

**Broadband/
Fixed Network:
Development of
operations**

	Third quarter of 2007					First three quarters of 2007			
	Q1 2007 millions of €	Q2 2007 millions of €	Q3 2007 ^e millions of €	Q3 2006 ^d millions of €	Change %	Q1 – Q3 2007 ^e millions of €	Q1 – Q3 2006 ^d millions of €	Change %	FY 2006 millions of €
Total revenue	5,832	5,655	5,626	6,167	(8.8)	17,113	18,398	(7.0)	24,515
Domestic	5,146	4,948	5,002	5,493	(8.9)	15,096	16,402	(8.0)	21,835
of which: network communications	2,631	2,556	2,561	2,801	(8.6)	7,748	8,524	(9.1)	11,240
of which: wholesale services	1,156	1,085	1,124	1,077	4.4	3,365	3,194	5.4	4,302
of which: IP/Internet	632	590	602	835	(27.9)	1,824	2,289	(20.3)	3,000
of which: other fixed-network services	627	619	626	689	(9.1)	1,872	2,086	(10.3)	2,837
International	698	722	632	674	(6.2)	2,052	1,996	2.8	2,680
EBIT (profit from operations)	976	929	947	1,143	(17.1)	2,852	3,681	(22.5)	3,356
EBIT margin (%)	16.7	16.4	16.8	18.5		16.7	20.0		13.7
Depreciation, amortization and impairment losses	(908)	(926)	(914)	(923)	1.0	(2,748)	(2,851)	3.6	(3,839)
EBITDA ^a	1,884	1,855	1,861	2,066	(9.9)	5,600	6,532	(14.3)	7,195
Special factors affecting EBITDA ^a	14	(50)	(107)	(167)	35.9	(143)	(219)	34.7	(1,553)
Adjusted EBITDA ^a	1,870	1,905	1,968	2,233	(11.9)	5,743	6,751	(14.9)	8,748
Domestic	1,658	1,656	1,682	2,035	(17.3)	4,996	6,115	(18.3)	7,903
International	214	249	284	198	43.4	747	636	17.5	845
Adjusted EBITDA margin ^a (%)	32.1	33.7	35.0	36.2		33.6	36.7		35.7
Domestic (%)	32.2	33.5	33.6	37.0		33.1	37.3		36.2
International (%)	30.7	34.5	44.9	29.4		36.4	31.9		31.5
Cash capex ^b	(722)	(534)	(629)	(806)	22.0	(1,885)	(2,297)	17.9	(3,250)
Number of employees ^c	100,590	99,185	96,678	107,159	(9.8)	98,818	107,915	(8.4)	107,006
Domestic	81,409	80,411	79,334	86,368	(8.1)	80,385	86,938	(7.5)	86,315
International	19,181	18,774	17,344	20,791	(16.6)	18,433	20,977	(12.1)	20,691

Since January 1, 2007, reporting of Magyar Telekom has included a further breakdown of results into the business areas Business Customers and Group Headquarters & Shared Services. In previous periods these results were reported under Broadband/Fixed Network. Prior-year figures have been adjusted accordingly.

Following the merger of T-Online International AG into Deutsche Telekom AG, T-Online no longer reports as a separate unit but is managed as a product house. For reporting purposes, Broadband/Fixed Network is broken down into its domestic and international segments. The Scout24 group is reported in the domestic segment as the parent company has its registered office in Germany.

^a Deutsche Telekom defines EBITDA as profit/loss from operations excluding depreciation, amortization and impairment losses. For a detailed explanation of the special factors affecting EBITDA, adjusted EBITDA, and the adjusted EBITDA margin, please refer to "Reconciliation of pro forma figures," page 72 et seq.

^b Investments in property, plant and equipment, and intangible assets (excluding goodwill) as shown in the cash flow statement.

^c Average number of employees.

^d Changed customer retention periods in the network communications, wholesale, and IP/Internet revenue clusters had a positive effect of EUR 0.2 billion on revenue in the third quarter of 2006.

^e Deconsolidation of T-Online France at the end of June 2007 and T-Online Spain at the end of July 2007.