

Zagreb, 19 September 2008

## T-Hrvatski Telekom

### **T-HT finds legal action by City of Zagreb without merit**

T-Hrvatski Telekom, Croatia's leading telecommunications provider, announces that a legal action has been filed against the Company by the City of Zagreb, claiming ownership of the distribution telecommunications infrastructure (DTI) in the area of the City of Zagreb and seeking compensation of HRK 120 million (€16.9 million) plus statutory interest.

T-Hrvatski Telekom will defend itself vigorously against all claims against it and believes that this action is without merit, since T-HT and not the City of Zagreb built most of the DTI in the area of the City of Zagreb.

In addition, the action of the City of Zagreb has even less merit after the new Law on Electronic Communications, which entered into force in July 2008, resolved the matter of use of the DTI and its lease to third parties.

The Law introduced the new legal institute called Right of Way, which provides that the operator who built the DTI has the right to use and rent that DTI to third parties.

Under the Law, the owner of the land is obliged to refrain from any action that could interfere with those rights of the operator. Therefore, T-HT as the operator that built the vast majority of DTI in the City of Zagreb has usage and other rights over that DTI. The City of Zagreb, as owner of the land, is entitled only to receive compensation for the use of the land and not for use of the DTI itself. The amount of that compensation shall be, pursuant to the Law, prescribed by the national regulatory authority.

T-HT therefore rejects this legal action as being without merit.

### **Contact details**

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Supervisory Board M. Guenther – president  
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Commercial register The Commercial Court Zagreb, MBS: 080266256;  
foundation capital: 8.188.853.500,00 kunas; total number of shares issued: 81.888.535;  
nominal share value: 100,00 kunas



## **About T-Hrvatski Telekom**

T-Hrvatski Telekom (T-HT) is the leading provider of telecommunication services in Croatia, serving more than 1.5 million fixed lines, 2.5 million mobile subscribers and more than 403,000 broadband connections through its two divisions: T-Com and T-Mobile.

Deutsche Telekom AG owns 51% of T-HT's shares, with the Government of the Republic of Croatia owning 5.2%. Since its initial public offering in October 2007, T-HT shares have traded on the Zagreb Stock Exchange, with global depositary receipts trading on the London Stock Exchange.