H1 2005 Conference call.

Deutsche Telekom.

August 11, 2005.

Disclaimer.

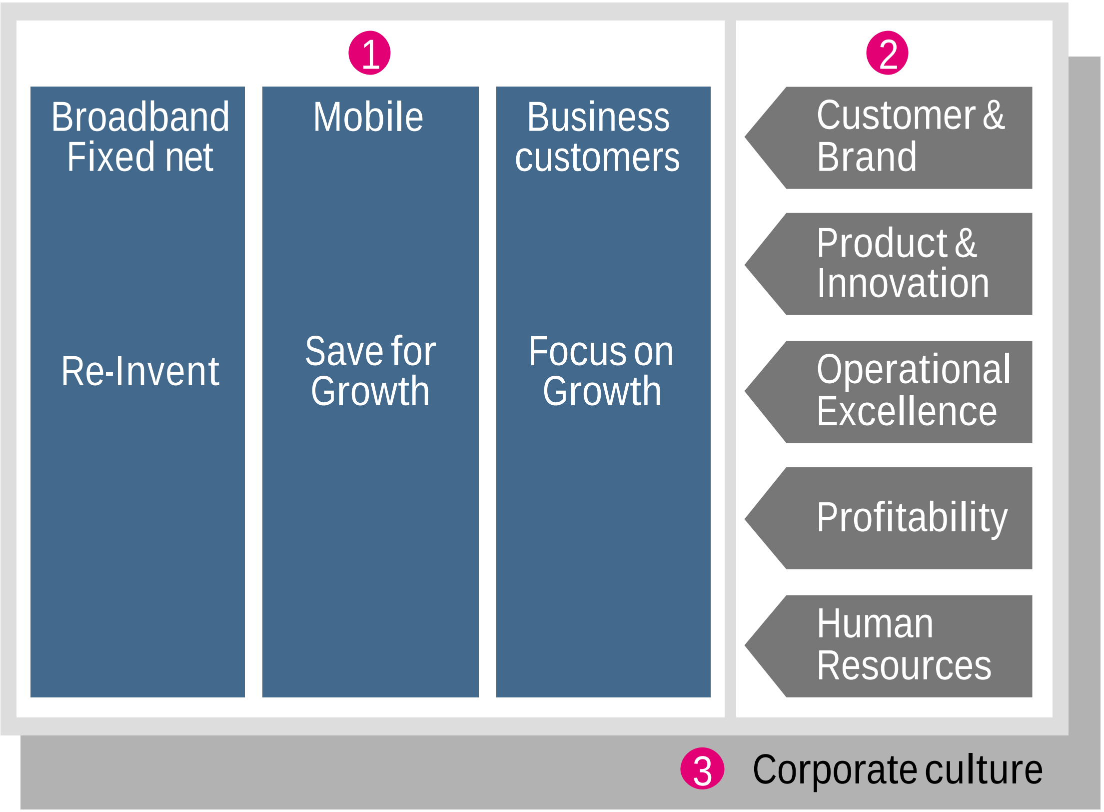
This release contains forward-looking statements that reflect the current views of the Deutsche Telekom management with respect to future events. Forward-looking statements are based on current plans, estimates and projections, and therefore too much reliance should not be placed on them. Such statements are subject to risks and uncertainties, most of which are difficult to predict and are generally beyond Deutsche Telekom's control, including those described in the sections "Forward-Looking Statements" and "Risk Factors" of the Form 20-F submitted to the U.S. Securities and Exchange Commission. If these or other risks and uncertainties materialize, or if the assumptions underlying any of these statements prove incorrect, Deutsche Telekom's actual results may be materially different from those expressed or implied by such statements. Deutsche Telekom does not assume any obligation to update forward-looking statements to take new information or future events into account. In addition to the figures shown in accordance with IFRS, Deutsche Telekom also shows so-called pro-forma figures, e.g., EBITDA, adjusted EBITDA, net debt, and free cash flow. These pro-forma financial measures should be considered in addition to, but not as a substitute for, the information prepared in accordance with IFRS. For a definition of these pro-forma figures, please refer to the explanations under "Reconciliation to pro-forma figures" on Deutsche Telekom's Investor Relations website at www.deutschetelekom.com.

This release contains financial information that has been prepared in accordance with International Financial Reporting Standards, or "IFRS," and on the basis of the new strategic business areas. The IFRS financial information contained in this report was prepared on the basis of the assumption that, with the exceptions of IAS 39 "Financial Instruments: Recognition and Measurement" and IFRIC 3 "Emission Rights," all existing standards and interpretations that have been issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) will be fully endorsed by the EU. The accounting policy for financial instruments takes into account the proposed EU revisions to IAS 39 and complies with the amended IAS 39. IFRIC 3 is not relevant for Deutsche Telekom. Subject to EU endorsement of outstanding standards and no further changes from the IASB, the information presented here is expected to form the basis for reporting Deutsche Telekom's financial results for 2005, and for subsequent reporting periods. However, Deutsche Telekom cannot assure you that there will not be material changes in IFRS between the date of this Interim Report and the first date on which Deutsche Telekom is required to publish financial statements for 2005, 2004 or 2003 under IFRS.

H1 2005.
Highlights.

Kai-Uwe Ricke
CEO

Excellence Program.
Progress in innovation, profitability, human resources

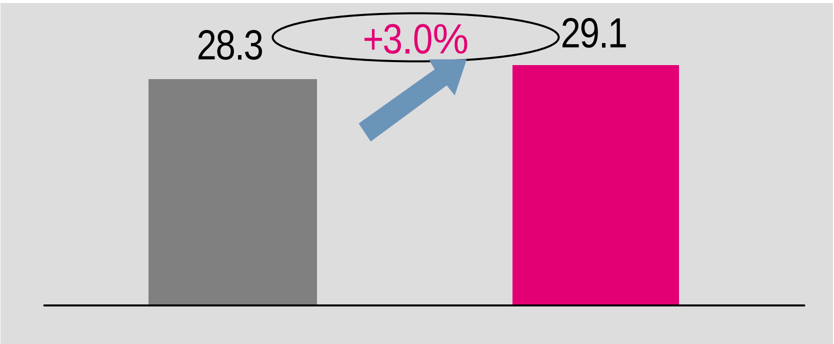


Excellence Program consists of:

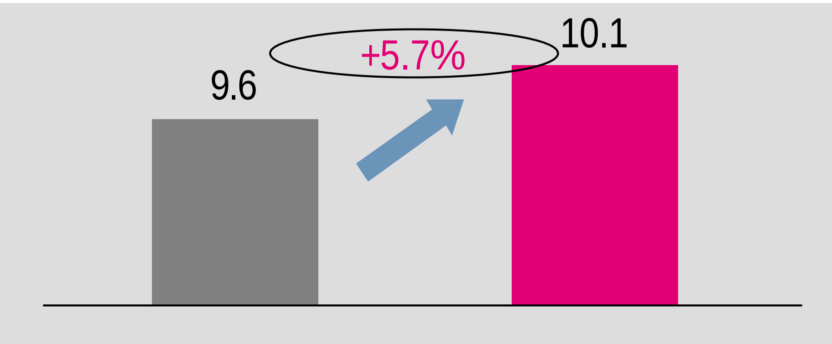
1. Profitable growth initiatives:
   - Re-invent/Broadband/ Fixed network
   - Save for Growth/Mobile
   - Focus on Growth/ Business Customers
2. 5 cross-segment initiatives
3. Change in corporate culture

H1 2005.
Momentum at bottom line.

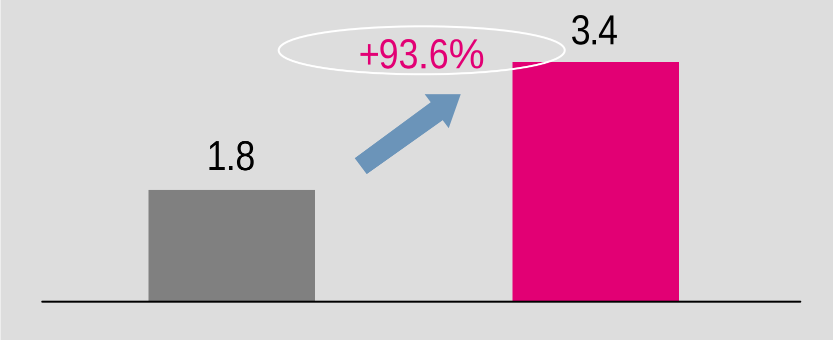
Revenues (€ billion)



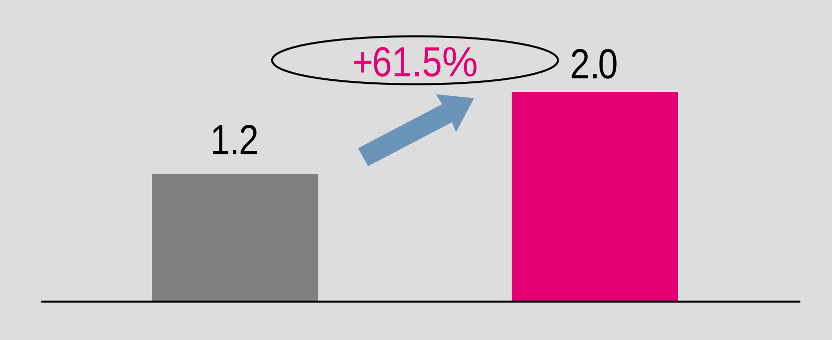
Adj. EBITDA (€ billion)



EBT (€ billion)



Net income (reported) (€ billion)

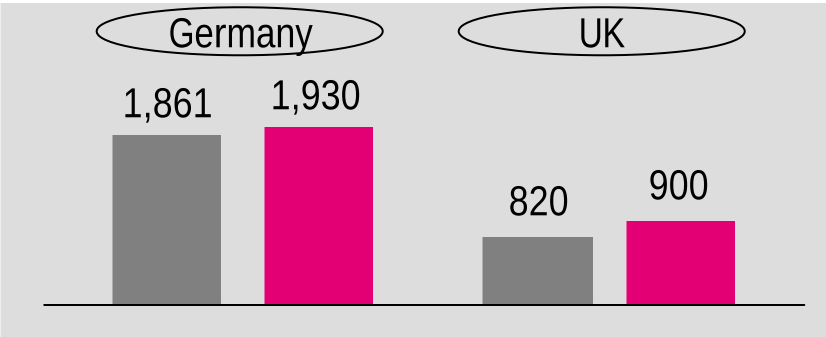


H1 2004
H1 2005

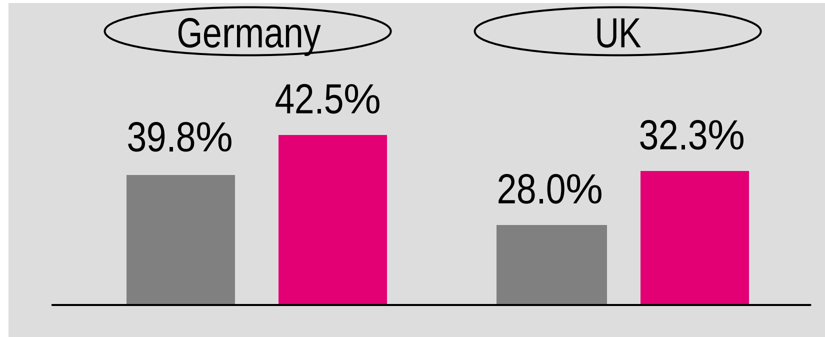
Percentages calculated on the basis of exact figures.

T-Mobile Europe.
“Save for Growth” works – new strategy works.

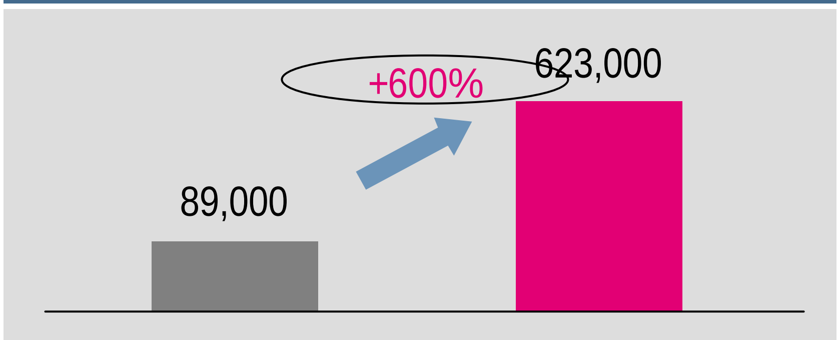
ARPU revenues (€ mln.) Q2 vs. Q1



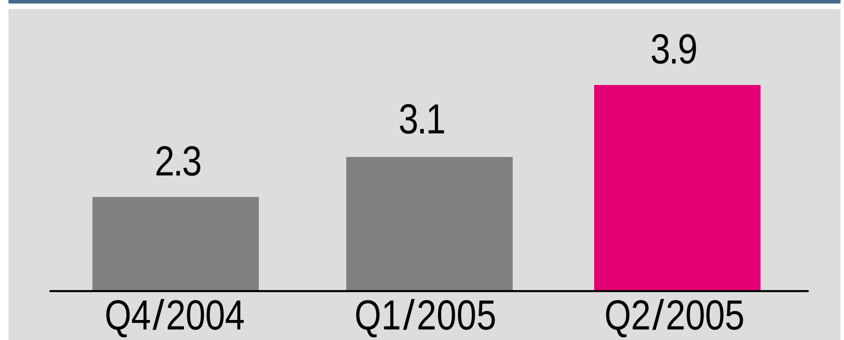
EBITDA margins Q2 vs. Q1



Net adds Germany Q2 vs. Q1



Relax customers Europe (million)



■ Q1 2005
■ Q2 2005

Percentages calculated on the basis of exact figures.

H1 2005 Mobile – mobile data.
Excellence Program: new propositions work.

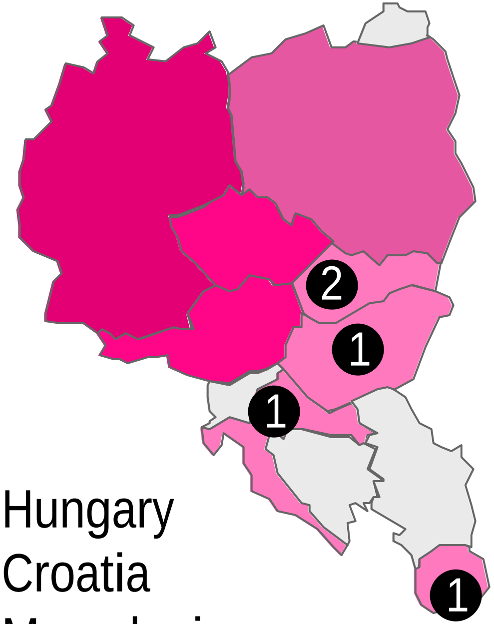
- 262,000 data-centric devices sold in Europe – more than FY 2004 figure
- W-LAN success: 33% more minutes in H1 compared with full year 2004, world market leader with 13,000 hotspots
- Almost 600,000 BlackBerry users in the US, up 92,000 in Q2
- Fast UMTS launch Czech Republic
- HSDPA will be launched at CeBIT 2006 with up to 1.8 Mbit/s transmission speed in all UMTS coverage areas

web'n'walk

SDA II expected to be in stores in H2/2005

H1 2005 Mobile – CEE.
Leading positions in growing markets.

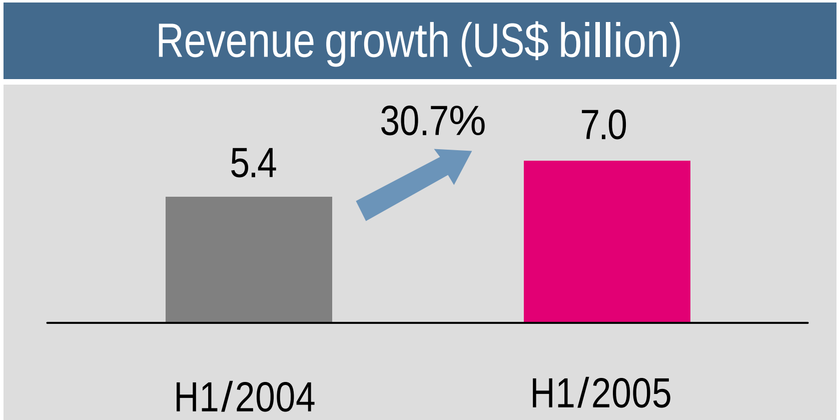
- Service revenue[1] growth of 10% to € 913 million – accounting for 8% of total mobile service revenues
- Subscriber[1] base increased by 10.3% to 8.636 million – 11% of total mobile group subscribers
- All operations with more then 45% market share
- Strong No.1 or No.2 market positions
- EBITDA margin CEE at 43%



#1 in Hungary
#1 in Croatia
#1 in Macedonia
#2 in Slovakia

[1] Organic growth rates, reported revenue growth at 32%.

H1 2005 Mobile – USA.
Record EBITDA margin in Q2[1].



Business Service
#1

Customer Service
#1

Call Quality (NE/SE)
#1

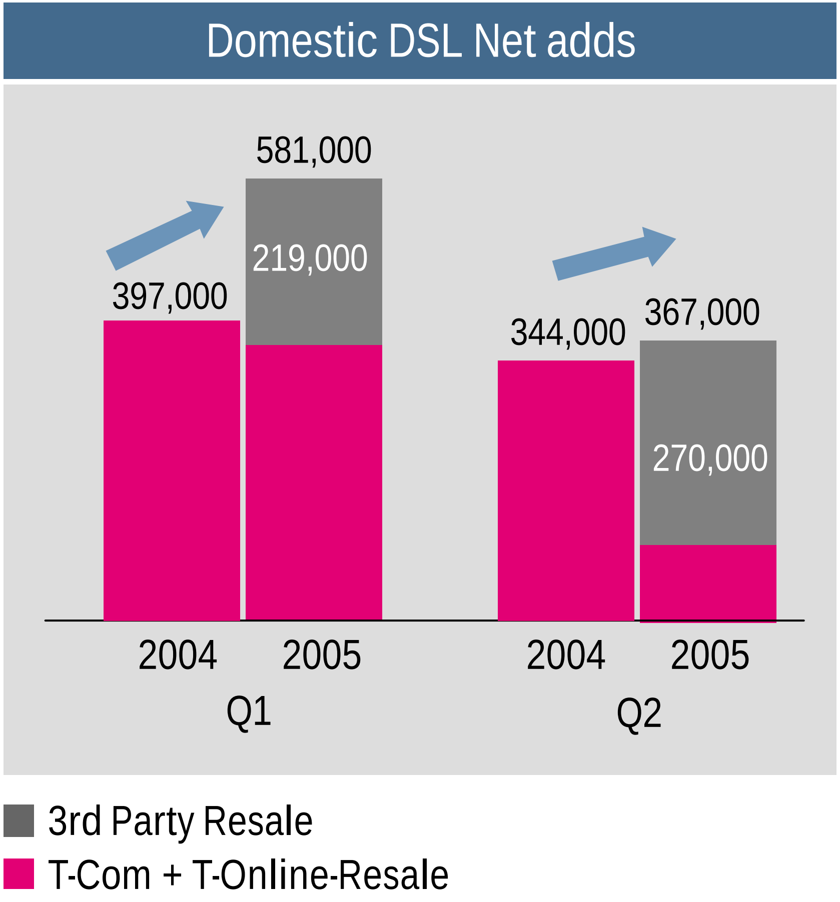
- Revenue growth of 31% in H1 (in US$)
- EBITDA growth of 66% in H1 (in US$) – EBITDA margin at 30.0% in Q2
- Subscribers: +1.9 million in H1 to 19.2 million – 972,000 net adds in Q2
- J.D. Power awards in Q2:
  - Highest business customer satisfaction
  - Highest customer care performance
  - Best call quality in Northeast and Southeast regions

[1] All figures in US $ under IFRS

H1 2005 Broadband/Fixed Network.
“Re-Invent”: New tariffs – new access products.

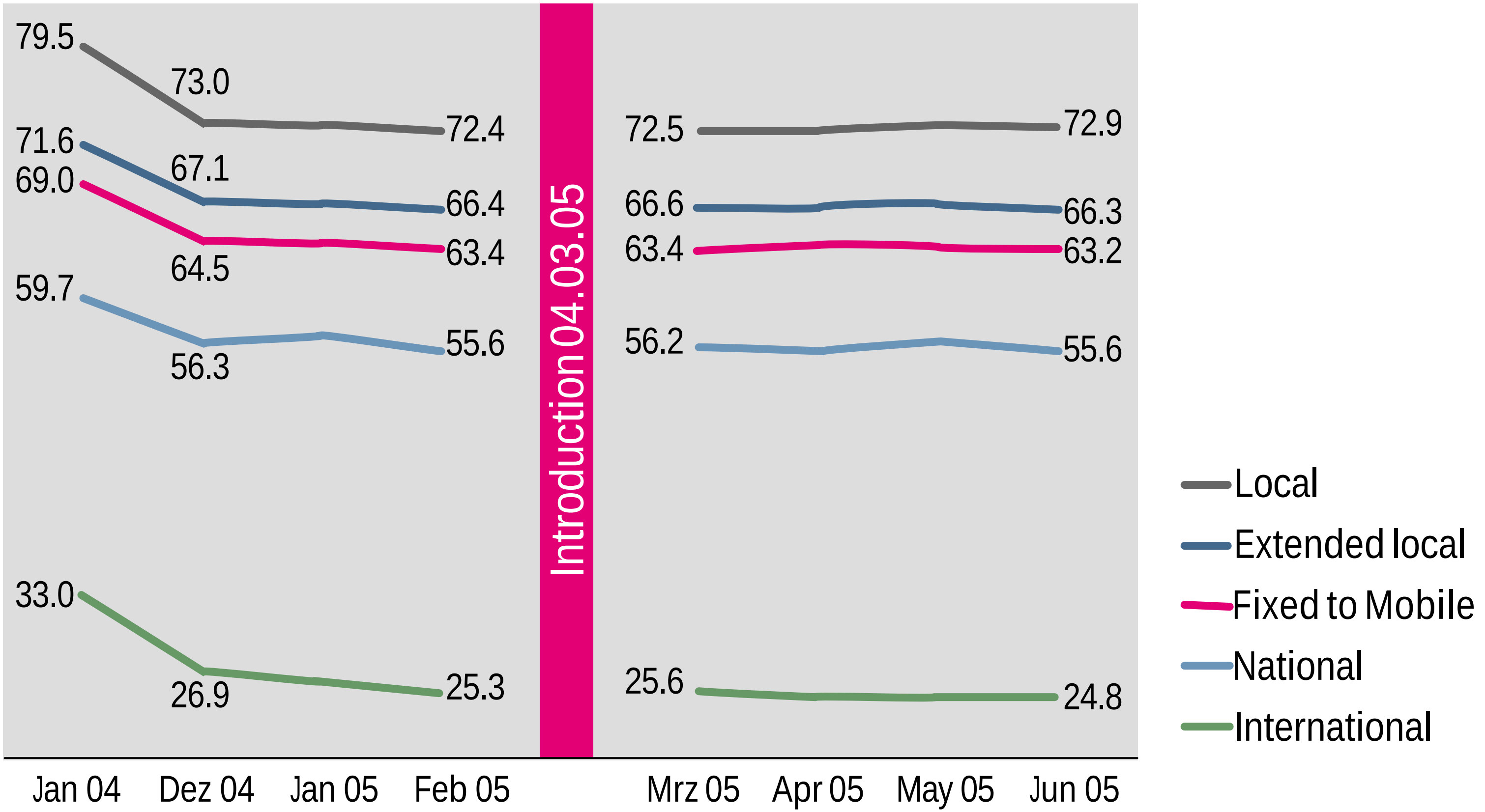
Appropriate steps taken:

- T-Online positioned with attractive tariffs
- Market launch T-DSL 6000 July 1
- Pilots:
  - ADSL 2+ (16 Mbit/s) in Hanover
  - VDSL pilot with 25 Mbit/s (Sept.)
  - WiMAX trial launched Bonn area



Broadband/Fixed Network.
New tariff system works.

In %



Market share of T-Com only based on traffic volume generated in T-Com's PTSN network.

New tariff system

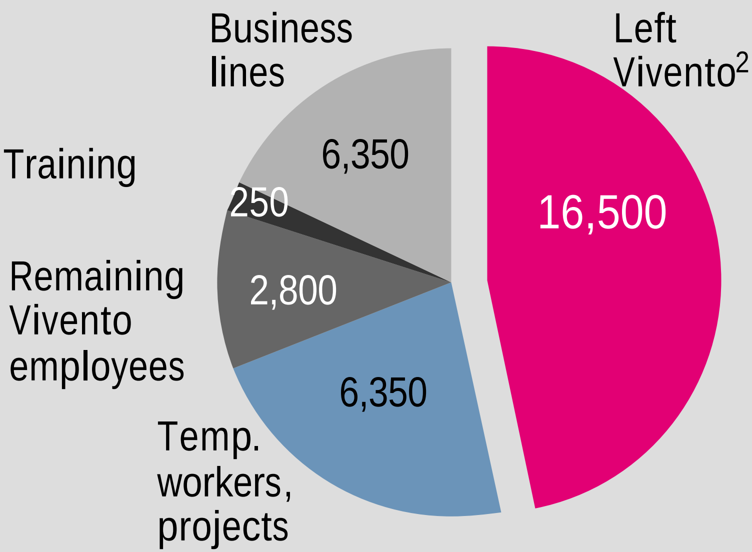
Business Customers.
"Focus on growth": Strong order entry.

- Order entry growth of +12.5% vs. H1/04
- Compared to Q2/04 even stronger with +19.0%
- Mainly driven by numerous deals in the industry line finance
- Continuous solid order entry expected

Excellence Program – Personnel.
Vivento – positive contribution.

Vivento as of June 30, 2005[1]

Transfers to Vivento: 33,000



Employees in Vivento: 16,500[3]

- Contribution of revenues by business models and temp. work projects
- Optimization in personnel cost through headcount reduction
- Approx. 3,700 employees left Vivento in H1 2005 – about 50% external
- Ongoing development of business models and further creation of new employment opportunities

[1] Rounded figures; including Vivento management.

[2] Of which approx. 8,600 employees have left the Deutsche Telekom group since 2002.

[3] Including approx. 750 FTE Vivento management.

Update on Projects.
Merger Deutsche Telekom/T-Online.

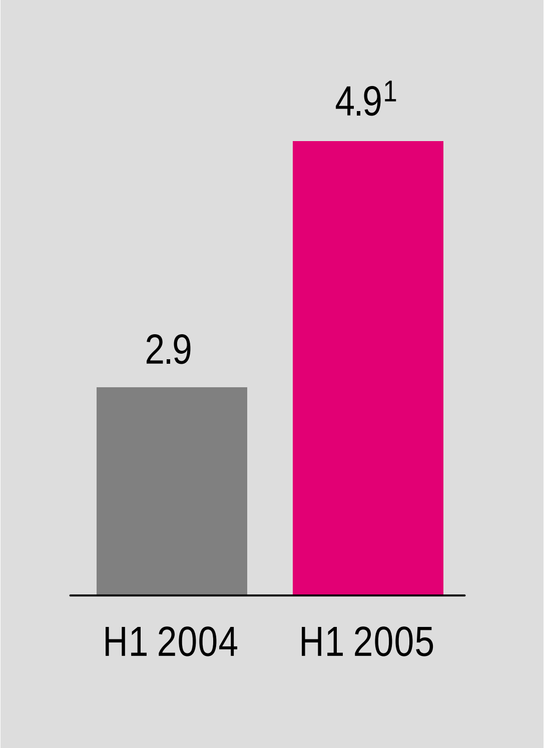
- Merger essential for DT's realigned strategy in Broadband/Fixed Network
- Contestation suits have been filed against the merger – both TOI and DT consider the suits to be clearly unfounded
- TOI about to apply for court ruling to determine that the contestation suits do not bar registration of the merger so as to make the merger legally effective ASAP
- DT and TOI jointly work together to complete the merger ASAP

H1 2005.
Financials.

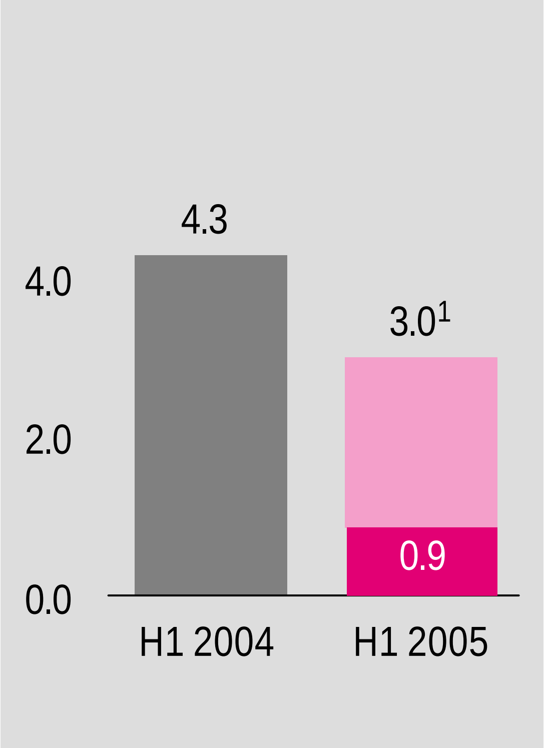
Dr. Karl-Gerhard Eick
CFO

Capex, FCF, and net debt.
Growth investments impact cash flow and net debt as expected.

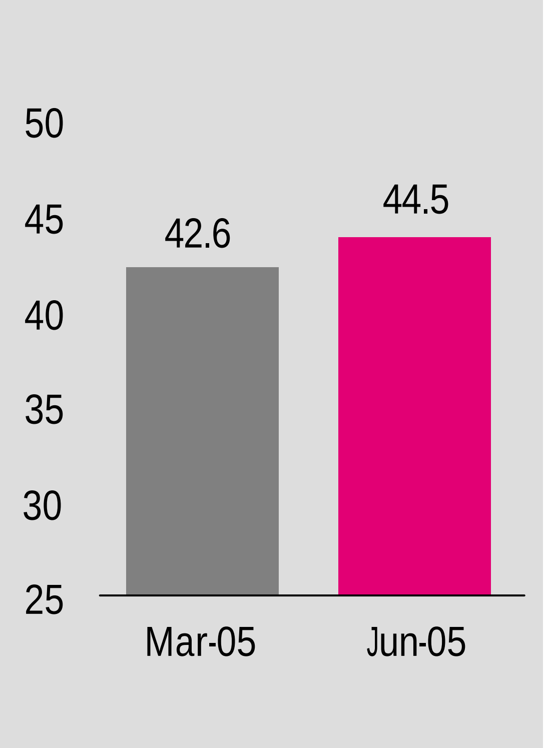
Cash Capex (€ billion)



Free cash flow (€ billion)



Net debt (€ billion)



[1] Before € 2.1 billion for network assets and spectrum in the US.

H1 2005 – Cash Flow.
Operating Cash Flow impacted by working capital and taxes.

€ billion	H1 2005	H1 2004
Cash Flow	10.0	9.7
Change in working capital and accruals	-1.9	- 1.1
Taxes and dividends	-0.7	0.5
Cash generated from operations	7.4	9.1
Net interest payment	- 1.6	- 1.9
Net cash provided by operating activities	5.8	7.2
Investments in PP&E, and intangible assets	- 4.9[1]	- 2.9
Free Cash Flow	0.9[1]	4.3
Free Cash Flow (before purchase of network assets and spectrum in the US)	3.0	4.3

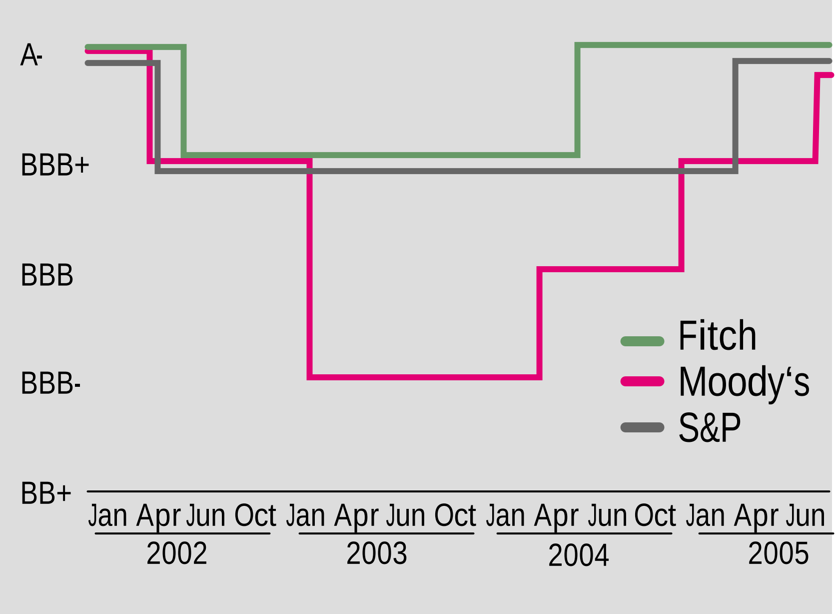
[1] Incl. € 2.1 billion for network assets and spectrum in the US.

H1 2005 – Net income.
Improved earnings.

€ billion	H1 2005	H1 2004	H1 2005 adj.	H1 2004 adj.
EBITDA	10.1	9.6	10.1	9.6
Depreciation and amortization	- 5.2	- 5.9	- 5.2	- 4.6
Net financial expense	- 1.5	- 1.9	- 1.5	- 2.0
- of which net interest expense	- 1.5	- 1.8	- 1.5	- 1.8
EBT	3.4	1.8	3.5	3.0
Income taxes	- 1.2	- 0.3	- 1.3	- 0.9
Earnings after taxes	2.2	1.5	2.2	2.2
Minorities	- 0.2	- 0.3	- 0.2	- 0.3
Net income	2.0	1.2	2.0	1.9

Rating upgrades in 2005.
Reflect strong financial profile.

Long term ratings



- Single A- level rating with all rating agencies, will result in € 50 million less interest payments annually
- Short-term rating improved
- Strong foundation to develop the business

Short-term ratings

Moody’s: P-2 with stable outlook

S&P: A-2 with stable outlook

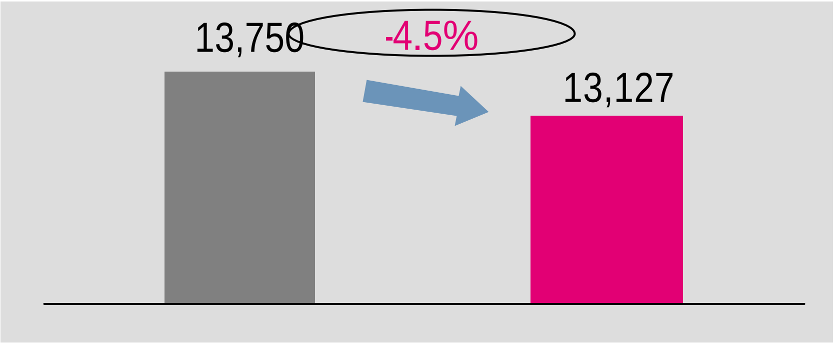
Fitch: F1 with stable outlook

Liquidity reserve.
Improved bilateral credit line structure.

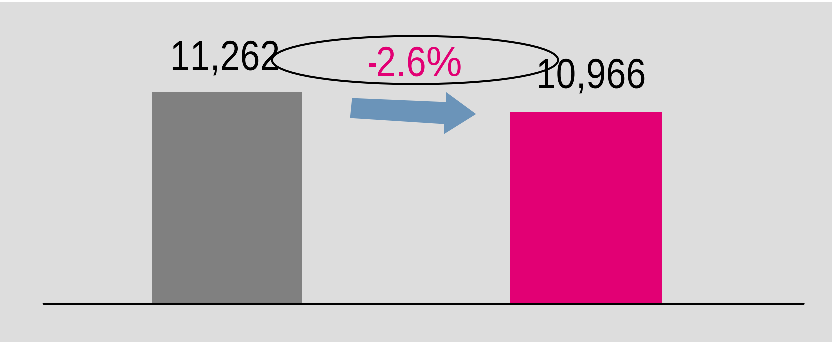
- DT to enter into bilateral credit agreements with core banks end of August 2005
- Total volume of € 16.8 billion replaces existing syndicated loan and short-term bilateral lines of € 17.5 billion
- 3-year maturity with option for extension request every 12 months
- Improved structure
  - Revised loan terms strengthen quality of our liquidity reserve
  - Diversified extension risk by spreading extension dates over the year

Broadband/Fixed Network.
Continued EBITDA margin expansion.

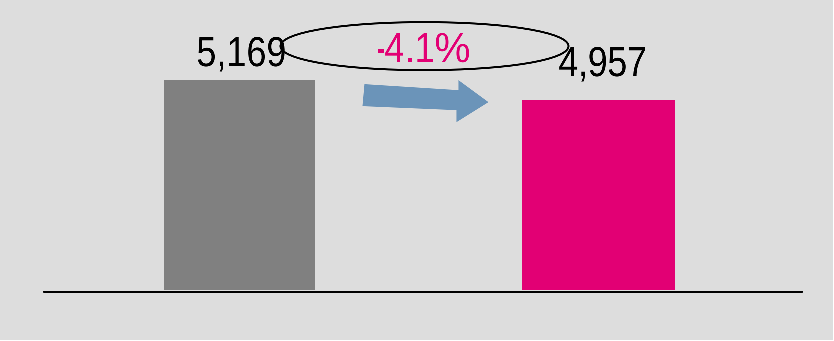
Total revenue (€ million)



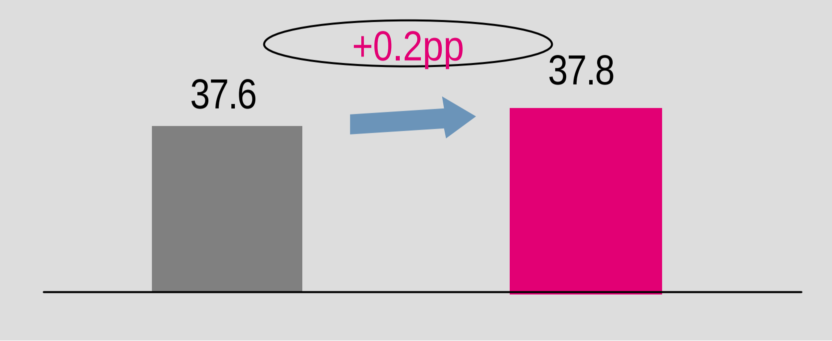
Net revenue (€ million)



Adj. EBITDA (€ million)



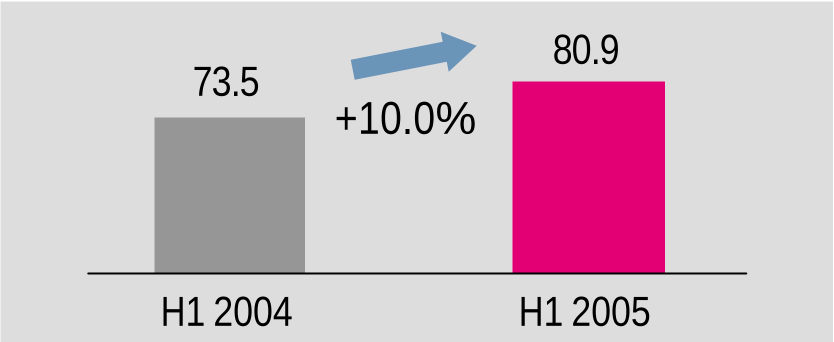
Adj. EBITDA margin (%)



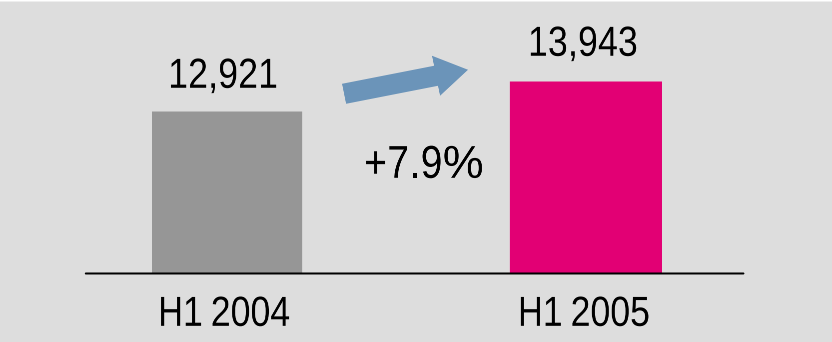
H1/04
H1/05

Mobile.
Strong performance.

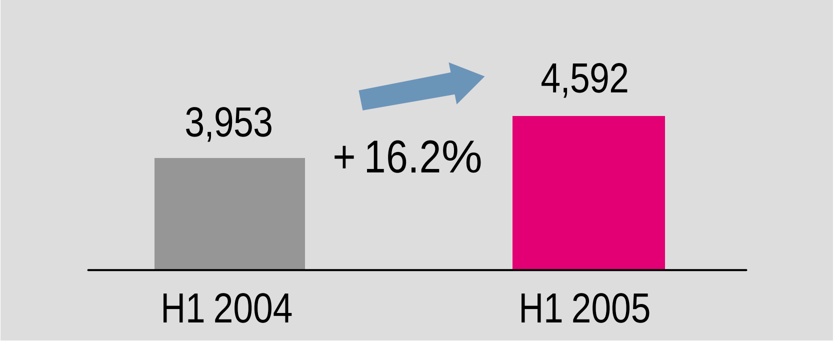
Subscribers (million)



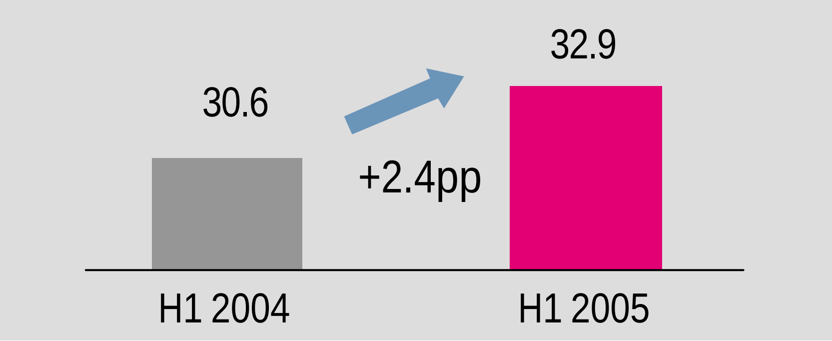
Revenue (€ million)



Adj. EBITDA (€ million)

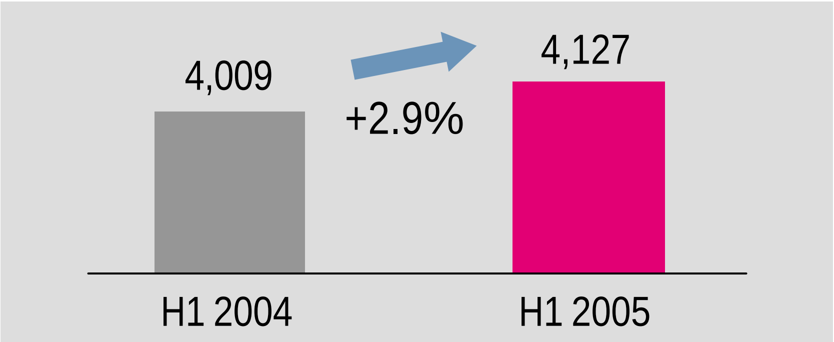


Adj. EBITDA Margin

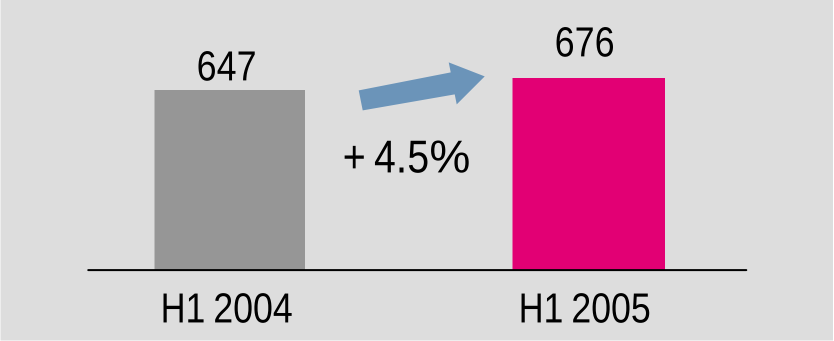


Business Customers.
Enterprise Services – profitable growth.

Revenues (€ million)



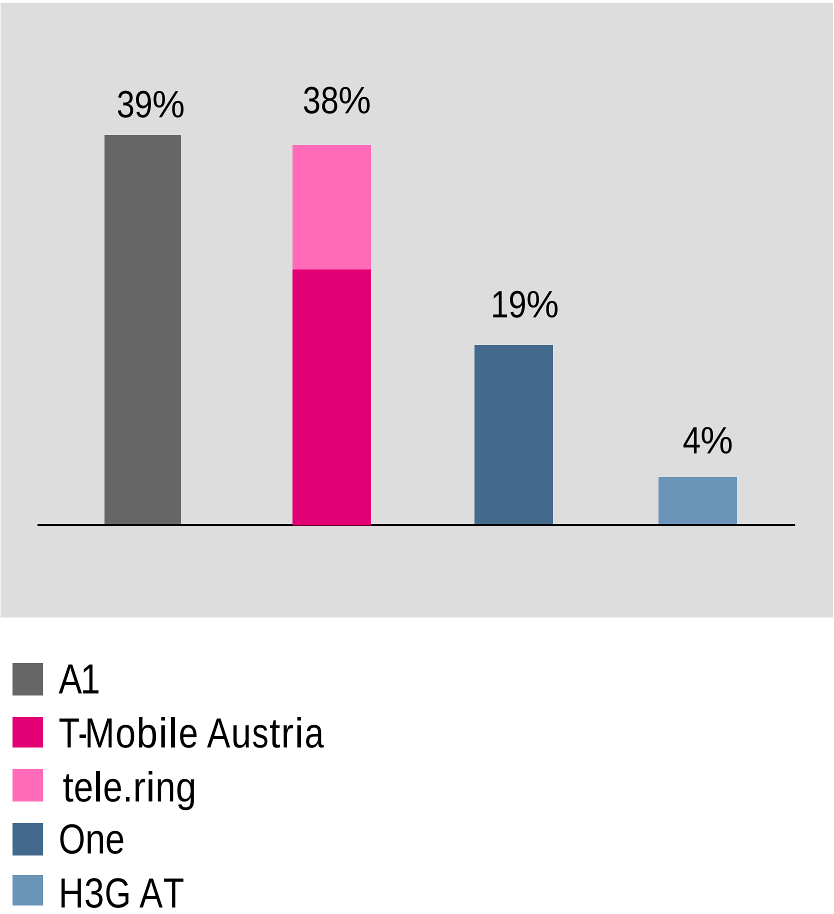
Adjusted EBITDA (€ million)



- All service lines contributed to revenue growth
  - Computing and desktop services +3.5% to € 2.3 billion vs. H1/04
  - Systems integration +2.8% to € 0.8 billion vs. H1/04
  - Telecommunications +1.7% to € 1.0 billion vs. H1/04
- EBITDA growth driven by Computing and desktop services
  - Increase +10.8% to € 579 million vs. H1/04
  - 25.0% EBITDA margin

Acquisition of tele.ring in Austria.
Quantum leap in improving our Austrian business.

Subscriber market share



- TM Austria acquires tele.ring for € 1.3 billion
- € 300 million operating synergies[1] – € 150 million tax synergies[1]
- tele.ring: H1/2005 EBITDA around € 80 million, revenues around € 280 million
- 3 million combined subscribers
- Slightly EPS accretive 2006
- Slightly FCF accretive 2006
- Fulfills ROCE and EVA requirements

[1] All numbers 5-year NPV.

Outlook 2005.
We reconfirm our guidance.

- Adj. EBITDA expected between € 20.7 and 21.0 billion under IFRS
- Capex at € 7.5 to 8 billion
- Free cash flow expected to be between € 7.5 to 8 billion
- No material change in net debt adj. EBITDA ratio expected in 2005
- Future development of dividend payments dependent on net profits