

Earnings Release First Quarter 2001

May 3, 2001

Highlights of 1Q 2001

- TDC Switzerland fully consolidated, performing according to plan
- Net revenues of DKK 12,381m, up 16%
- Net revenues from mobile telephony of DKK 3,975m, up 39%
- Net revenues from Internet services of DKK 412m, up 86%
- The number of customers on a pro rata basis was 13.1m, up 38%
- EBITDA of DKK 2,743m, consistent with the outlook and accelerating EBITDA in the next few quarters driven by improvement in Talkline, TDC Switzerland and domestic mobile operations
- Net income excluding one-time items and after minority interests of DKK 157m, consistent with the full-year outlook
- Full-year earnings outlook reaffirmed



TDC Group

DKKm	Incl. one-time items			Excl. one-time items		
	1Q 2000	1Q 2001	Growth %	1Q 2000	1Q 2001	Growth %
Net revenues	10,689	12,381	15.8	10,689	12,381	15.8
Total revenues	11,173	12,887	15.3	11,173	12,887	15.3
Total operating expenses	-7,672	-10,144	-32.2	-7,672	-10,144	-32.2
EBITDA	3,501	2,743	-21.7	3,501	2,743	-21.7
Depreciation and amortization	-1,503	-1,924	-28.0	-1,503	-1,924	-28.0
One-time items	0	394	NM	0	0	NM
Operating income (EBIT)	1,998	1,213	-39.3	1,998	819	-59.0
Net financials	-155	-257	-65.8	-155	-257	-65.8
Income before income taxes	1,843	956	-48.1	1,843	562	-69.5
Income taxes	-803	-825	-2.7	-803	-497	38.1
Income before minority interests	1,040	131	-87.4	1,040	65	-93.8
Minority interests' share of net income	-5	159	NM	-5	92	NM
Net income	1,035	290	-72.0	1,035	157	-84.8
Earnings per share, DKK	4.78	1.34	-72.0	4.78	0.73	-84.8

COPENHAGEN, Denmark, May 3, 2001 – The TDC Group, formerly Tele Danmark, the medium-sized European communications provider based in Denmark, today reported 1Q 2001 net revenues of DKK 12,381m, up 16%. Consistent with the outlook for the full year, EBITDA was DKK 2,743m and net income excluding one-time items and after minority interests was DKK 157m.

The TDC Switzerland acquisition and merger was completed on January 23, 2001. TDC Switzerland is focused on creating a solid business platform for future expansion. 1Q 2001 operational improvements for TDC Switzerland were achieved and financial performance was as planned. We expect improved EBITDA from merger and restructuring gains in the next few quarters, and the company is expected to achieve positive EBITDA in the fourth quarter of this year.

“We are creating a company with faster earnings growth. Since our IPO in 1994, we have increased revenues by an average of 17% per year and EBITDA by 11%. After 2001, we aim to grow revenues by 10% and EBITDA by around 15% per year. TDC Switzerland will contribute significantly to this growth,” says Henning Dyremose, Chief Executive Officer.

EBITDA totaled DKK 2.7bn. This performance was impacted by the inclusion of TDC Switzerland and a lower contribution from Talkline. Talkline's financial performance is not satisfactory and TDC has taken action to address the issue. We will change the company's strategy to significantly improve performance as of the second half of this year. In this connection, we are considering several alternatives.

The full-year outlook for EBITDA is reaffirmed. We expect accelerating EBITDA for the next few quarters, driven by improvements in TDC Switzerland, Talkline and domestic mobile operations.

In 1Q 2001, one-time items before tax and minority interests totaled DKK 394m. One-time items included a pre-tax gain of DKK 913m related to an option gain in Ceske Radiokomunikace, and a pre-tax loss before minority interests of DKK 313m primarily related to restructuring costs including write-downs and redundancy payments. The after-tax and minority interest impact of one-time items totaled DKK 133m.

Net financials totaled DKK -257m compared with DKK -155m in 1Q 2000, due primarily to increased debt related to the acquisition in Switzerland.

Net income excluding one-time items and after minority interests was DKK 157m. Net interest and goodwill amortization related to TDC Switzerland had a significant impact on overall Group net income performance.

Capital expenditures in 1Q 2001 totaled DKK 14,275m compared with DKK 2,271m, related primarily to the acquisition of shareholdings in TDC Switzerland of DKK 11,576m in 1Q 2001.

The number of pro rata customers grew 38% to 13.1m. Similarly, the number of mobile users grew 71% to 5.8m, Internet dial-up subscribers grew 88% to 1.5m, landline customers increased 11% to 5.0m and the number of cable-TV customers increased 1.8% to 807,000.

International net revenues contributed DKK 6.5bn, equivalent to 53% of Group net revenues and, similarly, EBITDA from international operations contributed DKK 0.5bn or 18% of Group EBITDA.

TDC's net interest-bearing debt amounted to DKK 32bn at the end of 1Q 2001. During April 2001, TDC issued EUR 1bn in 5-year bonds. The proceeds from the offering will be used to reduce short-term borrowings resulting primarily from TDC's acquisition of diAx and sunrise.

TDC Tele Danmark Group

DKKm	1Q 2000	1Q 2001	Change in %
Net revenues			
Fixed telephony	3,467	3,051	-12.0
Mobile telephony	132	135	2.3
Operator services	171	143	-16.4
Data communications services	174	143	-17.8
Terminal equipment, etc.	692	684	-1.2
Leased lines	454	489	7.7
Other	129	210	62.8
Net revenues, total	5,219	4,855	-7.0
Domestic	4,736	4,665	-1.5
International	483	190	-60.7
EBITDA	1,876	1,719	-8.4
Domestic	1,920	1,740	-9.4
International	-44	-21	52.3

TDC Tele Danmark concerns predominantly Danish landline operations, but also mobile telephony derived from Duét subscriptions and traffic.

Net revenues totaled DKK 4,855m in 1Q 2001. Adjusted for change in ownership in sunrise, Telenordia and Trend, net revenues increased by 1.5%.

Fixed telephony revenues include revenues from domestic landline operations. Revenues from domestic *landline subscriptions* rose 2.0% to DKK 1,150m. Domestic *landline traffic* revenues amounted to DKK 1,313m compared with DKK 1,316m in 1Q 2000. A total of 7.0bn minutes were sold, an increase of 3.0%. The lower revenues from landline traffic reflect a reduction in prices for end-users and interconnect traffic. Domestic revenues from *international traffic* were DKK 576m compared with DKK 633m.

Net revenues from domestic *operator services* totaled DKK 143m compared with DKK 171m in Q1 2000, due primarily to fewer calls to services such as directory inquiries and conference calls.

Net revenues from domestic *data communications services* amounted to DKK 143m compared with DKK 174m. Net revenues from data communications services were influenced by the shift from narrowband services, such as Datex and Datapost, towards new IP based services.

Net revenues from *terminal equipment* sales totaled DKK 684m compared with DKK 692m in 1Q 2000. These revenues stem from a broad array of activities, including sales and installation of hardware ranging from handsets to large PBXs, service sales and outsourcing agreements. TDC Tele Danmark provides customers with high-quality communications solutions for these activities.

Net revenues from *leased lines* grew 7.7% to DKK 489m in 1Q 2001, reflecting an increase in the wholesale volume and EITele Øst.

EBITDA for TDC Tele Danmark totaled DKK 1,719m compared with DKK 1,876m in 1Q 2000. During 2000, TDC Tele Danmark introduced a number of cost-saving initiatives that are already enhancing productivity.

Capital expenditures for TDC Tele Danmark totaled DKK 746m in 1Q 2001, a decrease of 32%. The change is a result of accelerated roll-out of ADSL infrastructure for broadband access to all connection points in Denmark by mid-2002, combined with reduced capital expenditures for special activities such as TeamNet.

By the end of 1Q 2001, TDC Tele Danmark had 3.4m domestic *customers*. Our domestic subscriber base includes 2.8m PSTN subscriptions, 366,000 ISDN2 subscriptions and 242,000 Duét subscriptions.

TDC Mobile International Group

DKKm	1Q 2000	1Q 2001	Change in %
Net revenues			
Mobile telephony	3,015	3,455	14.6
Fixed telephony	541	580	7.2
Terminal equipment, etc.	59	105	78.0
Other	61	64	4.9
Net revenues, total	3,676	4,204	14.4
Domestic	949	1,109	16.9
International	2,727	3,095	13.5
EBITDA	430	320	-25.6
Domestic	299	267	-10.7
International	131	53	-59.5

TDC Mobile International includes predominately mobile activities from TDC Mobil, the leading Danish mobile operator, Talkline, Polkomtel, Bité, Ben, UMC and Connect Austria. Revenues include fixed telephony derived from Talkline's activities in this area.

TDC Mobil achieved net revenues of DKK 1,109m, up 17%. Subscription revenues decreased 1.5% to DKK 140m and traffic revenues grew 16% to DKK 864m. The number of users increased 39% to 1.5m, and at the end of 1Q 2001 69% of the customer base were post-paid subscribers. Traffic volume increased 18% to 588m minutes and the number of SMS messages doubled to 82m.

Talkline, the 100% owned German mobile, Internet and landline service provider, recorded net revenues of DKK 2,344m, up 7.1% and EBITDA of DKK -85m compared with DKK 87m in 1Q 2000. By the end of 1Q 2001, Talkline had 1.849m mobile customers, 251,000 pre-select landline customers and 265,000 Internet dial-up customers.

Talkline's financial performance is not satisfactory and TDC has taken action to address the issue. The Dutch landline and Internet activities were divested during 1Q 2001. In addition to its core activity of reselling mobile services, Talkline provides landline and Internet services in Germany.

We will change the company's strategy to significantly improve performance from the second half of this year. In this connection, we are considering several alternatives.

Bité, the 100% owned Lithuanian mobile GSM operator, increased its net revenues to DKK 78m, up 56%, with EBITDA of DKK 33m, up 171%. The number of customers grew 69% to 188,000.

Polkomtel, the 19.6% owned Polish mobile operator, achieved net revenues of DKK 370m, up 31%, and EBITDA of DKK 136m, up 42%. On a pro rata basis, Polkomtel had 515,000 mobile customers by the end of 1Q 2001.

On a pro rata basis, *other mobile activities*, including our 14.7% shareholdings in Ben, 16.3% in UMC and 15% in Connect Austria, recorded net revenues of DKK 301m and EBITDA of DKK -32m. The number of pro rata consolidated customers served by these units totaled 425,000 at the end of 1Q 2001, up 78%.

TDC Switzerland Group

DKK m	1Q 2001
Net revenues	
Mobile services	589
Landline services	887
Internet services	122
Net revenues, total	1,598
EBITDA	-139

TDC Switzerland was created through the acquisition and merger of sunrise and diAx that was announced in November 2000 and closed on January 23, 2001. The two merged companies will continue under the brand name sunrise. diAx was consolidated as of February 1, 2001.

Net revenues totaled DKK 1,598m and EBITDA was DKK -139m in 1Q 2001. 1Q 2001 performance for TDC Switzerland was as planned and the company will reach positive EBITDA in the fourth quarter of this year.

TDC Switzerland is focused on creating a solid business platform for future expansion and value creation. With the innovative marketing of advanced mobile and landline communications services TDC Switzerland is well positioned to expand its market share further. 1Q 2001 operational improvements for TDC Switzerland were achieved and the financial performance was as planned. We expect improved EBITDA from merger and restructuring gains in the next few quarters.

Increasing synergy by merging the two companies will accelerate the value-creation process.

In terms of revenues, the synergies include cross-selling, co-ordinated marketing efforts and streamlined point-of-sale presence. The potential for cross selling to the current customer base of 2.2m is significant, and focused initiatives have been taken in order to sell mobile services to landline and internet customers and vice versa.

A number of cost-optimizing projects are being carried out. Cost synergies include reducing the number of call centers and administrative locations as well as a reduction in administration, marketing and network transmission related costs. As of March 1, 2001, 250 employees were released and the number of employees is planned to be reduced further through normal attrition.

TDC Switzerland's controlled customer base at the end of 1Q 2001 comprised 668,000 mobile customers, 493,000 Internet customers and 997,000 landline customers. The mobile customer base comprises 376,000 post-paid and 292,000 pre-paid customers. The total mobile churn rate has successfully been reduced to 3.5% in March and, through the introduction of longer term contracts and other retention initiatives, is expected to fall further during 2001.

TDC Internet Group

DKKm	1Q 2000	1Q 2001	Change in %
Net revenues, total	145	177	22.0
Domestic	145	174	20.0
International	0	3	NM
EBITDA	-89	-153	-71.9
Domestic	-85	-147	-72.9
International	-4	-6	-50.0

TDC Internet includes predominately Danish dial-up customers and web services such as web hosting and security as well as ownership of Contactel and Dan Net A/S.

Net revenues from *TDC Internet* grew 22% to DKK 177m, and EBITDA was DKK -153m compared with DKK -89m in 1Q 2000. The number of Internet dial-up customers grew 41% to 651,000 and the number of ADSL customers by the end of 1Q 2001 was 19,000.

In 1Q 2001, TDC Internet, together with TDC Tele Danmark, announced a nationwide roll-out of ADSL services. The target is that by mid-2002, ADSL access will be available for 95% of all customers in Denmark. TDC Internet expects to reach a dominant market share in this high growth and value-creating market segment.

During 1Q 2001, TDC Internet entered into an alliance with Egmont and TV2 to develop TV-on-demand via the Opasia Internet portal. Adding useful broadband services is an important step towards making the Opasia portal the preferred personal media portal for retail customers in the future.

In 1Q 2001, TDC Internet acquired 51% of Softbank Poland, a Polish holding company that controls 6 Internet providers, for DKK 171m. The new entity will be named TDC Internet S.A. and will strengthen TDC Internet's market profile and strategic opportunities in Poland as we now have a 20% market share for web services to businesses. The Polish market offers significant growth potential and with TDC Internet's marketing competence and advanced product/service offerings, the business model is very encouraging. TDC Internet S.A. figures are not consolidated in 1Q 2001.

Other business units

The **TDC Directories Group** achieved net revenues of DKK 359m, up 3%, and EBITDA was DKK 132m compared with DKK 183m in 1Q 2000. The EBITDA development is due primarily to the start-up of Gulan, a Swedish nationwide directory service. TDC Directories has expanded its market coverage in the Nordic market over the past two years with acquisitions of Lokaldelen, Företagsfakta, Mediaforelaget and Storbyguiden. Today, TDC Directories is focused on Nordic expansion, providing e-business solutions throughout the countries of presence, while streamlining and developing its core business.

Net revenues from the **TDC Cable TV Group** remained unchanged at DKK 279m in 1Q 2001 and EBITDA was DKK -39m in 1Q 2001 compared with DKK 25m in 1Q 2000. The customer base increased 1.8% to 807,000.

The **TDC Services Group** achieved net revenues of DKK 814m, up 14%. EBITDA rose to DKK 272m. TDC Services' activities include mainly the provision of billing, bookkeeping, salary administration, logistics, procurement and IT services for TDC's business units.

Outlook

TDC's financial outlook for 2001 was described in detail in the 2000 Earnings Release and the 2000 Annual Report. Its performance in 1Q 2001 resulted in some minor adjustments to outlook 2001 and there have been no changes to the outlook 2004 as described in the 2000 Annual Report.

During 1Q 2001, TDC thoroughly examined the action plans for Talkline. We expect Talkline to turn EBITDA accretive in the second half of 2001, but as a consequence of the change of plans, we have reduced the forecast for total revenues in TDC Mobile International from DKK 19.3bn to DKK 16.4bn. TDC Mobile International's EBITDA contribution remains unchanged at DKK 2.3bn.

At TDC Group level, the 2001 outlook comprises total revenues of DKK 53.9bn compared with DKK 57.5bn in the February 2001 outlook, EBITDA of DKK 12.8bn, unchanged compared to the February 2001 outlook, and net income before one-time items of DKK 0.6bn, compared to the February 2001 outlook. Consistent with our statement in the annual report from February 22, 2001 earnings performance could be expected to be better in the second half of 2001 than in the first half of the year, partly because of the development in TDC Switzerland and Talkline.

For the major business lines, the outlook for 2001 is as follows:

TDC Group

Outlook 2001 (excl. one-time items)

DKKbn	1999	2000	2001	Growth 00/01 (%)
TDC Tele Danmark Group				
Total revenues	21.0	22.0	21.2	-4
EBITDA	7.5	6.9	7.0	1
TDC Mobile International Group				
Total revenues	12.9	16.9	16.4	-3
EBITDA	1.2	1.9	2.3	20
TDC Internet Group				
Total revenues	0.4	0.6	1.2	100
EBITDA	-0.3	-0.4	-0.6	-71
TDC Cable TV Group				
Total revenues	0.8	1.1	1.2	8
EBITDA	-0.0	-0.1	-0.1	NM
TDC Directories Group				
Total revenues	0.9	1.4	1.6	18
EBITDA	0.4	0.6	0.5	-12
TDC Services Group				
Total revenues	3.1	3.4	3.7	10
EBITDA	0.9	1.0	1.0	-1
TDC Switzerland Group				
Total revenues	NA	NA	8.1	NM
EBITDA	NA	NA	-0.4	NM
Net income ¹	NA	NA	-2.5	NM
TDC Group				
Total revenues	40.4	46.8	53.9	15
EBITDA	12.3	13.0	12.8	-1
Net income ²	3.8	3.6	0.6	-83

¹ After goodwill amortization of DKK -0.9bn.

² After interest expenses of DKK -0.6bn after tax related to the acquisition of TDC Switzerland

Safe harbor statement

Certain sections of this quarterly report contain forward-looking statements that reflect the Management's current views with respect to certain future events and financial performance. Statements concerning the outlook naturally involve uncertainties, and consequently actual results may differ materially from those projected or implied in these forward-looking statements. Further, certain forward-looking statements are based on assumptions of future events that may prove not to be accurate.

Factors that may cause actual results to differ materially from those projected or implied in the forward-looking statements include – but are not limited to – economic trends and developments in financial markets; technological developments; changes in applicable Danish legislation and EU

legislation; changes in interconnect rates; developments in competition within domestic and international communications solutions; introduction of and demand for new services and products; developments in the demand, product mix and prices in the mobile market, including marketing expenses; developments in the market for multimedia services; the possibilities of being awarded licenses; developments in TDC's international activities, which also involve certain political risks; and investments and divestitures in domestic and foreign companies.

Conference call

TDC invites you to participate in a conference call today at 16.00 CET to be hosted by Henning Dyremose, Chief Executive Officer, and Hans Munk Nielsen, Chief Financial Officer. To participate, please call +353 12 40 54 24 about 10 minutes before the conference call is due to start.

The conference call will refer to a slide deck that is available at www.teledanmark.dk and www.teledanmark.com. Participants should obtain these slides before the conference call begins.

For further information, please contact Investor Relations on +45 3343 7680.

TDC Group

Statements of Income

TDC Group DKK m	1Q 2000	1Q 2001	Change in %
Fixed telephony	4,144	4,296	3.7
Mobile telephony	2,865	3,975	38.7
Terminal equipment, etc.	719	718	-0.1
Internet services	222	412	85.6
Leased lines	346	378	9.3
Operator services	153	122	-20.3
Directories	327	333	1.8
Data communications services	170	162	-4.7
Cable TV	281	280	-0.4
Other activities (incl. Belgacom)	1,462	1,705	16.6
Net revenues	10,689	12,381	15.8
of which domestic revenues	5,788	5,871	1.4
of which international revenues	4,901	6,510	32.8
Total revenues	11,173	12,887	15.3
Total operating expenses	-7,672	-10,144	-32.2
EBITDA	3,501	2,743	-21.7
of which domestic EBITDA	2,720	2,264	-16.8
of which international EBITDA	781	479	-38.7
Depreciation, amortization and write-downs, etc.	-1,503	-1,924	-28.0
of which goodwill amortization	-176	-350	-98.9
Operating income (EBIT) before one-time items	1,998	819	-59.0
One-time items, net	0	394	NM
Operating income (EBIT) including one-time items	1,998	1,213	-39.3
Net financials	-155	-257	-65.8
Income before income taxes	1,843	956	-48.1
Total Income taxes	-803	-825	-2.7
of which related to ordinary income	-803	-497	38.1
of which related to one-time items	0	-328	NM
Income before minority interests	1,040	131	-87.4
Minority interests	-5	159	NM
of which related to ordinary income	-5	92	NM
of which related to one-time items	0	67	NM
Net income	1,035	290	-72.0

Statements of Income for the business lines

DKKkM	TDC Tele Danmark Group		TDC Mobile International Group		TDC Internet Group		TDC CableTV Group	
	1Q00	1Q01	1Q00	1Q01	1Q00	1Q01	1Q00	1Q01
Net revenues, external customers	4,848	4,488	3,409	3,887	131	162	260	277
Net revenues, other business lines	371	367	267	317	14	15	20	2
Other revenues	346	422	70	64	7	9	4	4
Total revenues	5,565	5,277	3,746	4,268	152	186	284	283
Total operating expenses	-3,689	-3,558	-3,316	-3,948	-241	-339	-259	-322
EBITDA	1,876	1,719	430	320	-89	-153	25	-39
Depreciation, amortization and write-downs	-697	-599	-294	-351	-10	-16	-67	-58
Operating income before one-time items	1,179	1,120	136	-31	-99	-169	-42	-97
Capital expenditures	1,105	746	839	429	60	40	28	45

DKKkM	TDC Directories Group		TDC Switzerland		Other ²		TDC Group	
	1Q00	1Q01	1Q00	1Q01	1Q00	1Q01	1Q00	1Q01
Net revenues, external customers	326	331	NA	1,598	1,715	1,638	10,689	12,381
Net revenues, other business lines	22	28	NA	0	-694	-729	-	-
Other revenues	3	3	NA	0	54	4	484	506
Total revenues	351	362	NA	1,598	1,075	913	11,173	12,887
Total operating expenses	-168	-230	NA	-1,737	1	-10	-7,672	-10,144
EBITDA	183	132	NA	-139	1,076	903	3,501	2,743
Depreciation, amortization and write-downs	-17	-23	NA	-408 ¹	-418	-469	-1,503	-1,924
Operating income before one-time items	166	109	NA	-547	658	434	1,998	819
Capital expenditures	95	89	NA	12,473³	144	453	2,271	14,275

¹ Includes goodwill amortization.

² Includes TDC Services, Belgacom and elimination of internal settlements between the business lines.

³ Includes acquisition of shareholdings in Switzerland

Balance Sheets March 31, 2001

TDC Group (DKKkm)	1Q 2000	1Q 2001
Assets		
Intangible assets, net	10,488	31,181
Property, plant and equipment, net	26,222	33,086
Investments and other assets, net	3,940	1,948
Total fixed assets	40,650	66,215
Total inventories	1,047	1,238
Total accounts receivable	19,094	20,836
Marketable securities	405	535
Cash	1,208	2,080
Total current assets	21,754	24,689
- of which interest-bearing assets	1,613	2,615
Total assets	62,404	90,904
Liabilities and shareowners' equity		
Shareowners' equity	26,875	33,009
Total provision	7,172	6,711
Total long-term debt	10,605	12,650
Total short-term debt	17,515	38,587
Minority interests	237	-53
Total liabilities	35,529	57,895
- of which interest-bearing debt	16,086	34,560
Total liabilities and shareowners' equity	62,404	90,904

Statements of Cash Flow

TDC Group (DKKkm)	1Q 2000	1Q 2001	Change in %
Cash flow from operating activities	1,458	2,132	46.2
Cash flow from investing activities	-2,227	-14,147	NM
Cash flow from financing activities	1,106	8,579	NM
Increase/decrease in cash and cash equivalents	337	-3,436	NM
Cash and cash equivalents at March 31, 2001	1,613	2,615	62.1

Shareowners' equity

TDC Group (DKKm)	1Q 2000	1Q 2001
Shareowners' equity at January 1	25,868	32,636
Net income	1,035	290
Acquisition of treasury shares	-103	0
Disposal of treasury shares	40	0
Currency translation adjustments	35	83
Shareowners' equity at March 31	26,875	33,009

Statistics

Subscriptions ('000) end of period	1Q 2000	1Q 2001	Change in %
Domestic:			
Landline subscribers incl. wholesale and ADSL	3,201	3,192	-0.3
Mobile subscribers incl. Duét ¹	1,349	1,753	29.9
Internet dial-up subscribers	462	651	40.9
Cable-TV subscribers ¹	793	807	1.8
Domestic subscriptions, total	5,805	6,403	10.3
International:			
Landline subscribers	1,278	1,775	38.9
Mobile subscribers	2,065	4,075	97.3
Internet dial-up subscribers	347	871	151.0
International pro rata subscriptions, total	3,690	6,721	82.1
Group subscriptions, total	9,495	13,124	38.2

¹ definition of customers has been changed

Domestic traffic data

Traffic volume (million minutes):	1Q 2000	1Q 2001	Change in %
Domestic landline traffic	6,794	6,995	3.0
International traffic	559	493	-11.7
Mobile traffic	532	625	17.4

Employees

TDC and fully owned subsidiaries	1Q 2000	1Q 2001	Change in %
Employees	18,397	18,779	2.1

Key Figures 1996 - 1Q 2001

	1996	1997	1998	1999	2000	1Q 2001
Statements of Income DKKm						
Net revenues	23,608	29,386	33,989	38,206	44,552	12,381
Total revenues	25,010	31,036	35,867	40,437	46,757	12,887
Total operating expenses	-15,964	-21,189	-24,889	-28,139	-33,786	-10,144
EBITDA	9,046	9,847	10,978	12,298	12,971	2,743
Depreciation, amortization and write-downs	-4,633	-5,265	-5,270	-5,583	-6,178	-1,924
Operating income before one-time items	4,413	4,582	5,708	6,715	6,793	819
One-time items, net	0	-2,292	755	0	6,161	394
Operating income (EBIT)	4,413	2,290	6,463	6,715	12,954	1,213
Net financials	520	21	-108	-215	-612	-257
Income before income tax	4,933	2,311	6,355	6,500	12,342	956
Total income taxes	-1,916	-1,162	-1,888	-2,685	-3,240	-825
Income before minority interests	3,017	1,149	4,467	3,815	9,102	131
Minority interests	-7	27	-34	-62	-15	159
Net income	3,010	1,176	4,433	3,753	9,087	290
Net income before one-time items	3,010	2,635	3,522	3,753	3,591	157
Balance Sheets DKKbn						
Total assets	55.9	58.8	53.4	62.2	75.1	90.9
Total shareowners' equity	32.7	32.1	24.3	25.9	32.6	33.0
Shares issued (million)	262.0	262.0	216.5	216.5	216.5	216.5
Cash Flows DKKbn						
Operating activities	7.5	7.7	9.0	8.5	8.9	2.1
Investing activities	-10.1	-8.9	-5.9	-11.3	-7.5	-14.1
Financing activities	-0.7	-1.0	-8.9	3.0	3.3	8.6
Change in cash and cash equivalents	-3.3	-2.2	-5.8	0.2	4.7	-3.4
Key Ratios						
Reported EPS DKK	11.49	4.49	19.22	17.34	41.98	1.34
EPS before one-time items DKK	11.49	10.06	15.27	17.34	16.59	0.73
Pro forma EPS 1) DKK	13.20	12.39	18.14	20.52	20.47	2.38
Dividend per share DKK	8.50	9.00	9.50	10.00	10.50	-
Net interest-bearing debt DKKbn	(2.6)	0.0	8.6	13.6	14.1	31.9
Operating profit ratio (EBIT-margin) %	18.7	15.6	16.8	17.6	15.2	6.6
Return on capital employed (ROCE) 2) %	15.3	14.0	18.4	21.1	17.9	2.1
Other Data - domestic activities						
('000, end of period):						
- Voice lines (64 kb equivalents)	3,279	3,368	3,465	3,628	3,735	3,762
- Mobile telephone users 3)	806	894	995	1,294	1,648	1,753
- Cable-TV users 3)	752	765	812	825	801	807
Traffic volume (million minutes):						
-Total domestic traffic landline	13,409	14,407	17,511	21,608	26,096	6,995
-International traffic	1,302	1,396	1,506	1,698	2,137	493
-Mobile traffic	958	1,242	1,656	2,046	2,307	625
Number of employees	16,763	17,268	16,410	17,464	18,363	18,779
Capital expenditures (DKKm)	10,669	9,314	7,983	11,525	16,102	14,275
USD/DKK exchange rate	5.94	6.83	6.39	7.40	8.02	8.36
EUR/DKK exchange rate					7.46	7.47

1) Pro forma EPS is defined as net income before goodwill amortization and one-time items.

2) Return On Capital Employed (ROCE) is defined as income before income taxes, one-time items and interest expenses divided by total shareowners' equity plus interest bearing debt.

3) The definitions for cable-TV and mobile prepaid customers was changed in 2000.

TDC, formerly Tele Danmark, is a Danish-based European communication solutions provider organized as seven main business units; TDC Tele Danmark, TDC Mobile International, TDC Internet, TDC Switzerland, TDC Cable TV, TDC Services and TDC Directories A/S. TDC is the leading provider of communications services in Denmark, the second-largest communications provider in Switzerland and holds significant interests in a range of communications companies across Northern and Continental Europe. TDC was privatized in 1994. Today, SBC Communications owns a 41.6% stake in TDC and the remaining shares are held by individual and institutional shareowners all over the world.

TLD Listings

Shares: Copenhagen Stock Exchange.

Reuters TLD.CO.

Bloomberg TLD.DC.

Nominal value DKK 5.

ISIN DK00-1020242-3.

SEDOL 4889874.

ADSs: New York Stock Exchange.

One ADS represents half of one common share.

Reuters TLD.N.

Bloomberg TLD.US.

SEC 1-12998.

Half of one common share.

CUSIP 879242105.

SEDOL 2883094.