Dividend Announcement

The ordinary shareholders’ meeting on May 3, 2006, resolved to use the unappropriated net income of EUR 3,569,672,664.50 from the 2005 financial year as follows:

- Dividend payments amounting to EUR 3,005,257,600.80; this corresponds to EUR 0.72 per individual no par value share carrying dividend rights.
- The remaining amount of EUR 564,415,063.70 will be carried forward to the next year.

Dividends will be paid out on May 4, 2006, as follows:

- Dividends will be paid by Clearstream Banking AG, Frankfurt am Main, via the depositary banks, less 20% capital gains tax and 5.5% solidarity surcharge on the capital gains tax (a total of 21.10%). The capital gains tax and the solidarity surcharge are offset against the income tax or corporate income tax paid by domestic shareholders who are not exempt from these taxes.

Bonn, May 2006

Deutsche Telekom AG
Board of Management

Dilution Adjustment for Mandatory Convertible Bonds

Deutsche Telekom International Finance B.V.
EUR 2,288,500,000 Mandatory Convertible Bonds guaranteed by Deutsche Telekom AG and due 2006

In accordance with § 12 of the terms and conditions of the above-mentioned Mandatory Convertible Bonds, Deutsche Telekom International Finance B.V. gives notice that Deutsche Telekom AG, in connection with the payment of a dividend to its shareholders for the 2005 financial year, shall fulfill each bondholder’s entitlement to compensation by way of a dividend compensation payment in cash as defined in the terms and conditions.