broadband Market Shares



- Total Telekom Austria Share*
- Unbundled Lines
- Cable
- Mobile Broadband without mobilkom austria

*47.2% Total Telekom Austria Share includes



- Telekom Austria Fixed Retail
- Telekom Austria Fixed Wholesale
- Mobile Broadband mobilkom austria

§ Total broadband share of Telekom Austria Group at 47.2%

§ Telekom Austria's total broadband market share remained stable

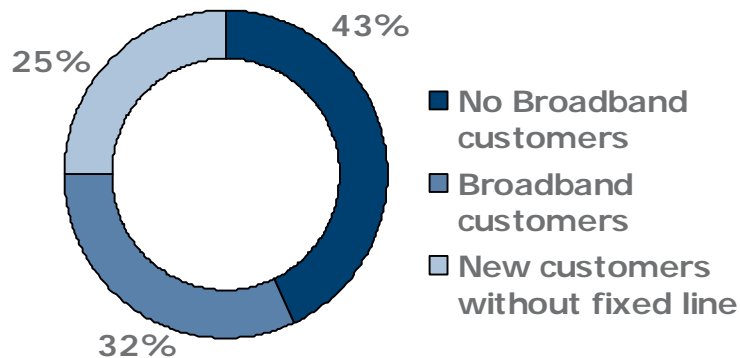
§ Growth of mobile broadband share results in slightly lower fixed broadband retail share

§ Continuing strong mobile broadband growth

Commercial Rollout of aonTV has Started in Time for Christmas Business



aonTV customers are ...



Results for the Third Quarter 2007

- § Nationwide marketing campaign on TV, radio and billboards started in October
- § Up to 82 channels, video on demand and program guide
- § Monthly fee of EUR 4.9 is best offer on Austrian TV market
- § Order intake approximately 2,000 per week
- § Approximately 25% of new customers did not have a fixed line previously
- § Approximately 40% of households covered

New Fixed-Mobile Bundle will be Launched Tomorrow



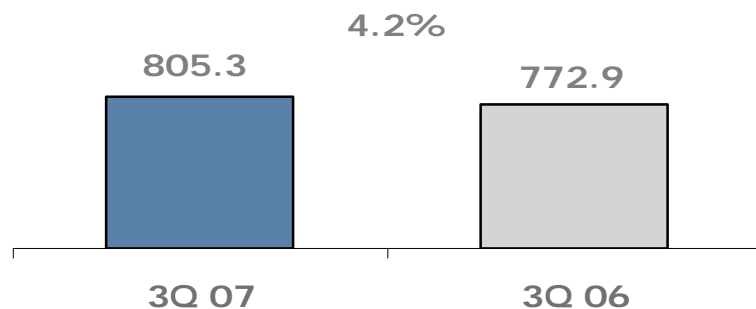
- § “KombiPaket” includes fixed net voice, fixed net broadband and mobile voice
- § Mobile communication for the first time under the brand aonMobil marketed
- § Customer gets one package that covers all communication needs
- § Monthly fee of EUR 19.9 is best offer on Austrian telecommunications market

Mobile Communication

Growth of Subscriber Base by 14.8% and Well Performing International Operations

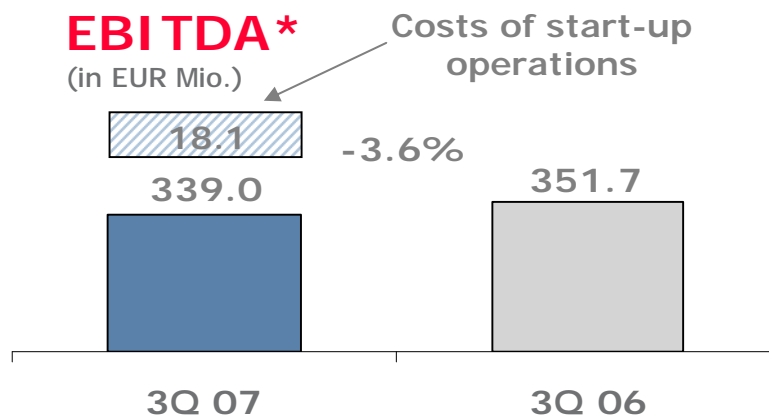
Revenues

(in EUR Mio.)



EBITDA*

(in EUR Mio.)



§ Subscriber growth of 14.8% to 11.2 mn customers even excluding new customers in Serbia & Macedonia

§ Strong performance of international operations lead to revenue growth of 4.2%

§ Costs of approximately EUR 18.1 mn for newly launched operations in Republic of Serbia & Macedonia

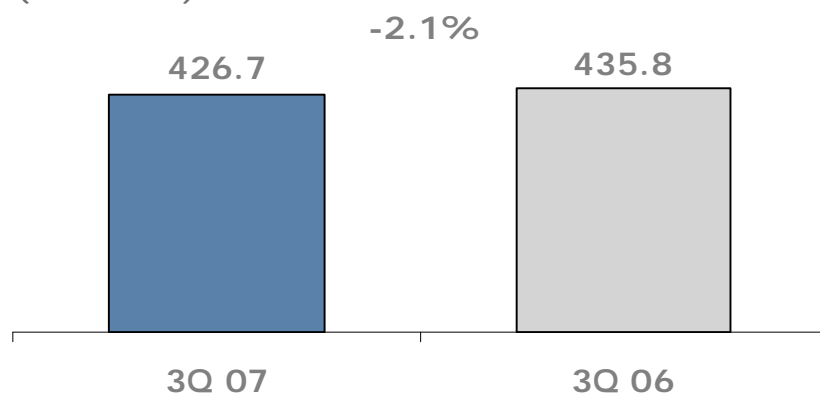
§ Underlying EBITDA growth excluding cost for start-up operations

*For comparative purpose 3Q 06 EBITDA excludes EUR 0.2 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

mobilkom austria Increases Market Share Driven by Mobile Broadband & Contract Subscribers

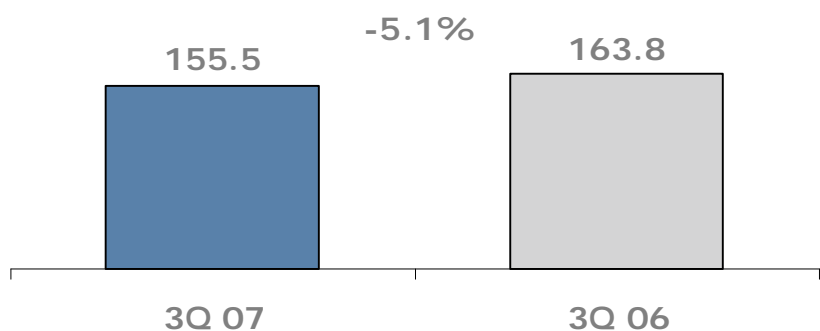
Revenues

(in EUR Mio.)



EBITDA*

(in EUR Mio.)



§ Market share increases from 38.8% to 40.3%

§ Mobile broadband & contract subscribers drive market share increase

§ 250,000 mobile broadband customers as of end of 3Q 07

§ Price pressure and lower termination rates lead to lower EBITDA

*For comparative purpose 3Q 06 EBITDA excludes EUR 0.2 mn of interest expense related to employee benefit obligations.

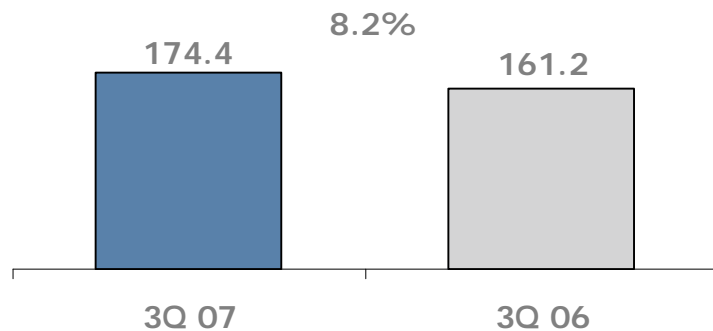
See footnote on slide 6.

Results for the Third Quarter 2007

Mobilitel's Revenues Increase by 8.2% while Profitability Remains High

Revenues

(in EUR Mio.)

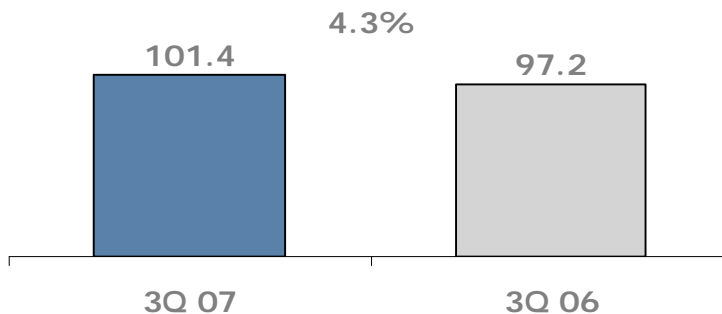


§ Subscriber base grows by 19.3% to 4.8 mn customers

§ Revenues grow by 8.2% driven by strong growth in customer base and higher traffic revenues

EBITDA*

(in EUR Mio.)



§ EBITDA increases by 4.3% to EUR 101.4 mn

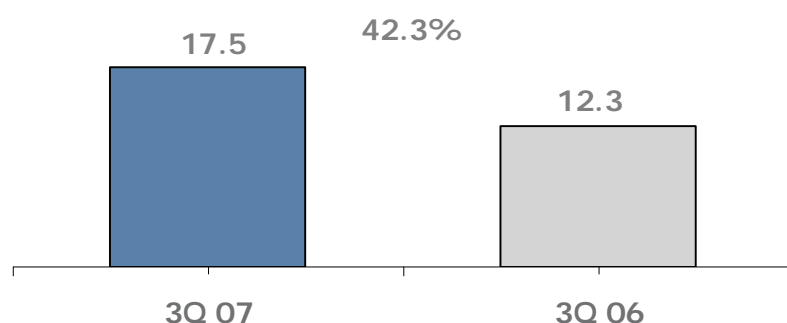
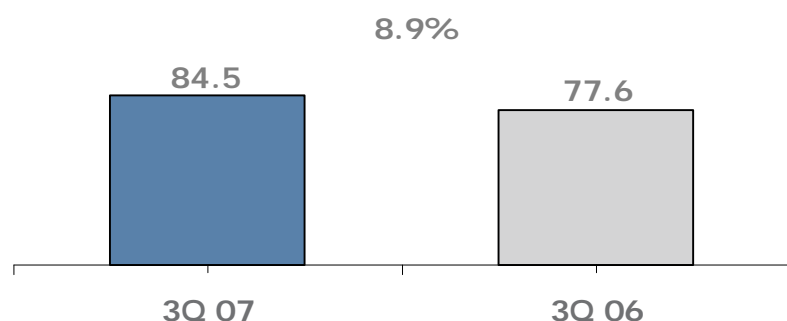
§ EBITDA margin proves resilient at 58.1%

*For comparative purpose 3Q 06 EBITDA excludes EUR 0.2 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Strong Performance and Customer Growth in Croatia and Slovenia

EBITDA*

(in EUR Mio.)



Vipnet in Croatia

§ Subscriber base grows by 15.0%

§ EBITDA increases by 8.9% to EUR 84.5 mn

Si.mobil in Slovenia

§ Subscriber base grows by 18.2%

§ EBITDA increases by 42.3% to EUR 17.5 mn

*For comparative purpose 3Q 06 EBITDA excludes EUR 0.2 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

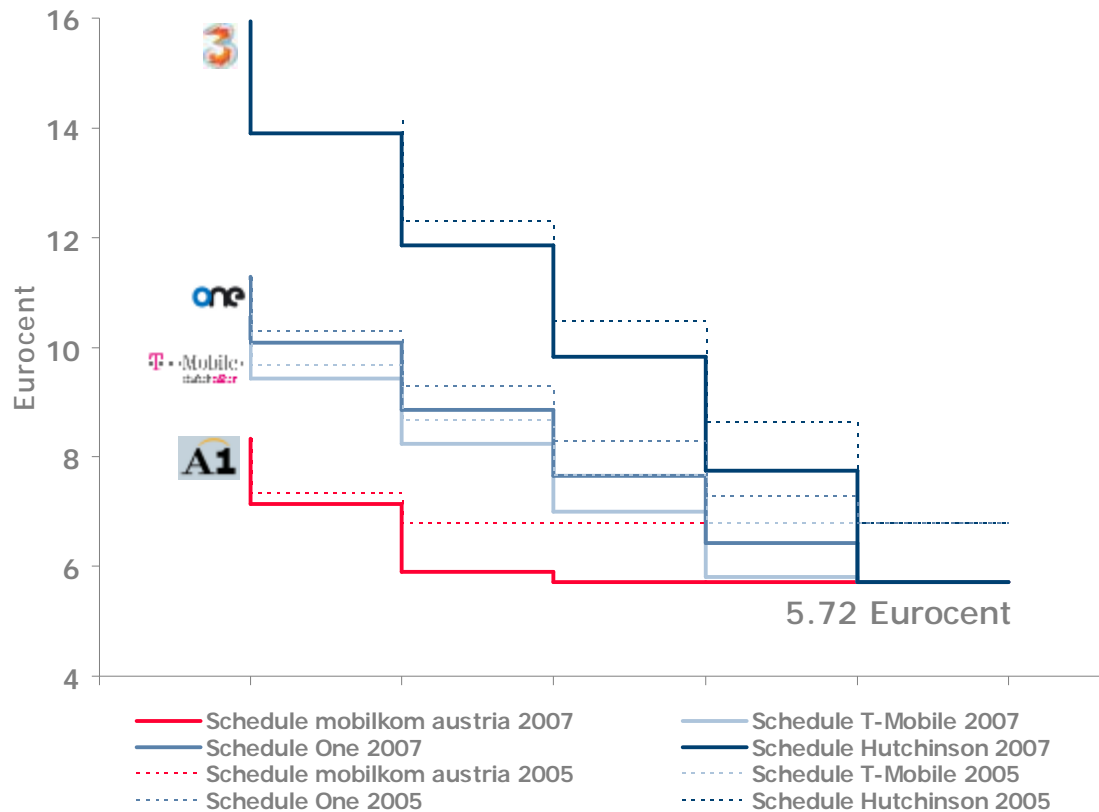
Full Consolidation of Belarusian Mobile Operator MDC will positively impact FY 2007



- § Telekom Austria Group has acquired a 70% stake in MDC
- § MDC is #2 mobile operator in Belarus
- § Closing expected 4Q
- § Full consolidation of MDC starting 4Q supports revenues and EBITDA
- § Integration team has taken up work
- § Allocation of purchase price under way

Recent Reduction of Mobile Termination Rates Establish Symmetry by January 1, 2009

Scheduled Reduction of Termination Rates



- § In mid-October regulator adopted new termination rate schedule
- § Target level lowered to 5.72 eurocent from 6.79 eurocent
- § Symmetry between operators starting Jan. 1, 2009
- § Retroactive reductions as per Jan.1, 07
- § mobilkom austria will reach target level already Jan. 1, 08

Financial Overview

Higher Revenues, but Start-up Costs impact EBITDA

| (EUR million) | 3Q 07 | 3Q 06 | |
|----------------------------|---------|---------|--|
| Revenues | 1,277.1 | 1,232.3 | Higher revenues in the Fixed Net and Mobile Communication |
| EBITDA * | 521.2 | 551.2 | Weaker fixed net business and start-up costs in Serbia and Macedonia |
| Operating income * | 257.8 | 282.9 | |
| Financial Result* | -38.0 | -30.8 | Higher shareholder remuneration and reclassification of interest expense* |
| Income before income taxes | 219.8 | 252.1 | |
| Income tax expense | -46.1 | -38.5 | 3Q 06 includes on time tax benefit of EUR 8.7mn |
| Net income | 173.7 | 213.6 | Lower operating income and higher interest expenses lead to lower net income |

*For comparative purpose 3Q 06 EBITDA excludes EUR 1.3 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Revenues Increase, Start up Costs and Lower Fixed Net Business Result in Lower EBITDA

| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|----------------------------|---------|---------|----------|---------|---------|----------|
| Revenues | 1,277.1 | 1,232.3 | 3.6% | 3,630.9 | 3,560.3 | 2.0% |
| EBITDA* | 521.2 | 551.2 | -5.4% | 1,463.6 | 1,535.6 | -4.7% |
| Operating income* | 257.8 | 282.9 | -8.9% | 668.0 | 699.6 | -4.5% |
| Financial Result* | -38.0 | -30.8 | 23.4% | -97.9 | -88.2 | 11.0% |
| Income before income taxes | 219.8 | 252.1 | -12.8% | 570.1 | 611.4 | -6.8% |
| Income tax expense | -46.1 | -38.5 | 19.7% | -118.6 | -112.9 | 5.0% |
| Net income | 173.7 | 213.6 | -18.7% | 451.5 | 498.5 | -9.4% |

*For comparative purpose 3Q 06 EBITDA excludes EUR 1.3 mn and 1-9M 06 EUR 4.4 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Free Cash Flow Lower due to Higher Change in Working Capital

| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|--|--------------|--------------|--------------|--------------|--------------|-------------|
| Cash Flow from operations before working capital adjustments | 489.3 | 501.4 | -2.4% | 1,341.6 | 1,407.9 | -4.7% |
| Change in working capital | -88.0 | -68.6 | 28.3% | -144.0 | -248.4 | -42.0% |
| Ordinary capital expenditures | -128.7 | -148.5 | -13.3% | -449.7 | -421.4 | 6.7% |
| Free cash flow | 272.6 | 284.3 | -4.1% | 747.9 | 738.1 | 1.3% |

Lower Capex for Existing Operations, Growth Capex Accounts for Capex Increase

| (EUR million) | 3Q 07 | 3Q 06 % change | | 1-9M 07 | 1-9M 06 % change | |
|---------------------------------------|--------------|----------------|---------|---------|------------------|-------|
| Fixed Net | 64.9 | 64.6 | 0.5% | 188.8 | 178.3 | 5.9% |
| Mobile Communication | 63.8 | 83.9 | -23.9% | 260.9 | 243.1 | 7.3% |
| Ordinary capital expenditures | 128.7 | 148.5 | -13.3% | 449.7 | 421.4 | 6.7% |
| Growth projects & acquisitions | 29.4 | 0.0 | n.a. | 194.2 | 0.0 | n.a. |
| Capex, growth projects & acquisitions | 158.1 | 148.5 | 6.5% | 643.9 | 421.4 | 52.8% |
| Others* | 4.0 | -2.7 | -248.1% | -14.0 | -9.5 | 48.1% |
| Cash used in investing activities | 162.1 | 145.8 | 11.2% | 629.9 | 411.9 | 52.9% |

* Includes deferred consideration paid, cash acquired & other investing activities, net

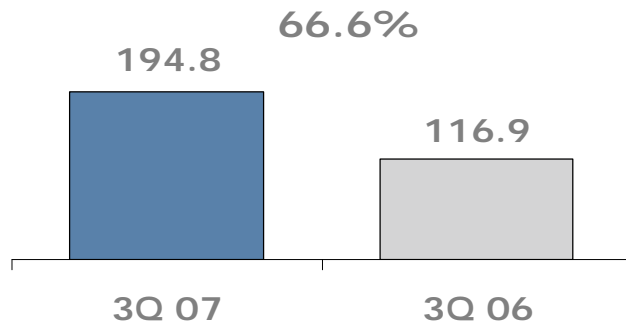
Asset Base Remains Stable Compared to Year End 2006

| (EUR million) | Sept. 30, 07 | Dec. 31, 06 | % change |
|---|----------------|----------------|-------------|
| Current Assets | 1,366.9 | 1,160.2 | 17.8% |
| Long-term Assets | 6,192.4 | 6,399.5 | -3.2% |
| Total assets | 7,559.3 | 7,559.7 | 0.0% |
| Current liabilities | 1,763.1 | 1,657.3 | 6.4% |
| Long-term liabilities | 3,230.2 | 3,078.9 | 4.9% |
| Stockholders' equity | 2,566.0 | 2,823.5 | -9.1% |
| Liabilities and stockholders' equity | 7,559.3 | 7,559.7 | 0.0% |

Sharebuyback Reaches All-Time High with EUR 195 mn Returned to Shareholders

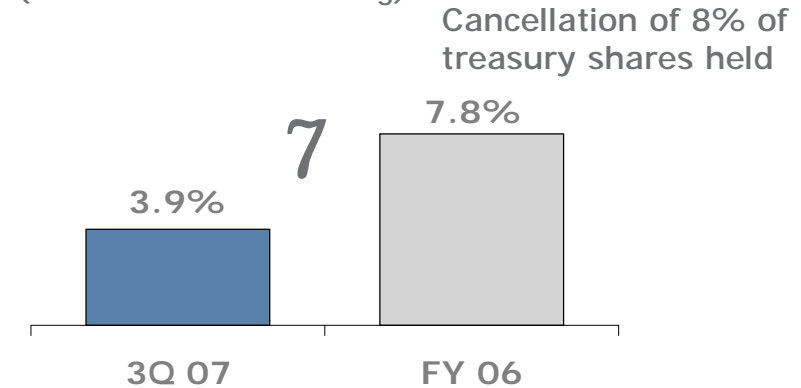
Share Buyback

(in EUR Mio.)



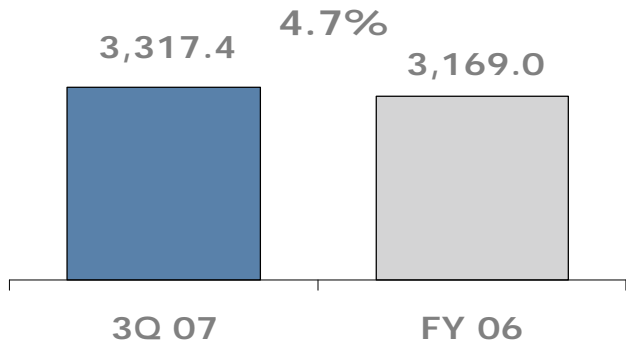
Treasury Shares Held

(in % of shares outstanding)



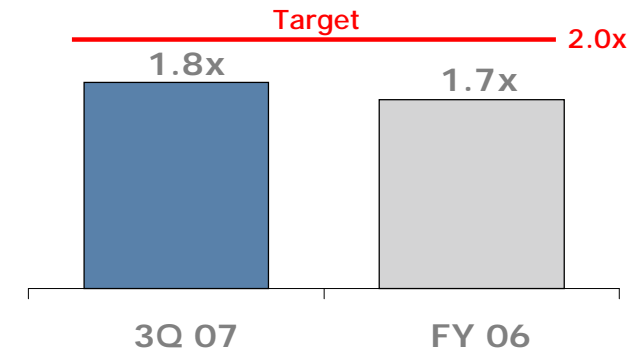
Net Debt

(in EUR Mio.)



Net Debt/EBITDA

(last 12 months)



Outlook

Telekom Austria Group Adapts its Outlook for Full Year 2007

Group

- § Full consolidation of MDC in 4Q 2007 positively impacts revenues and EBITDA of Telekom Austria Group and compensates higher fixed line loss and the recent retroactive reduction of termination rates
- § Revenue growth of approximately 3% for FY 2007
- § EBITDA decline of approximately 3% for FY 2007
- § Net income decline of about 8% compared to FY 2006 (adjusted by one-off tax effect) following higher shareholder remunerations and acquisition of MDC

Fixed Net

- § Slight increase of revenues driven by consolidation of eTel
- § EBITDA decline compared to FY 2006

Mobile Communication

- § Stronger than expected growth driven by international operations and full consolidation of MDC
- § Slight decline of EBITDA compared to 2006 due to start up costs and recent retroactive reduction of termination rates

Appendix

Regulatory Issues – Key Aspects (1)

- § **Analysis of wholesale market for mobile termination:** mobilkom austria was found to have significant market power and following remedies were applied: non-discriminatory obligation, standard offer for mobile termination and cost orientated termination rates based on LRAIC.
- § **Decision of the administrative court:** After a court revoked both the SMP and the mobile termination rates decision the Austrian regulatory authority published the findings of its current market in July 2007 analysis taking into account the court's opinion without reaching different conclusions as in the first market analysis.
- § **Mobile termination rates:** On the 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:** In October 2007 Tele2 Austria was acquired by Telekom Austria Group. The merger control approval is pending and the transaction is currently expected to close in 4Q 2007.
- § **National Roaming with Hutchison:** H3G extended the national roaming contract with mobilkom austria on the conditions as agreed in the original contract. Renegotiations will start in 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. The result of the market analysis process is not expected before 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 are expected to be published in November. Current draft proposals also include a provision to apply functional separation of networks under certain terms as a means to remedy market failure.

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 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 (Eurotariff). Eurotariff for active calls: 49 Eurocents in the first year, 46 Eurocents in the second and 43 Eurocents in the third year. Eurotariff for incoming calls: 24 Eurocents in the first year, 22 in the second and 19 in the third year.

Operators have to inform their customers of the availability of the Eurotariff within one Month after entry into force of the regulation; Customers have two months to decide if they want to use 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) will be switched to the Eurotariff automatically.

Exempted are a) customers who made a choice of a certain roaming tariff, or b) customers who chose a non-standard roaming tariff before entry into force of the regulation

The regulation will expire on June 30, 2010.

Recent Reduction of Mobile Termination Rates Establish Symmetry by January 1, 2009

Termination charges according to new schedule

| (in cents) | Jan. 1, 2007 | Jul. 1, 2007 | Jan. 1, 2008 | Jul. 1, 2008 | Jan. 1, 2009 |
|------------------|--------------|--------------|--------------|--------------|--------------|
| mobilkom austria | 7.13 | 5.91 | 5.72 | 5.72 | 5.72 |
| T-Mobile | 9.45 | 8.23 | 7.02 | 5.8 | 5.72 |
| One | 10.07 | 8.85 | 7.64 | 6.42 | 5.72 |
| Hutchison | 13.9 | 11.86 | 9.81 | 7.76 | 5.72 |

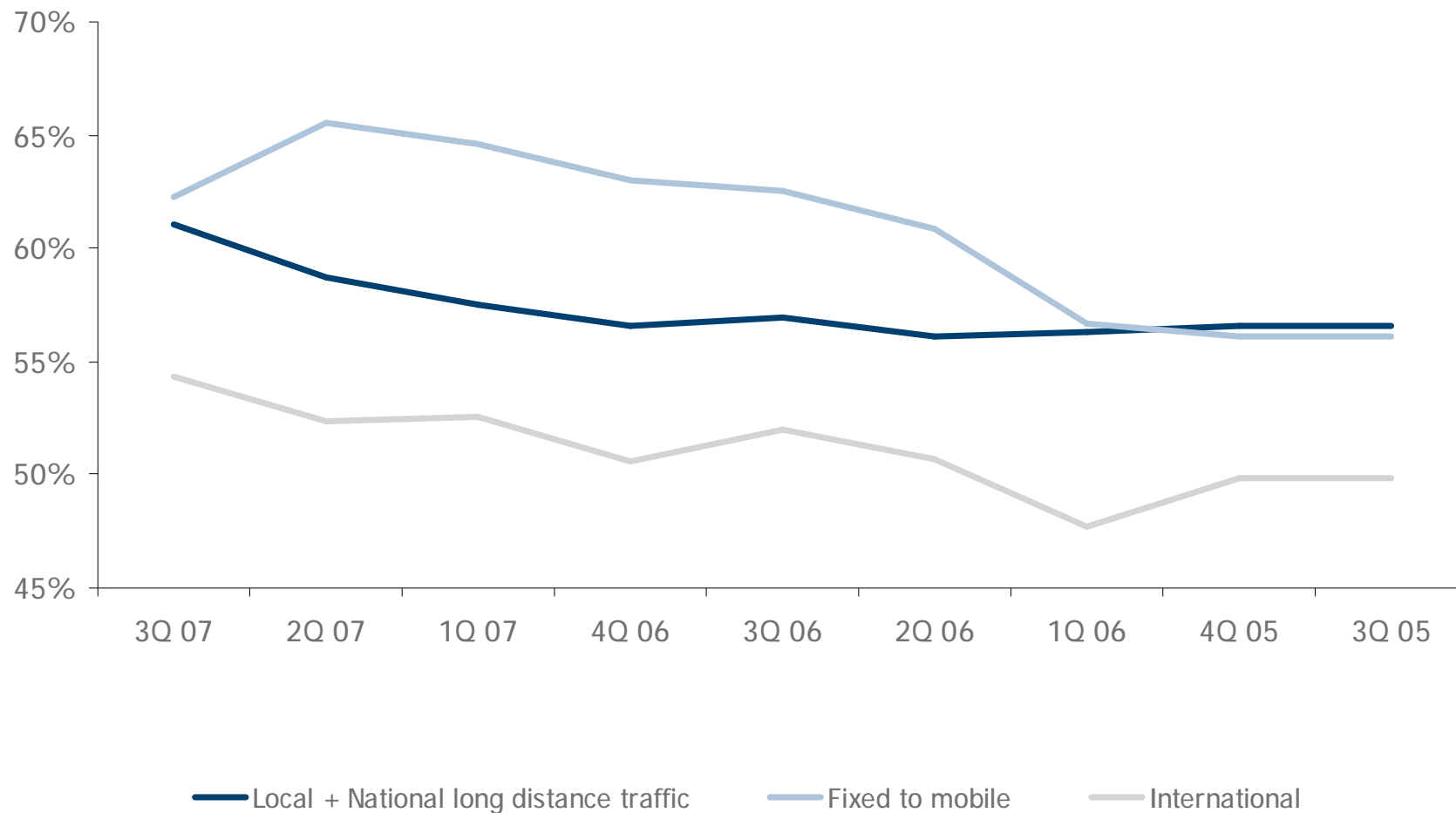
Termination charges according to previous schedule

| (in cents) | Jan. 1, 2007 | Jul. 1, 2007 | Jan. 1, 2008 | Jul. 1, 2008 | Jan. 1, 2009 |
|------------------|--------------|--------------|--------------|--------------|--------------|
| mobilkom austria | 7.34 | 6.79 | 6.79 | 6.79 | 6.79 |
| T-Mobile | 9.66 | 8.66 | 7.66 | 6.79 | 6.79 |
| One | 10.28 | 9.28 | 8.28 | 7.28 | 6.79 |
| Hutchison | 14.12 | 12.29 | 10.46 | 8.62 | 6.79 |

Fixed Net - Access Lines

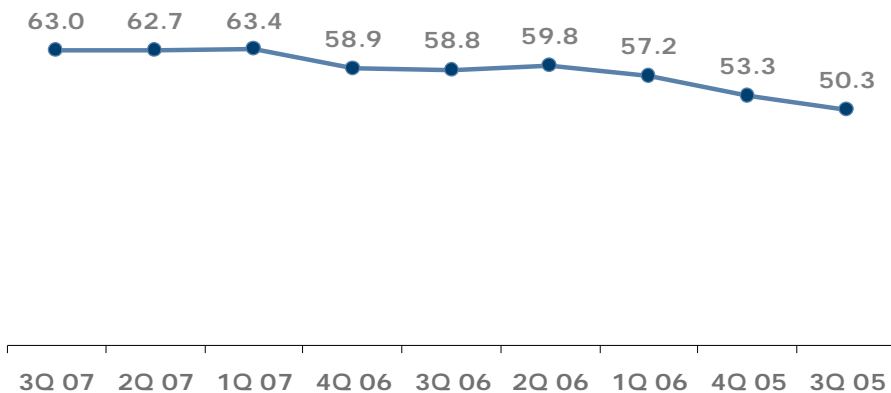
| (in 000) | 3Q 07 | 3Q 06 | % change |
|---|----------------|----------------|--------------|
| PSTN access lines | 2,071.4 | 2,289.8 | -9.5% |
| Basic ISDN access lines | 369.3 | 398.0 | -7.2% |
| Multi ISDN access lines | 6.8 | 7.2 | -6.8% |
| Naked broadband lines | 34.5 | 12.8 | 169.5% |
| Total access lines in service | 2,482.0 | 2,707.9 | -8.3% |
| of these xDSL access lines | 722.1 | 670.0 | 7.8% |
| thereof xDSL wholesale lines | 95.4 | 121.0 | -21.2% |
| (in 000) | 3Q 07 | 3Q 06 | % change |
| Total access channels in service | 3,047.2 | 3,303.0 | -7.7% |
| (in 000) | 3Q 07 | 3Q 06 | % change |
| xDSL net adds | -1.6 | 32.4 | -104.8% |
| Unbundled lines | 272.8 | 178.8 | 52.6% |

Fixed Net – Voice Traffic

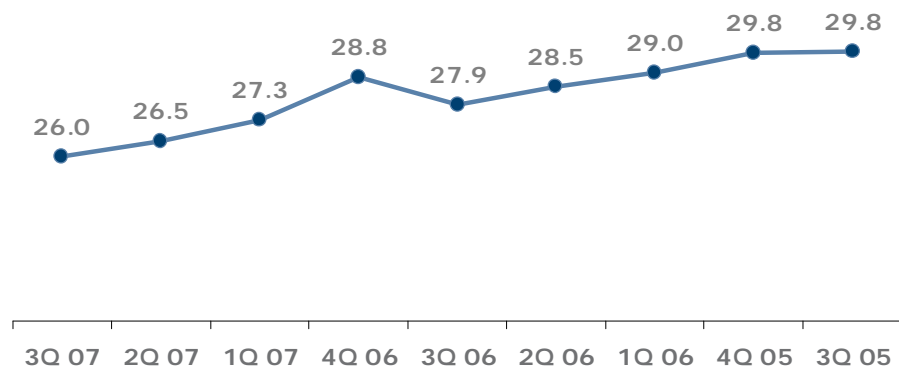


xDSL – Revenues and Residential ARPU*

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



xDSL Residential ARPU
(in EUR)








*excl. eTel

Results for the Third Quarter 2007

Fixed Net - Minutes and Average Tariffs

| (in million minutes) | 3Q 07 | 3Q 06 | % change |
|--------------------------------|--------------|--------------|---------------|
| National | 789 | 818 | -3.5% |
| Fixed-to-mobile | 180 | 195 | -7.6% |
| International | 96 | 101 | -5.6% |
| Total voice minutes | 1,065 | 1,114 | -4.4% |
| Internet dial-up | 167 | 310 | -46.0% |
| Total Fixed Net minutes | 1,232 | 1,424 | -13.5% |
| (Average tariffs in EUR) | 3Q 07 | 3Q 06 | % change |
| National | 0.042 | 0.042 | 0.2% |
| Fixed-to-mobile | 0.167 | 0.168 | -0.9% |
| International | 0.179 | 0.181 | -1.3% |
| Total voice average | 0.079 | 0.077 | 1.7% |
| (in million minutes) | 3Q 07 | 3Q 06 | % change |
| National wholesale | 1,855 | 2,144 | -13.5% |
| International wholesale | 902 | 823 | 9.6% |
| Total wholesale minutes | 2,757 | 2,967 | -7.1% |

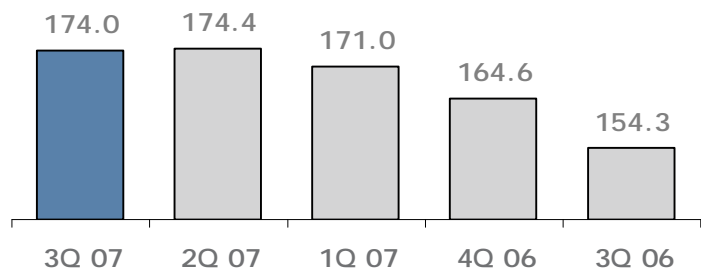
Mobile Subscribers*

| | (in 000) | 3Q 07 | 3Q 06 | % change |
|---|-----------------------------------|-----------------|----------------|--------------|
|  | Contract | 2,536.5 | 2,093.7 | 21.1% |
| | Prepaid | 1,317.2 | 1,435.7 | -8.3% |
| | Total Austria | 3,853.7 | 3,529.4 | 9.2% |
| | Market share | 40.3% | 38.8% | |
|  | Contract | 1,894.5 | 1,446.8 | 30.9% |
| | Prepaid | 2,919.2 | 2,589.5 | 12.7% |
| | Total Bulgaria | 4,813.7 | 4,036.3 | 19.3% |
| | Market share | 50.3% | 54.0% | |
|  | Contract | 418.7 | 292.0 | 43.4% |
| | Prepaid | 1,658.2 | 1,513.6 | 9.6% |
| | Total Croatia | 2,077.0 | 1,805.6 | 15.0% |
| | Market share | 43.2% | 43.2% | |
|  | Contract | 293.6 | 224.1 | 31.0% |
| | Prepaid | 186.2 | 181.8 | 2.4% |
| | Total Slovenia | 479.9 | 405.9 | 18.2% |
| | Market share | 26.7% | 24.4% | |
|  | Total Liechtenstein | 5.2 | 4.7 | 10.6% |
| | Market share | 18.0% | 16.4% | |
| | Total Mobile Communication | 11,229.5 | 9,781.9 | 14.8% |

*Excluding subscriber of recently launched operations in Republic of Serbia and Republic of Macedonia

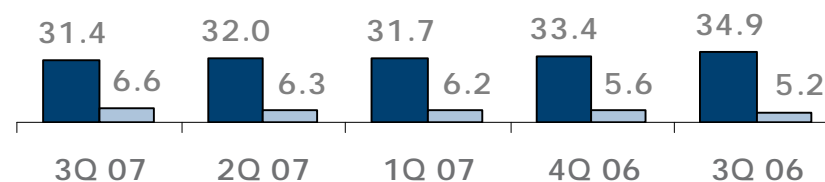
Operational Data – mobilkom austria

MoU per Subscriber



ARPU & Data ARPU

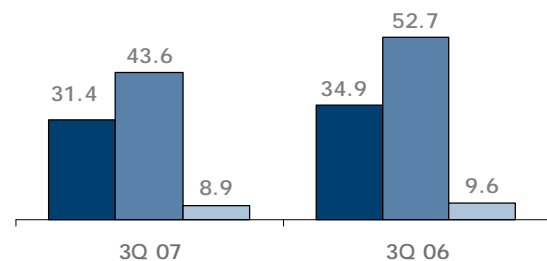
(in EUR)



■ Blended ARPU ■ Data ARPU

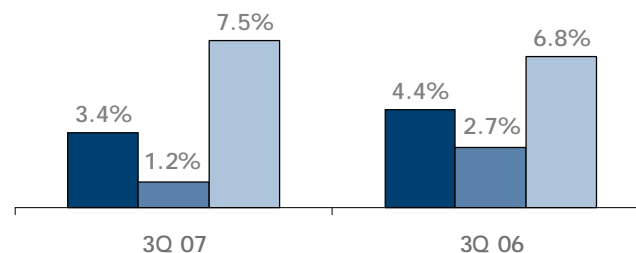
ARPU

(in EUR)



■ Blended ■ Contract ■ Prepaid

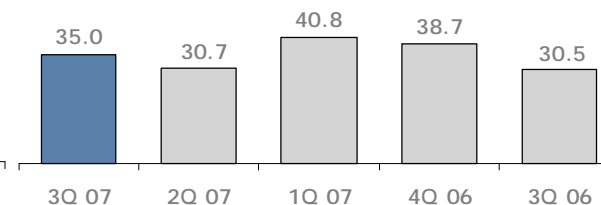
Quarterly Churn



■ Blended ■ Contract ■ Prepaid

SRC & SAC*

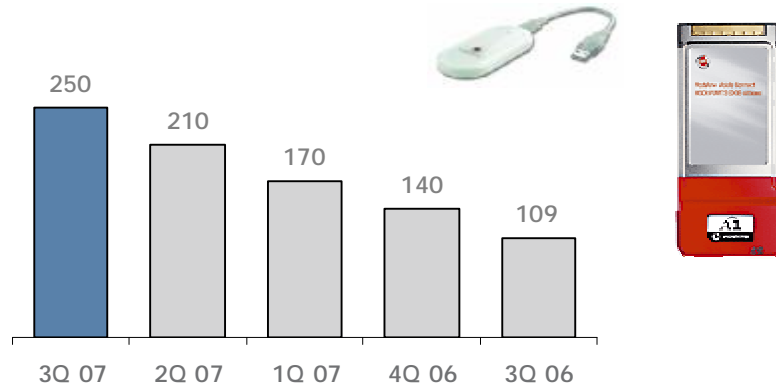
(in EUR Mio.)



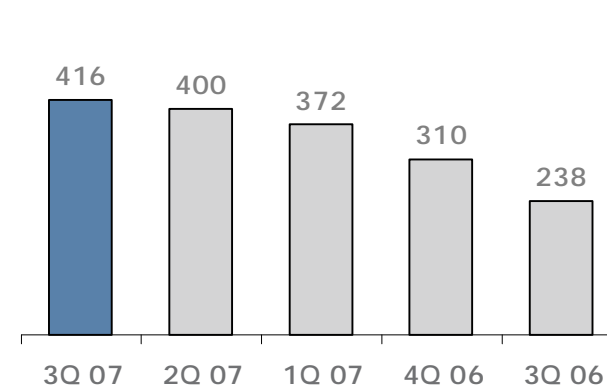
* Subscriber retention cost & subscriber acquisition cost

mobilkom austria - Mobile Data

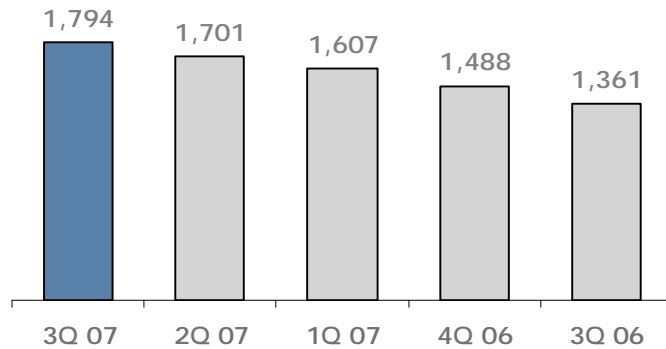
Number of mobile broadband customers



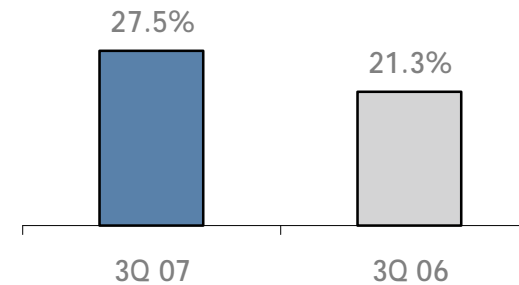
Number of SMS (in Mio.)



MMS Users (in 000)



Data in % of Revenues*



* Traffic related revenues

Headcount* Development

| <u>(average period)</u> | <u>3Q 07</u> | <u>3Q 06</u> | <u>change</u> |
|------------------------------|---------------|---------------|---------------|
| Fixed Net | 9,737 | 9,497 | 240 |
| Mobile Communciation | 6,444 | 5,954 | 490 |
| Telekom Austria Group | 16,182 | 15,451 | 731 |
| <u>(end of period)</u> | <u>3Q 07</u> | <u>3Q 06</u> | <u>change</u> |
| Fixed Net | 9,732 | 9,499 | 233 |
| Mobile Communciation | 6,495 | 5,968 | 527 |
| Telekom Austria Group | 16,227 | 15,467 | 760 |

* Full-time-equivalents

Fixed Net - Revenue Breakdown

| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|---|--------------|--------------|-------------|----------------|----------------|-------------|
| Switched voice base traffic | 88.9 | 86.6 | 2.7% | 261.2 | 275.9 | -5.3% |
| Switched voice monthly & other voice revenues | 116.9 | 128.8 | -9.2% | 359.1 | 390.6 | -8.1% |
| Payphones & VAS | 11.6 | 11.8 | -1.7% | 34.3 | 33.8 | 1.5% |
| Wholesale data & IT-solutions | 110.5 | 102.7 | 7.6% | 321.1 | 309.4 | 3.8% |
| Internet access & media | 74.0 | 66.0 | 12.1% | 215.2 | 198.4 | 8.5% |
| Wholesale voice & Internet | 107.3 | 103.9 | 3.3% | 308.5 | 290.3 | 6.3% |
| Other | 32.2 | 30.0 | 7.3% | 86.2 | 85.6 | 0.7% |
| Total Fixed Net revenues | 541.4 | 529.8 | 2.2% | 1,585.6 | 1,584.0 | 0.1% |

Mobile Communication - Revenue Breakdown

| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|--|--------------|--------------|-------------|----------------|----------------|-------------|
| Traffic revenues | 376.7 | 382.9 | -1.6% | 1,074.6 | 1,083.0 | -0.8% |
| Monthly rental | 154.2 | 121.0 | 27.4% | 437.2 | 357.6 | 22.3% |
| Equipment | 69.8 | 61.0 | 14.4% | 193.1 | 173.1 | 11.6% |
| Roaming | 86.2 | 87.9 | -1.9% | 200.5 | 213.0 | -5.9% |
| Interconnection | 109.8 | 114.1 | -3.8% | 325.1 | 333.2 | -2.4% |
| Other | 13.3 | 11.6 | 14.7% | 41.3 | 33.8 | 22.2% |
| Discounts | -4.7 | -5.6 | -16.1% | -32.9 | -21.7 | 51.6% |
| Total Mobile Communication revenues | 805.3 | 772.9 | 4.2% | 2,238.9 | 2,172.0 | 3.1% |

Revenues by Segment

| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|---------------------------------------|----------------|----------------|-------------|----------------|----------------|-------------|
| Fixed Net revenues | 541.4 | 529.8 | 2.2% | 1,585.6 | 1,584.0 | 0.1% |
| Mobile Communication revenues | 805.3 | 772.9 | 4.2% | 2,238.9 | 2,172.0 | 3.1% |
| Corporate, Other & Eliminations | -69.6 | -70.4 | -1.1% | -193.6 | -195.7 | -1.1% |
| Revenues Telekom Austria Group | 1,277.1 | 1,232.3 | 3.6% | 3,630.9 | 3,560.3 | 2.0% |

EBITDA and Operating Income by Segment

| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|--------------------------------------|--------------|--------------|--------------|----------------|----------------|--------------|
| Fixed Net EBITDA | 186.8 | 204.4 | -8.6% | 568.8 | 617.1 | -7.8% |
| Mobile Communication EBITDA | 339.0 | 351.7 | -3.6% | 919.6 | 931.5 | -1.3% |
| Corporate, Other & Eliminations | -4.6 | -4.9 | -6.1% | -24.8 | -13.0 | 90.8% |
| EBITDA Telekom Austria Group* | 521.2 | 551.2 | -5.4% | 1,463.6 | 1,535.6 | -4.7% |

| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|--|--------------|--------------|--------------|--------------|--------------|--------------|
| Fixed Net operating income | 57.3 | 57.6 | -0.5% | 157.6 | 147.3 | 7.0% |
| Mobile Communication operating income | 205.0 | 230.0 | -10.9% | 534.9 | 565.0 | -5.3% |
| Corporate, Other & Eliminations | -4.5 | -4.7 | -4.3% | -24.5 | -12.7 | 92.9% |
| Operating income Telekom Austria Group* | 257.8 | 282.9 | -8.9% | 668.0 | 699.6 | -4.5% |

* For comparative purpose 3Q 06 EBITDA excludes EUR 1.3 mn and 1-9M 06 EUR 4.4 mn of interest expense related to employee benefit obligations. See footnote on slide 6.

Capital Expenditure by Segment

| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|--|--------------|--------------|-------------|--------------|--------------|--------------|
| Fixed Net tangible | 57.6 | 59.7 | -3.5% | 166.1 | 161.8 | 2.7% |
| Mobile Communication tangible | 67.4 | 55.9 | 20.6% | 250.8 | 190.2 | 31.9% |
| Tangible (total) | 125.0 | 115.6 | 8.1% | 416.9 | 352.0 | 18.4% |
| Fixed Net intangible | 7.3 | 4.9 | 49.0% | 22.7 | 16.5 | 37.6% |
| Mobile Communciation intangible | 25.8 | 28.0 | -7.9% | 95.2 | 52.9 | 80.0% |
| Intangible (total) | 33.1 | 32.9 | 0.6% | 117.9 | 69.4 | 69.9% |
| Total Capex Telekom Austria Group | 158.1 | 148.5 | 6.5% | 534.8 | 421.4 | 26.9% |

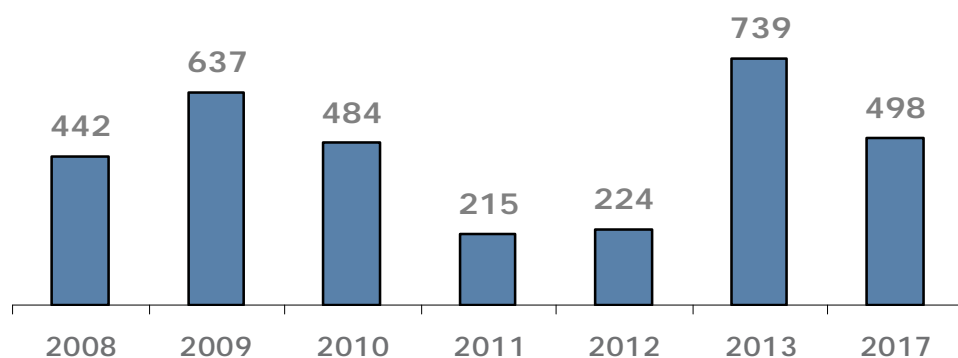
| (EUR million) | 3Q 07 | 3Q 06 | % change | 1-9M 07 | 1-9M 06 | % change |
|--------------------------------------|-------|-------|----------|---------|---------|----------|
| Mobile Communication tangible | | | | | | |
| mobilkom austria | 17.8 | 21.3 | -16.4% | 88.2 | 81.4 | 8.4% |
| Mobiltel | 15.5 | 21.6 | -28.2% | 50.7 | 65.4 | -22.5% |
| Vipnet | 17.7 | 11.8 | 50.0% | 42.1 | 36.7 | 14.7% |
| Si.mobil | 3.0 | 1.3 | 293.3% | 13.5 | 6.5 | 171.9% |
| Others | 13.4 | 0.0 | n.a. | 55.6 | 0.1 | n.a. |

Net Debt - Telekom Austria Group

| (EUR million) | Sep 30, 2007 | Dec 31, 2006 | % change |
|---|----------------|----------------|-------------|
| Long-term debt | 2,887.2 | 2,750.1 | 5.0% |
| Short-term debt | 718.5 | 562.1 | 27.8% |
| - Short-term portion of capital and cross border lease obligations | -10.3 | -9.4 | 9.6% |
| + Capital lease obligations | 1.1 | 0.1 | n.a. |
| Cash and cash equivalents, short-term and long term investments, financing with related parties | -300.3 | -148.3 | 102.5% |
| Derivate financial instruments for hedging purposes | 21.2 | 14.4 | 47.2% |
| Net Debt of Telekom Austria Group | 3,317.4 | 3,169.0 | 4.7% |
| Shareholders' equity | 2,566.0 | 2,823.5 | -9.1% |
| Net Debt/ EBITDA (last 12 months) | 1.8x | 1.7x | 5.9% |

Debt Maturity Profile

(in EUR Mio.)



Ratings:

§ S&P: BBB+ (*stable outlook*)

§ Moody's: A3 (*stable outlook*)

Ratio:

§ Net Debt / EBITDA (last 12 months): 1.8x

Listed Bonds:

§ EUR 750 million 2003 – 2013

§ EUR 500 million 2005 – 2010

§ EUR 500 million 2005 – 2017