

Earnings Release Second Quarter 2001

August 2, 2001

Highlights of 2Q 2001

- Net revenues of DKK 12,901m, up 18%
- Net revenues from mobile telephony of DKK 4,291m, up 32%
- Total number of customers on a pro rata basis of 13.7m, up 37%
- EBITDA of DKK 2,947m
- Net income after minority interests of DKK 131m
- TDC Switzerland EBITDA better than planned
- Full-year earnings outlook reaffirmed



TDC Group

DKKm		
	2Q00	2Q01
Net revenues	10,953	12,901
Total revenues	11,573	13,497
Total operating expenses	-8,163	-10,550
EBITDA	3,410	2,947
Depreciation and amortization	-1,543	-2,082
Operating income (EBIT)	1,867	865
Net financials	-261	-391
Income before income taxes	1,606	474
Income taxes	-693	-445
Income before minority interest	913	29
Minority interest share of net income	-12	102
Net income	901	131
Earnings per share, DKK	4.16	0.61

COPENHAGEN, Denmark, August 2, 2001 – The TDC Group, formerly Tele Danmark, the full service European communications provider based in Denmark, today reported 2Q 2001 net revenues of DKK 12,901m, up 18%. EBITDA totaled DKK 2,947m and net income after minority interests totaled DKK 131m.

TDC acquired controlling stakes in diAx and sunrise in November 2000 and subsequently created TDC Switzerland, which has been fully consolidated since February 1, 2001. The purpose of the acquisitions was to create additional shareholder value by establishing TDC as a clear number two operator in the Swiss market and thereby improve EBITDA and net income growth for the TDC Group. TDC Switzerland has significantly increased TDC's customer base as well as total revenues, while it dilutes EBITDA and net income in the short term. TDC Switzerland is performing better than planned in 2001 and consequently we are upgrading the EBITDA outlook to DKK –0.2bn from DKK –0.4bn.

TDC reaffirms full-year earnings outlook. Thus, EBITDA outlook for 2001 remains at DKK 12.8bn and net income remains at DKK 0.6bn. The Group still expects increased EBITDA in the second half of 2001, driven primarily by improvements in TDC Tele Danmark, TDC Mobil A/S¹⁾ and TDC Switzerland. TDC Tele Danmark is forecasted to improve due to higher traffic volumes as well as increased demand for Internet/IP and ISDN services, while TDC Mobil A/S is expected to improve due to higher traffic volumes.

TDC's total pro rata customers grew 37% to 13.7m. Similarly, the number of mobile users grew 65% to 6.3m, Internet dial-up subscribers grew 73% to 1.6m, landline customers increased 12% to 5.0m and the number of cable-TV subscribers increased 1.5% to 809,000.

¹⁾ TDC Mobil A/S is expected to be established in the second half of 2001. The company comprises TDC Mobile International's domestic activities

"2001 is developing as planned since our key growth drivers and cash generating activities continue to perform well. We have focused resources to rapidly improve the operating performance of TDC Switzerland, which we gained full control over earlier this year," said CEO Henning Dyremose. "It is now almost a year since we announced our restructuring and since then we have created a business approach which emphasizes monitoring and rapid response to market developments, while at the same time optimizing returns. Consistent with the foundations we have built, we expect EBITDA to increase in the second half of this year."

In the second quarter Talkline achieved net revenues of DKK 2,394m, up 2.4% and EBITDA of DKK 54m compared with DKK 119m in 2Q 2000. After the first quarter, we stated that Talkline's strategies would be changed significantly to improve performance. Those changes are under way, and include improvement of the current business as well as further investigation of strategic options, which may lead to divestiture of the company or parts of it.

In the second quarter cash flow from operations contributed DKK 2,898m, up 30%. Capital expenditures totaled DKK 2,680m compared with DKK 1,742 in 2Q 2000.

EBIT was DKK 865m compared with DKK 1,867m in 2Q 2000, reflecting an increase in depreciation and goodwill amortization related primarily to TDC Switzerland.

TDC's net interest-bearing debt amounted to DKK 34.8bn at the end of 2Q 2001. During June 2001, TDC established an EUR 1.5bn multi currency revolving loan facility as a backstop line to support TDC's European Commercial Paper Program. During 2Q 2001, TDC also issued a Eurobond in the amount of EUR 1.35bn with a tenor of 5 years. The proceeds were used for refinancing short-term borrowings related to TDC's acquisition of diAx and sunrise.

Net financials were DKK -391m compared with DKK -261m in 2Q 2000. Again the increase reflects primarily the impact of the inclusion of TDC Switzerland.

Net income after minorities was DKK 131m compared with DKK 901m in 2Q 2000. The reduction reflects primarily the impact of TDC Switzerland, which was fully consolidated in 2Q 2001.

TDC Tele Danmark Group

DKKm	2Q00	2Q01	Change in %
Net revenues			
Fixed telephony	3,339	2,942	-11.9
Mobile telephony	134	135	0.7
Operator services	170	137	-19.4
Data communications services	189	225	19.0
Terminal equipment, etc.	657	620	-5.6
Leased lines	468	537	14.7
Other	183	188	2.7
Net revenues, total	5,140	4,784	-6.9
Domestic	4,635	4,571	-1.4
International	505	213	-57.8
EBITDA	1,702	1,524	-10.5
Domestic	1,733	1,542	-11.0
International	-31	-18	41.9

Net revenues totaled DKK 4,784m in 2Q 2001. Adjusted for divestments and change in ownership, such as sunrise and Telenordia, net revenues grew by 1.5%.

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

During 2Q 2001 TDC Tele Danmark continued the accelerated rollout of ADSL infrastructure in Denmark. The potential value creation from ADSL and broadband expansion is very promising.

Fixed telephony revenues, including revenues from domestic and international landline operations. Growth was -12%, however adjusted for divestments and change in ownership, such as sunrise and Telenordia, growth was 0.2%. Revenues from domestic *landline subscriptions* were DKK 1,123m, in line with 2Q 2000. Domestic *landline traffic* revenues amounted to DKK 1,236m compared with DKK 1,294m in 2Q 2000. A total of 6.1bn minutes were sold, unchanged compared with 2Q 2000. Domestic revenues from *international traffic* were DKK 662m compared with DKK 508m in 2Q 2000.

EBITDA for TDC Tele Danmark totaled DKK 1,524m compared with DKK 1,702m in 2Q 2000, which is consistent with plans. The decreased EBITDA contribution stems primarily from reduced retail traffic revenues. Performance will improve in 3Q and 4Q 2001.

Capital expenditures for TDC Tele Danmark, including the ADSL roll-out, totaled DKK 913m, compared with DKK 867m in 2Q 2000.

By the end of 2Q 2001, TDC Tele Danmark had 3.4m domestic customers. Our domestic subscriber base includes 2.8m PSTN subscriptions, 394,000 ISDN2 subscriptions and 260,000 Duét subscriptions. TDC Tele Danmarks market share has stabilized in 2001 after several years of declining market share, following deregulation of the Danish communications market.

TDC Mobile International Group

DKKm	2Q00	2Q01	Change in %
Net revenues			
Mobile telephony	3,423	3,617	5.7
Fixed telephony	509	701	37.7
Terminal equipment, etc.	59	130	120.3
Other	9	31	NM
Net revenues, total	4,000	4,479	12.0
Domestic	1,047	1,231	17.6
International	2,953	3,248	10.0
EBITDA	592	591	-0.2
Domestic	401	322	-19.7
International	191	269	40.8

TDC Mobile International Group includes predominately mobile activities from TDC Mobil A/S, the leading Danish mobile operator, Talkline, Polkomtel, Bité, Ben, UMC and Connect Austria. Revenues include fixed telephony and Internet derived from Talkline.

TDC Mobile International achieved net revenues of DKK 4,479m, up 12% and EBITDA of DKK 591m compared with DKK 592m in 2Q 2000.

TDC Mobil A/S, the leading Danish mobile provider, achieved net revenues of DKK 1,231m, up 18% and an EBITDA of DKK 322m, down 20%, primarily driven by increased marketing and customer acquisition costs as well as IT costs and new activities.

The number of customers in TDC Mobil A/S increased 36% to 1.6m from 2Q 2000 to 2Q 2001. During 2Q 2001 alone, TDC Mobil A/S's customer base increased by 106,000.

Traffic volume increased a strong 21% to 646m minutes and the SMS traffic volume expanded 96% to 92m SMS messages, driven primarily by residential customers.

TDC Mobil A/S derived 5.4% of its net revenues from mobile data service, predominately SMS traffic, compared with 2.8% in 2Q 2000 and 4.8% in 1Q 2001. During 2Q 2001, we successfully launched surcharged ringing tones together with The Voice radio station and we are in the process of launching several traffic stimulating initiatives to further increase SMS/data usage.

Talkline, our 100% owned German mobile, internet and landline service provider, recorded net revenues of DKK 2,394m, and EBITDA of DKK 54m compared with DKK 119m in 2Q 2000. Performance in 2Q 2001 was significantly better than in 1Q.

By the end of 2Q 2001, Talkline had 1.94m mobile customers, 265,000 pre-select landline customers and 293,000 Internet dial-up customers.

Bité, our 100% owned Lithuanian mobile GSM operator, increased its net revenues by 47% to DKK 94m and EBITDA by 181% to DKK 45m. The customer base grew 71% to 204,000 compared with 2Q 2000.

Polkomtel, our 19.6% owned Polish mobile operator, achieved net revenues of DKK 427m, up 41% and EBITDA of DKK 153m, up 78% compared with 2Q 2000. On a pro rata basis, Polkomtel had 565,000 mobile customers by the end of 2Q 2001 an increase of 45%.

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 346m and EBITDA of DKK 18m. The number of pro rata consolidated customers served by these units totaled 453,000 at the end of 2Q 2001, up 59%.

TDC Switzerland

DKKm	2Q01
Net revenues	
Mobile services	913
Landline services	883
Internet services	140
Net revenues, total	1,936
EBITDA	-91

TDC Switzerland was created following the acquisition and subsequent merger of sunrise and diAx.

2Q 2001 net revenues totalled DKK 1,936m and EBITDA was DKK - 91m.

During 2Q 2001, significant operational improvements for TDC Switzerland were achieved and a new image campaign was launched. Financial performance was better than planned and as a consequence of this TDC Switzerland EBITDA outlook for 2001 is improved to DKK -0.2bn, compared with DKK -0.4bn previously.

A number of cost-improvement initiatives have been initiated including reducing the number of call centers and other locations as well as reducing other costs related to administration, marketing and network transmission. In addition, the number of employees measured as full-time employees has been reduced to approximately 2,000. The TDC Switzerland management has also prepared for improved marketing and initiatives to increase the average revenue per customer and net customer intake.

TDC Switzerland's controlled customer base at the end of 2Q 2001 comprised 745,000 mobile customers, up 28% since year end 2000, 498,000 Internet access customers, up 11%, and 1.029m landline customers, up 7.3%. The mobile customer base comprises 53% post-paid customers. The total mobile churn rate has successfully been reduced to below 3.0% per month.

Since TDC achieved operating control of TDC Switzerland, the management team has rapidly executed a transition and consolidation. The company will use the marketing brand "sunrise" and with the new slogan "communication is life", sunrise has positioned itself in the Swiss market as the human communications provider.

TDC Internet Group

DKKm	2Q00	2Q01	Change in %
Net revenues, total	150	226	50.7
Domestic	148	210	41.9
International	2	16	NM
EBITDA	-71	-176	-147.9
Domestic	-66	-156	-136.4
International	-5	-20	NM

TDC Internet includes predominately Danish dial-up customers and web services such as web hosting and security as well as ownership of the Eastern European web-service providers Contactel and TDC Internet S.A. (Poland) as well as DanNet A/S, the leading GSM roaming clearing and data clearing provider.

Net revenues from TDC Internet were DKK 226m, up 51% compared with 2Q2000. EBITDA was DKK -176m compared with DKK -71m in 2Q 2000. The EBITDA development is due to the start-up of international activities and the ADSL roll-out in Denmark.

The number of Internet dial-up customers grew 29% to 703,000 compared with 2Q 2000. The number of ADSL customers by the end of 2Q 2001 had quadrupled to 39,000 compared with the end of 2000. The strong growth in the number of ADSL customers is a result of combined efforts by TDC Tele Danmark, which provides the ADSL infrastructure and TDC Internet, which markets the ADSL service as well as subsequent customer support services.

The Internet dial-up and ADSL success can be accredited to TDC Internet, providing flexible solutions for family users comprising security for home PC's in the form of firewalls, encrypting programs and anti virus scanners.

In the SME market, TDC Internet holds a leading position in Denmark and with the introduction of new hosting and ASP services. This position will be a platform for future growth.

With the ADSL offer TDC Internet is very well positioned to expand its leading position in this high growth market segment.

DanNet A/S, the data clearing and GSM roaming clearing provider realized 23% growth in net revenues to DKK 59m and EBITDA of DKK 11m.

Other business lines

The **TDC Directories Group** achieved net revenues of DKK 383m, up 8.8%. EBITDA was DKK 110m compared with DKK 140m in 2Q 2000, reflecting primarily planned costs related to the expansion into the Nordic region.

TDC Directories is a market-leader, in both the Danish directory market and in the market for specialist B2B catalogs. Since 1999, the company has expanded its directory services into Sweden and Norway.

Net revenues from the **TDC Cable TV Group** were DKK 292m in 2Q 2001, up 10% and EBITDA was DKK 0m in 2Q 2001 compared with DKK -41m in 2Q 2000. The customer base increased 1.5% to 809,000.

In June, the viewers' vote was abolished enabling TDC Cable TV to enter into favorable contracts with TV suppliers. This will have a positive impact on the business.

The **TDC Services Group** achieved net revenues of DKK 853m, up 18%. EBITDA was almost unchanged at DKK 254m compared with 2Q 2000. TDC Services' activities include 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 Earnings Release 2000 and the Annual Report 2000. 2Q 2001 performance has resulted in few adjustments to the 2001 outlook for the individual business lines.

TDC Switzerland's performance has improved faster than planned and as a consequence we have improved the EBITDA outlook for 2001 to be DKK -0.2bn compared to DKK -0.4bn in previous forecast.

At TDC Group level, the outlook for 2001 comprises total revenues of DKK 54.2bn compared with DKK 53.9bn, EBITDA is unchanged at DKK 12.8bn and net income excluding one-time items is unchanged at DKK 0.6bn.

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	21.5	-2
EBITDA	7.5	6.9	7.0	2
TDC Mobile International Group				
Total revenues	12.9	16.9	17.1	1
EBITDA	1.2	1.9	2.3	20
TDC Internet Group				
Total revenues	0.4	0.6	1.2	90
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	17
EBITDA	0.4	0.6	0.5	-12
TDC Services Group				
Total revenues	3.1	3.4	3.7	9
EBITDA	0.9	1.0	1.0	-1
TDC Switzerland Group				
Total revenues	NA	NA	7.7	NM
EBITDA	NA	NA	-0.2	NM
Net income	NA	NA	-2.3	NM
TDC Group				
Total revenues	40.4	46.8	54.2	16
EBITDA	12.3	13.0	12.8	-1
Net income	3.8	3.6	0.6	-83

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 1 240 5424 from outside Denmark and 8080 2001 from Denmark 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.tdc.dk and participants wishing to obtain the full benefit of the conference call should obtain these slides before the conference call begins.

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

Financial calendar update

TDC's 3Q 2001 report will be released on November 1, 2001.

TDC Investor Day 2001 is scheduled for November 9, 2001 in Zurich, Switzerland.

TDC full-year report 2001 will be released on February 27, 2002.

TDC Group

Statement of Income

DKK m	2Q00	2Q01	Change in %	1H00	1H01	Change in %
Fixed telephony	3,555	4,359	22.6	7,699	8,655	12.4
Mobile telephony	3,261	4,291	31.6	6,126	8,266	34.9
Terminal equipment, etc.	687	678	-1.3	1,406	1,396	-0.7
Internet services	114	475	NM	336	887	164.0
Leased lines	357	421	17.9	703	799	13.7
Operator services	147	118	-19.7	300	240	-20.0
Directories	324	353	9.0	651	686	5.4
Data communications services	180	193	7.2	350	355	1.4
Cable TV	288	294	2.1	569	574	0.9
Other activities (incl. Belgacom)	2,040	1,719	-15.7	3,502	3,424	-2.2
Net revenues, Group	10,953	12,901	17.8	21,642	25,282	16.8
of which domestic revenues	5,723	5,698	-0.4	11,511	11,569	0.5
of which international revenues	5,230	7,203	37.7	10,131	13,713	35.4
Total revenues, Group	11,573	13,497	16.6	22,746	26,384	16.0
Total operating expenses	-8,163	-10,550	-29.2	-15,835	-20,694	-30.7
EBITDA, Group	3,410	2,947	-13.6	6,911	5,690	-17.7
of which domestic EBITDA	2,531	2,176	-14.0	5,251	4,440	-15.4
of which international EBITDA	879	771	-12.3	1,660	1,250	-24.7
Depreciation, amortization and write-downs, etc.	-1,543	-2,082	-34.9	-3,046	-4,006	-31.5
of which goodwill amortization	-183	-400	-118.6	-359	-750	-108.9
Operating income (EBIT) before one-time items	1,867	865	-53.7	3,865	1,684	-56.4
One-time items, net	0	0	-	0	394	-
Operating income (EBIT) including one-time items	1,867	865	-53.7	3,865	2,078	-46.2
Net financials	-261	-391	-49.8	-416	-648	-55.8
Income before income taxes	1,606	474	-70.5	3,449	1,430	-58.5
Total Income taxes	-693	-445	35.8	-1,496	-1,270	15.1
of which inc. tax rel. to ordinary income	-693	-445	35.8	-1,496	-942	37.0
of which inc. tax rel. to one-time items	0	0	-	0	-328	-
Income before minorities	913	29	-96.8	1,953	160	-91.8
Minority interests	-12	102	-	-17	261	-
of which related to ordinary income	-12	102	-	-17	194	-
of which related to one-time items	0	0	-	0	67	-
Net income	901	131	-85.5	1,936	421	-78.3

Statements of Income for the business lines

DKK m	TDC Tele Danmark Group		TDC Mobile International Group		TDC Internet Group		TDC Cable-TV Group	
	2Q00	2Q01	2Q00	2Q01	2Q00	2Q01	2Q00	2Q01
Net revenues, external customers	4,817	4,335	3,709	4,117	133	206	283	294
Net revenues, other business lines	323	450	290	363	17	20	-18	-2
Other revenues ¹⁾	316	411	114	133	8	13	2	2
Total revenues	5,456	5,196	4,113	4,613	158	239	267	294
Total operating expenses	-3,754	-3,672	-3,521	-4,022	-229	-415	-308	-294
EBITDA	1,702	1,524	592	591	-71	-176	-41	0
Depreciation, amortization and write-downs	-671	-623	-312	-361	-14	-32	-67	-59
Operating income before one-time items	1,031	901	280	230	-85	-208	-108	-59
Capital expenditures	867	913	311	607	18	248	35	74

DKK m	TDC Directories Group		TDC Switzerland		Other ²⁾		TDC Group	
	2Q00	2Q01	2Q00	2Q01	2Q00	2Q01	2Q00	2Q01
Net revenues, external customers	329	357	0	1,936	1,682	1,657	10,953	12,901
Net revenues, other business lines	23	26	0	0	-635	-857	0	0
Other revenues	4	4	0	0	176	31	620	596
Total revenues	356	387	0	1,936	1,223	831	11,573	13,497
Total operating expenses	-216	-277	0	-2,027	-135	158	-8,163	-10,550
EBITDA	140	110	0	-91	1,088	989	3,410	2,947
Depreciation, amortization and write-downs	-25	-24	0	-535 ³⁾	-453	-448	-1,543	-2,082
Operating income before one-time items	115	86	0	-626	635	541	1,867	865
Capital expenditures	58	6	0	166	453	666	1,742	2,680

¹⁾ Includes other operating income and work performed for own purposes and capitalized.

²⁾ Includes Belgacom, TDC Services and eliminations.

³⁾ Includes goodwill amortization.

Balance Sheets

TDC Group (DKKm) end of period	2Q00	2Q01				
Assets						
Intangible assets, net	10,574	31,757				
Property, plant and equipment, net	26,420	33,575				
Investments and other assets, net	3,877	1,958				
Total fixed assets	40,871	67,290				
Total inventories	1,096	1,315				
Total accounts receivable	19,447	20,117				
Marketable securities	267	254				
Cash	886	2,571				
Total current assets	21,696	24,257				
of which interest-bearing assets	1,153	2,825				
Total assets	62,567	91,547				
Liabilities and shareowners' equity						
Shareowners' equity	27,789	33,073				
Total provisions	7,149	6,591				
Total long-term debt	12,339	22,112				
Total short-term debt	15,064	29,820				
Minority interests	226	-49				
Total liabilities	34,778	58,474				
of which interest-bearing debt	17,052	37,629				
Total liabilities and shareowners' equity	62,567	91,547				
Statements of Cash Flow						
TDC Group (DKKm)	2Q00	2Q01	Change in %	1H00	1H01	Change in %
Cash flow from operating activities	2,225	2,898	30.2	3,683	5,030	36.6
Cash flow from investing activities	-1,461	-2,472	-69.2	-3,688	-16,619	NM
Cash flow from financing activities	-1,188	112	NM	-82	8,691	NM
Increase/(decrease) in cash and cash equivalents	-424	538	NM	-87	-2,898	NM
Cash and cash equivalents	1,153	2,825	145.0	1,153	2,825	145.0

Shareowners' equity

TDC Group (DKKm)	2Q00	2Q01
Shareowners' equity at April 1	26,875	33,009
Net income	901	131
Acquisition of treasury shares	-39	-132
Disposal of treasury shares	3	0
Currency translation adjustments	49	65
Shareowners' equity at June 30	27,789	33,073

Statistics

Group subscriptions

Subscriptions ('000) end of period	2Q00	2Q01	Change in %
Domestic:			
Landline subscribers incl. wholesale and ADSL	3,197	3,206	0.3
Mobile subscribers including Duét and wholesale ¹⁾	1,457	1,877	28.8
Internet dial-up subscribers	503	683	35.8
Cable-TV subscribers ²⁾	797	809	1.5
Domestic subscriptions, total	5,954	6,575	10.4
International:			
Landline subscribers	1,291	1,804	39.7
Mobile subscribers	2,342	4,395	87.7
Internet dial-up subscribers	444	956	115.3
International pro rata subscriptions, total	4,077	7,155	75.5
Group subscribers, total	10,031	13,730	36.9

Domestic traffic data

Traffic volume (million minutes):	2Q00	2Q01	Change in %
Domestic landline traffic	6,481	6,567	1.3
International traffic	539	570	5.8
Mobile traffic	573	693	20.9

Employees

TDC and fully owned subsidiaries			
Employees	18,446	18,988	2.9

1) The definition of mobile prepaid customers was changed in 2000.

2) The definition of cable-TV subscribers was changed in 2000.

Key Figures 1996 – 1H 2001

		1996	1997	1998	1999	2000	1H 2001
Statements of Income DKKm							
Net revenues		23,608	29,386	33,989	38,206	44,552	25,282
Total revenues		25,010	31,036	35,867	40,437	46,757	26,384
Total operating expenses		-15,964	-21,189	-24,889	-28,139	-33,786	-20,694
EBITDA		9,046	9,847	10,978	12,298	12,971	5,690
Depreciation, amortization and write-downs		-4,633	-5,265	-5,270	-5,583	-6,178	-4,006
Operating income before one-time items		4,413	4,582	5,708	6,715	6,793	1,684
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	2,078
Net financials		520	21	-108	-215	-612	-648
Income before income taxes		4,933	2,311	6,355	6,500	12,342	1,430
Total income taxes		-1,916	-1,162	-1,888	-2,685	-3,240	-1,270
Income before minority interests		3,017	1,149	4,467	3,815	9,102	160
Minority interests		-7	27	-34	-62	-15	261
Net income		3,010	1,176	4,433	3,753	9,087	421
Net income before one-time items		3,010	2,635	3,522	3,753	3,591	288
Balance Sheets DKKbn							
Total assets		55.9	58.8	53.4	62.2	75.1	91.5
Total shareowners' equity		32.7	32.1	24.3	25.9	32.6	33.1
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	5.0
Investing activities		-10.1	-8.9	-5.9	-11.3	-7.5	-16.6
Financing activities		-0.7	-1.0	-8.9	3.0	3.3	8.7
Change in cash and cash equivalents		-3.3	-2.2	-5.8	0.2	4.7	-2.9
Key Ratios							
Reported EPS	DKK	11.49	4.49	19.22	17.34	41.98	1.95
EPS before one-time items	DKK	11.49	10.06	15.27	17.34	16.59	1.33
Pro forma EPS 1)	DKK	13.20	12.39	18.14	20.52	20.47	4.87
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	34.8
Operating profit ratio (EBIT-margin)	%	18.7	15.6	16.8	17.6	15.2	6.7
Return on capital employed (ROCE) 2)	%	15.3	14.0	18.4	21.1	17.9	4.5
Other Data - domestic activities							
('000, end of period):							
- Voice lines (64 kb equivalents)		3,279	3,368	3,465	3,628	3,735	3,761
- Mobile telephone users 3)		806	894	995	1,294	1,648	1,877
- Cable-TV users 3)		752	765	812	825	801	809
Traffic volume (million minutes):							
-Total domestic traffic landline		13,409	14,407	17,511	21,608	26,096	13,562
-International traffic		1,302	1,396	1,506	1,698	2,137	1,063
-Mobile traffic		958	1,242	1,656	2,046	2,307	1,318
Number of employees		16,763	17,268	16,410	17,464	18,363	18,988
Capital expenditures (DKKm)		10,669	9,314	7,983	11,525	16,102	16,955
USD/DKK exchange rate		5.94	6.83	6.39	7.40	8.02	8.79
EUR/DKK exchange rate						7.46	7.44

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 full-service provider of communications solutions. It is organized in 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.

TDC Listings

Shares: Copenhagen Stock Exchange.

Reuters TDC.CO.

Bloomberg TDC DC.

Nominal value DKK 5.

ISIN DK00-10253335.

SEDOL 5698790.

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 87236N102.

SEDOL 2883094.