

Buyback Program of Telekom Austria AG

Disclosure Pursuant to Para 4(2) and Para 5 of the Disclosure Regulation 2002

By resolution of the Annual General Meeting on June 4, 2003, the Management Board of Telekom Austria AG was authorized to acquire up to 50 million of its own shares at no par value, i.e. 10% of the share capital of the company, at a minimum price of € 9 (nine Euro) and a maximum price of € 15 (fifteen Euro).

The authorization by the Annual General Meeting also extends to the withdrawal and use of the repurchased shares to serve stock options to be granted to employees, directors and members of the Management Board of the company or of an affiliated company.

On March 24, 2004 the Management Board of Telekom Austria AG decided to exercise this right.

Details on the Share Buyback Program

1. The day of authorization of the resolution by the Annual General Meeting according to Para 65 Sec. 1 Z 8 AktG (Stock Corporation Act) is June 4, 2003.
2. The resolution by the Annual General Meeting was announced via the APA on June 4, 2003.
3. The Buyback Program begins on March 29, 2004 and is expected to end on December 3, 2004.
4. The Buyback Program concerns ordinary shares of Telekom Austria AG.
5. The intention is to buy back up to 30 million no-par shares, i.e. up to 6 % of the current common stock of Telekom Austria AG.
6. The minimum price to be paid in the buyback is € 9 (nine Euro) and the maximum price to be paid in the buyback is € 15 (fifteen Euro) per share.

7. The buyback takes place via the stock market. The main purpose is the return of capital to the shareholders while simultaneously improving the capital structure. The authorization by the Annual General Meeting also extends to the withdrawal and use of the repurchased shares to serve stock options to be granted to employees, directors and members of the Management Board of the company or of an affiliated company.

Telekom Austria AG intends to fulfill disclosure obligations according to Para 6 and 7 of the Disclosure Regulation 2002 by disclosing details on the Internet website of Telekom Austria AG (www.telekom.at), which is publicly accessible.

Telekom Austria AG
The Management Board

Vienna, June 24, 2004