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DEUTSCHE TELEKOM

BOND INVESTOR
INFORMATION

AUGUST 2020



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FINANCIALS: STRONG GROWTH

€ mn

	Q2			H1		
	2019	2020	Change	2019	2020	Change
Revenue	19,664	27,041	+37.5%	39,152	46,984	+20.0%
Adj. EBITDA AL ¹	6,283	9,829	+56.4%	12,223	16,373	+34.0%
Adj. EBITDA AL (excl. US) ¹	3,411	3,525	+3.3%	6,672	6,909	+3.6%
Adj. Net profit	1,329	1,279	-3.8%	2,512	2,562	+2.0%
Net profit	944	754	-20.1%	1,845	1,670	-9.5%
Adj. EPS (in €)	0.28	0.27	-3.6%	0.53	0.54	+1.9%
Free cash flow AL ^{1,2}	1,546	2,425	+56.9%	3,103	3,712	+19.6%
Cash capex ²	3,324	3,669	+10.4%	7,006	7,022	+0.2%
Net debt	75,709	120,897	+59.7%	75,709	120,897	+59.7%
Net debt AL	58,364	97,284	+66.7%	58,364	97,284	+66.7%

1) H1/20 before € 1,600mn zero bond redemption (in Q1) and before € 2,157mn US payer swap payment (in Q2)

2) Free cash flow AL before dividend payments and spectrum investment. Spectrum: Q2/19: € 145mn; Q2/20: € 878mn. Q2/19: € 875mn, H1/19: € 1,020mn, H1/20: € 1,095mn



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BALANCE SHEET: RATIO OUTSIDE COMFORT ZONE DUE TO MERGER

€ bn

	30/06/2019	30/09/2019	31/12/2019	31/03/2020	30/06/2020
Balance sheet total	164.2	174.3	170.7	173.6	270.0
Shareholders' equity	42.7	45.1	46.2	45.9	73.5
Net debt	75.7	78.8	76.0	77.4	120.9
Net debt/Adj. EBITDA ¹	2.74	2.80	2.65	2.64	2.90
Equity ratio	26.0%	25.9%	27.1%	26.4%	27.2%

Comfort zone ratios

Rating: A-/BBB	●
2.25–2.75 net debt/Adj. EBITDA	●
25–35% equity ratio	●
Liquidity reserve covers redemptions of the next 24 months	●

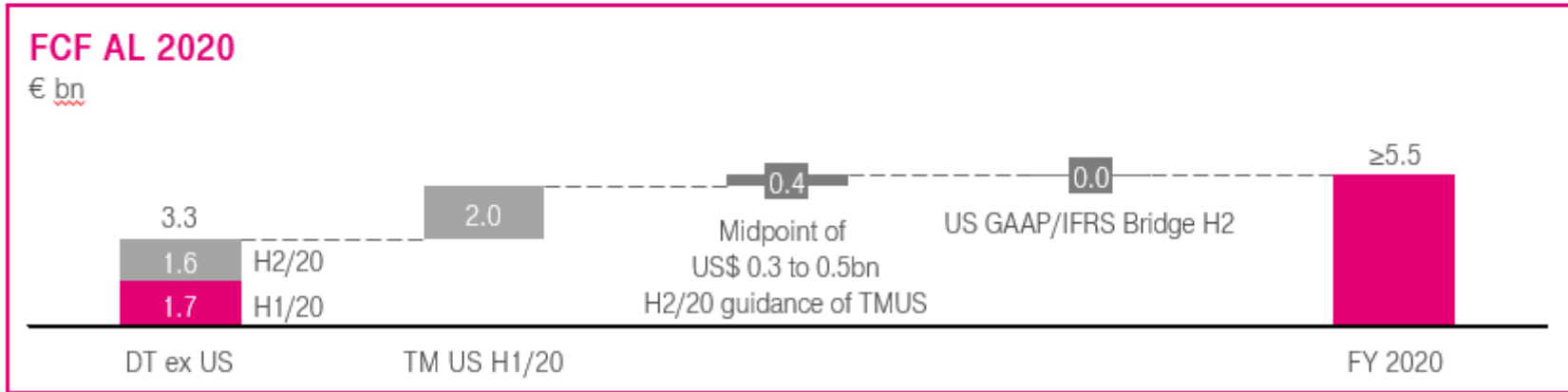
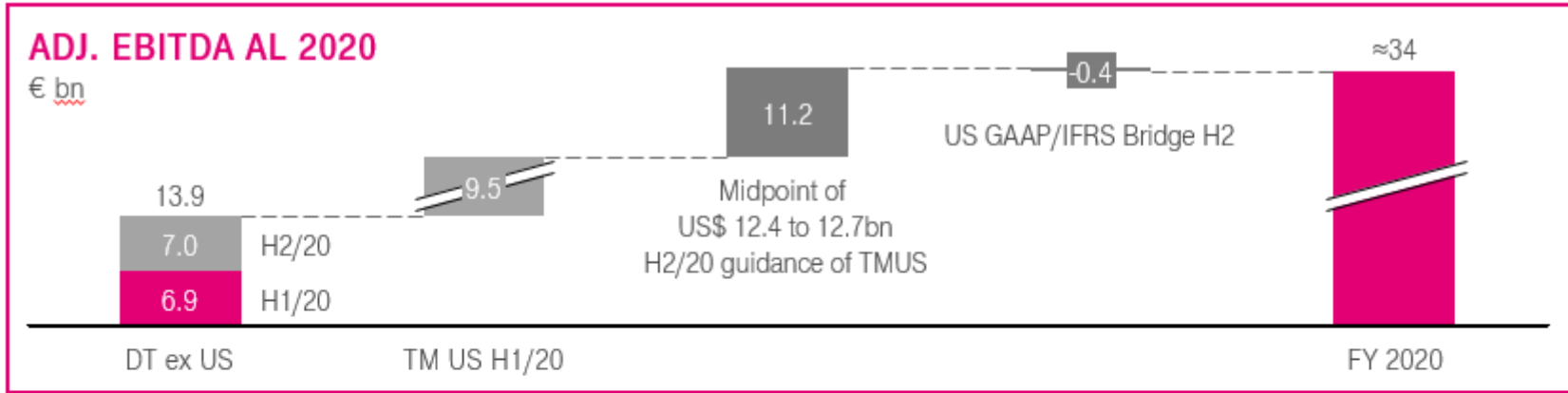
Current rating

Fitch:	BBB+	stable outlook
Moody's:	Baa1	negative outlook
S&P: ²	BBB	stable outlook

1) Ratios for the interim quarters calculated on the basis of previous 4 quarters.

2) S&P changed rating from BBB+ credit watch negative to BBB stable outlook following the closing of the US transaction in April 2020.

GUIDANCE: EX US CONFIRMED, US NOW WITH SPRINT



Ex US guidance unchanged

- Adj. EBITDA AL: around € 13.9bn
- FCF AL: around € 3.3bn
- Cash Capex around € 7.8bn

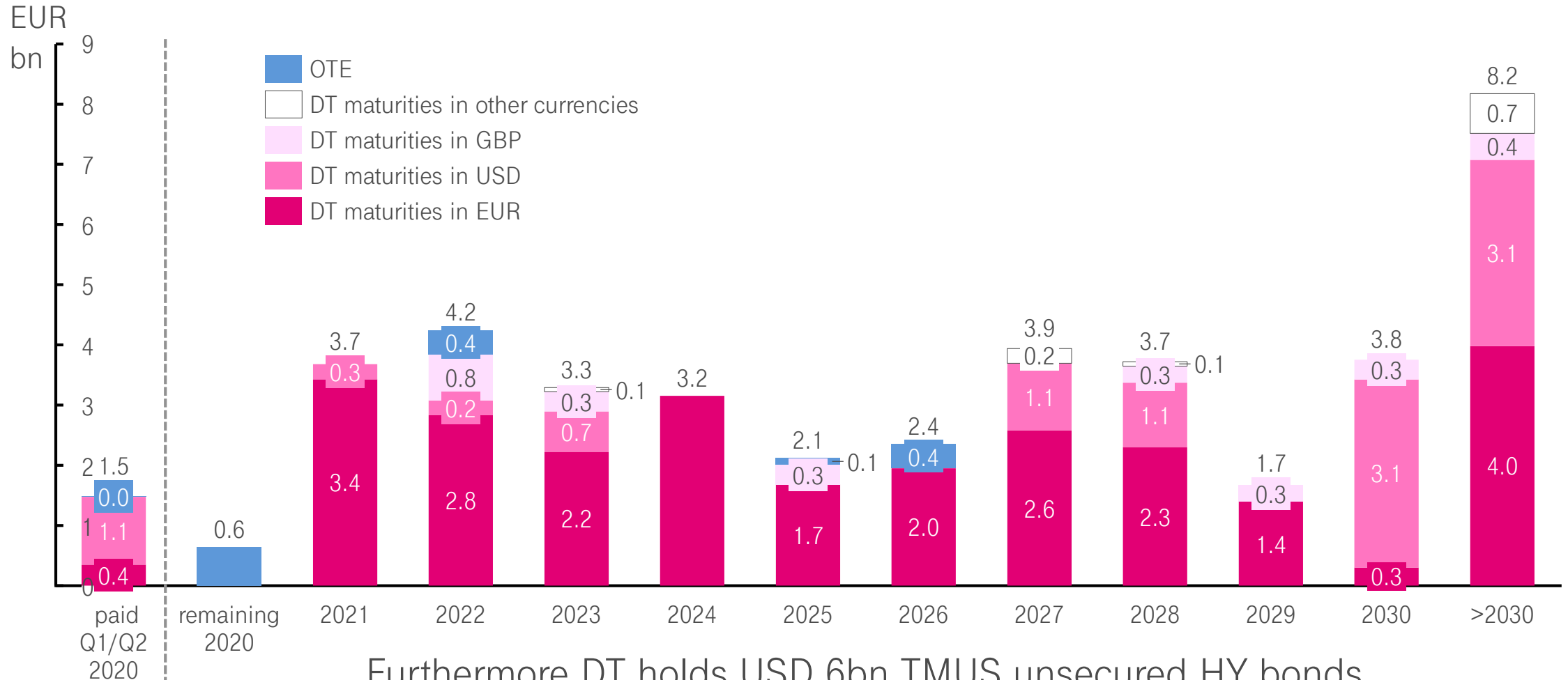
US guidance for H2 reflected:

- TM US EBITDA, FCF and Cash capex included with mid-point of TM US guidance
- US\$ F/X at 1.12

New group guidance

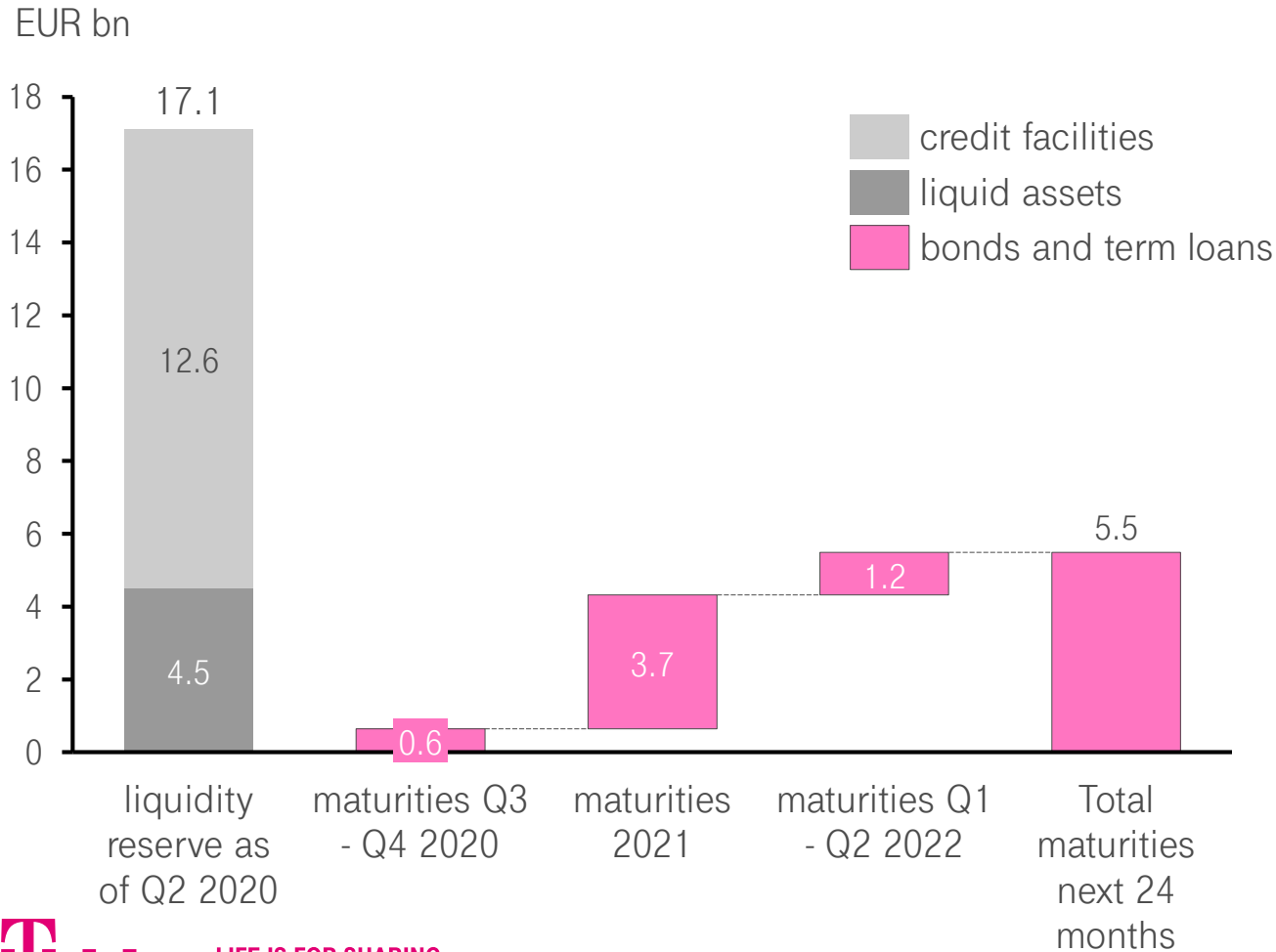
- Adj. EBITDA AL: around € 34bn
- FCF AL: at least € 5.5bn
- Cash Capex: around € 17bn. Ex US unchanged at € 7.8bn

MATURITY PROFILE DT GROUP EXCLUDING TMUS: WELL BALANCED



Furthermore DT holds USD 6bn TMUS unsecured HY bonds

LIQUIDITY DT GROUP EXCLUDING TMUS: STRONG POSITION



- EUR 12.6bn firm bilateral lines available
- no bilateral lines drawn
- No CPs outstanding
- Residual undrawn amount EUR 12.6bn
- Maturities (excluding TMUS) of next 24 months covered



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