

February 12, 2008

Tele2 Netherlands Announces Fourth Quarter and Full Year 2007 Results

- **Revenue** for FY 2007 amounts to € 582 million, an increase of 73 % compared to FY 2006. Revenue for 4Q07 amounts to € 170 million, an increase of 87 % compared to 4Q06.
- **Gross margin** for FY 2007 amounts to € 278 million, an increase of 40 % compared to FY 2006. Gross margin for 4Q07 amounts to € 86 million, an increase of 58 % compared to 4Q06.
- **EBITDA** for FY 2007 amounts to € 81 million, an increase of 16 % compared to FY 2006. EBITDA for 4Q07, amounts to € 15 million, a decrease of 37 % compared to 4Q06.
- **Net result** for FY 2007 amounts to a loss of € 65 million, compared to a loss of € 100 million for FY 2006. Net result for 4Q07 amounts to a loss of € 2 million, compared to a loss of € 20 million for 4Q06.
- **EBITDA and Net result** for Q407 are both impacted by an one-off provision for wage tax, see page 3,4 and 6 for further details.

(EURm)	FY 2007 ⁽¹⁾	FY 2006 ⁽¹⁾⁽²⁾	Growth
Revenue	582.4	337.3	72.7%
Gross Margin	278.4	198.3	40.4%
<i>as % of revenue</i>	47.8%	58.8%	n/m
EBITDA	80.6	69.4	16.2%
<i>as % of revenue</i>	13.8%	20.6%	n/m
Net Result	(64.5)	(100.1)	n/m
Net Result (Continued)	(80.2)	(74.3)	n/m
Capex	90.9	83.7	8.6%
EBITDA - Capex (FCF)	(10.3)	(14.4)	n/m

(EURm)	4Q07 ⁽¹⁾	4Q06 ⁽¹⁾⁽²⁾	Growth
Revenue	169.5	90.6	87.2%
Gross Margin	86.2	54.7	57.5%
<i>as % of revenue</i>	50.8%	60.4%	n/m
EBITDA	15.1	23.9	-36.8%
<i>as % of revenue</i>	8.9%	26.4%	n/m
Net Result	(2.2)	(19.7)	n/m
Net Result (Continued)	(33.1)	(9.5)	n/m
Capex	22.0	20.6	6.5%
EBITDA - Capex (FCF)	(6.9)	3.3	n/m

- (1) *Note: The income statement data has been re-presented in order to reflect the operations of Tele2 Netherlands in Belgium as discontinued operations. Only the income statement data related to continuing operations is presented in the figures above. The 2006 revenue and expense lines now include intercompany amounts that were eliminated in the presentation of prior press releases and therefore may differ from prior year disclosure.*
- (2) *Note: The comparative financial information for 4Q06 excludes the results of Tele2 (Netherlands) B.V. which company was acquired on March 6, 2007.*

FINANCIAL HIGHLIGHTS:

- Full year 2007 **revenues** increased by 73 percent to € 582 million from 2006 revenues of € 337 million. Fourth quarter 2007 revenues increased by 87 percent to € 170 million from fourth quarter 2006 revenues of € 91 million.
- **Gross margin** as a percentage of revenues in 2007 decreased compared to 2006 from 59 percent to 48 percent. In the fourth quarter of 2007, gross margin as a percentage of revenues was 51 percent, down from 60 percent in the fourth quarter of 2006. The decrease is primarily the result of the acquisition of Tele2 (Netherlands) B.V., which acquisition was completed on March 6, 2007. The gross margins on the products of Tele2 Netherlands B.V. are generally lower than those of the (on-net) products that are offered by Tele2 Nederland (formerly known as 'Versatel').
- **EBITDA** was € 81 million for 2007, compared with 69 million for the previous year, an increase of 16 percent. EBITDA for the fourth quarter 2007 was € 15 million, compared with € 24 million for the fourth quarter 2006, down 37 percent. The decrease is primarily the result of a provision for wage tax of € 13.2 million (excluding interest) in the fourth quarter of 2007.
- Tele2 Netherlands' **net result** for the year ended December 31, 2007, amounted to a loss of € 65 million compared with a loss of € 100 million in 2006. The net result in the fourth quarter of 2007 was a loss of € 2 million compared with a net loss of € 20 million in the fourth quarter of 2006. Net result for FY 2007 and 4Q07 includes a gain of € 32 million on the disposal of the Belgium operations in October 2007. The net result for continued operations for the year ended December 31, 2007, amounted to a loss of € 80 million compared with a loss of € 74 million in 2006. The net result from continued operations in the fourth quarter of 2007 was a loss of € 33 million compared with a loss of € 10 million in the fourth quarter of 2006. Net result for continued operations has been influenced by a wage tax provision (see page 6 for further details).
- **Capital expenditures** (Capex) from continued operations in 2007 amounted to € 91 million, compared with € 84 million in 2006. Fourth quarter 2007 Capex was € 22 million, compared with € 21 million in the fourth quarter of 2006.

OTHER HIGHLIGHTS 4Q07:

- On October 1, 2007, Tele2 Netherlands transferred the shares of its Belgian subsidiaries Versatel Belgium N.V. and Tele2 Belgium N.V. to KPN. Subsequently, Tele2 Netherlands repaid an amount of € 125 million under the related party loan with Tele2 AB, while at the same time securing a standby facility from Tele2 AB in the amount of € 200 million for general corporate purposes. The divestment resulted in a gain on disposal of € 32 million.
- On October 22, 2007, Tele2 Netherlands announced that it had signed a new agreement with DHL for the delivery of, *inter alia*, a Virtual Private Network (IP-VPN) connecting 150 different locations. Assuming a term of 2,5 years, the agreement has a value of approximately € 4 million.
- On October 26, 2007, Tele2 Netherlands announced that its shareholders had approved an amendment to its articles of association enabling the Company to change its name from 'Versatel Telecom International N.V.' into 'Tele2 Netherlands Holding N.V.'. The name change became effective November 26, 2007. As a result, the symbol under which Tele2 Netherlands is traded on Euronext has changed from 'VRSA' into 'TLNL'.
- On December 13, 2007, Tele2 Netherlands announced that it had signed an agreement with the Dutch Police for the delivery of fixed telephony throughout the Netherlands. The agreement has an

initial term of 2 years, which can be extended twice with another year.

- On December 21, 2007, Tele2 Netherlands announced that the Supreme Court had ruled negatively on the appeal in cassation which was filed in connection with a dispute with the tax authorities concerning the valuation for tax purposes of stock options which were issued to employees prior to the public offering of the Company in July 1999. As a result, a tax assessment will have to be paid, which is estimated to be € 17.5 million (including late payment interest), for which no provision had been made. The Company is still looking into possibilities to reduce the financial impact.
- On December 24, 2007, Tele2 Netherlands announced that it had learned that Tele2 AB acquired an additional 16% of the Company's outstanding share capital, bringing the total to approximately 98%.
- As per December 31, 2007, Tele2 Netherlands recorded over 24.000 orders in the Netherlands for its **multi play product** over **ADSL2+** during the quarter. At the end of the fourth quarter 2007, Tele2 Netherlands had provisioned approximately 225.000 customers over ADSL 2+.
- Tele2 Netherlands recorded a net increase of approximately 22.000 customers in its **residential DSL** business in the Netherlands in the fourth quarter of 2007, bringing the total to approximately 303.000 (including the existing DSL customer base of Tele2 (Netherlands) B.V.) as per December 31, 2007, including approximately 225.000 ADSL 2+ customers.

SUBSEQUENT EVENT:

- Effective January 1, 2008, Versatel Nederland B.V. (as acquiring entity) and Tele2 (Netherlands) B.V. (as disappearing entity) merged in the meaning of Chapters 1, 2 and 3 of Part 7, Book 2 of the Dutch Civil Code, as a consequence of which Tele2 (Netherlands) B.V. ceased to exist. Subsequently, Versatel Nederland B.V. was renamed into Tele2 Nederland B.V.
- On January 25, 2008, Tele2 Netherlands announced that it had been informed by the Enterprise Chamber of the Amsterdam Court of Appeal that the pending proceedings had ended. As a result, no investigation into the affairs ("*enquête*") of the company will be held.

Amsterdam, February 12, 2008 – Tele2 Netherlands Holding N.V., today reports its fourth quarter and full year 2007 financial and operating results.

For the year ended December 31, 2007, **revenues** were € 582.4 million, up 72.7 percent from 2006 revenues of € 337.3 million. For the quarter ended December 31, 2007, revenues were € 169.5 million, up 87.2 percent from fourth quarter 2006 revenues of € 90.6 million and up 10.0 percent compared with third quarter 2007 revenues of € 154.1 million.

The quarter over quarter increase in revenue is the result of strong organic growth in our residential segment, mainly due to an increase of our broadband customer base (as a result of, amongst others, a laptop campaign) and a continued contribution of wholesale line rental (WLR) to our fixed telephony services. In the business and carrier segment, the growth has been driven by continued efforts to sell on-net services.

On December 31, 2007, Tele2 Netherlands had approximately 303.000 **residential DSL customers** (including ADSL2+). During the quarter Tele2 Netherlands continued to upgrade existing residential DSL customers to higher-end ADSL 2+ services.

With regard to our **Multi Play Products**, as per the end of the fourth quarter of 2007, Tele2 Netherlands recorded approximately 24.000 orders during the quarter. At the end of the fourth quarter of 2007, Tele2 Netherlands had provisioned approximately 225.000 orders over ADSL 2+.

The quarter over quarter **Mobile** subscriber base decreased 4 percent to 566.000 subscribers at the end of the fourth quarter of 2007. Within the mobile segment, Tele2 Netherlands continued the transition from low value prepaid to high value postpaid subscriptions during the fourth quarter of 2007.

Compared to the third quarter of 2007, the **CPS (Carrier Pre Select)** subscriber base declined with approximately 35.000 subscribers to a total of approximately 465.500 subscribers at the end of the fourth quarter of 2007. The decline has partly been offset by continued efforts to build a WLR customer base, enabling higher ARPU and extended customer lifetime of the residential CPS customer base.

Tele2 Netherlands' **gross margin as a percentage of revenue** in 2007 was 47.8 percent compared with 58.8 percent in 2006. In the fourth quarter of 2007, gross margin as a percentage of revenue was 50.8 percent compared with 60.4 percent in fourth quarter 2006 and 44.6 percent in the third quarter 2007. The decrease compared to 2006 is primarily the result of the acquisition of Tele2 (Netherlands) B.V., which acquisition was completed on March 6, 2007. The gross margins on the products of Tele2 (Netherlands) B.V. are generally lower than those of the (on-net) products that are offered by former Versatel.

Selling, general and administrative expenses (SG&A) in 2007 were € 197.8 million compared with 2006 SG&A expenses of € 128.9 million. SG&A expenses for the fourth quarter of 2007 were € 71.1 million compared with € 30.8 million in the fourth quarter of 2006 and € 44.2 million in the third quarter 2007. The SG&A in the fourth quarter of 2007 includes the 13 million (excluding interest) tax assessment mentioned before.

Tele2 Netherlands' **marketing expenditures** for 2007 were € 52.7 million versus € 15.6 million in 2006. For the fourth quarter of 2007, marketing expenditures were € 18.7 million compared with € 5.2 million in the fourth quarter of 2006 and € 11.1 million in the third quarter of 2007. As of March 1, 2007, the marketing expenditures also include the marketing efforts of Tele2 (Netherlands) B.V. In addition, the fourth quarter of 2007 includes € 7.9 million of marketing cost related to two laptop campaigns.

For 2007, Tele2 Netherlands' **earnings before interest, tax, depreciation and amortization (EBITDA)** were € 80.6 million compared with € 69.4 for 2006. For the fourth quarter 2007, Tele2 Netherlands' EBITDA were € 15.1 million compared with € 23.9 million for the fourth quarter of 2006 and € 24.5 million in the third quarter of 2007.

Tele2 Netherlands' **net result** for continued operations in 2007 amounted to a loss of € 80.2 million compared with a loss of € 74.3 million in 2006. The net result for the fourth quarter 2007 amounted to a loss of € 33.1 million compared with a loss of € 9.5 million in the fourth quarter of 2006 and a loss of € 12.9 million in the third quarter of 2007.

Net result has been influenced by a provision for wage tax (€ 13.3 million) and related late payment interest (€ 4.2 million). Furthermore, the company changed the depreciation period of multimedia modems and set top boxes from 1 to 3 years (also see 'Accounting Policies') which had a positive effect of € 8 million.

The company also finalized the Purchase Price Allocation in connection with the acquisition of Tele2 (Netherlands) B.V. and Tele2 Belgium N.V. (the "Acquisitions"), which Acquisitions was closed on March 6, 2007. As a result, additional amortization costs on intangible assets of € 17 million were recognized over the period from March 6, 2007 until year end.

Capital expenditures ("Capex") from continued operations in 2007 were € 90.9 million, versus € 83.7 million in 2006. For the fourth quarter of 2007, Tele2 Netherlands' Capex was € 22.0 million, compared with Capex of € 20.6 million and € 21.7 million, for the fourth quarter of 2006 and the third quarter of 2007 respectively.

Free Cash Flow ("FCF", calculated as EBITDA less Capex) for continued operations in 2007 was negative € 10.3 million compared with negative € 14.4 million in the previous year. For the fourth quarter of 2007, FCF was negative € 6.9 million compared with € 3.3 million positive in the same quarter of 2006 and positive € 2.9 million in 3Q07.

As per December 31, 2007, Tele2 Netherlands had € 38.7 million in **cash** on its balance sheet compared with € 87.8 million at the end of the fourth quarter of 2006 and € 93.6 million at the end of 3Q07. During the fourth quarter of 2007, Tele2 Netherlands repaid an amount of € 125 million under the related party loan with Tele2 Sverige AB.

The company had a **shareholders' equity** position of € 247.5 million as at December 31, 2007 compared with € 60.6 million at the end of 2006 and € 249.7 million at September 30, 2007. As a consequence of the completion of the rights offering in March 2007, the shareholders' equity increased. Subsequently, the net result (loss) of the fourth quarter of 2007 for continued and discontinued operations decreased the shareholders' equity.

Un-audited Accounts:

Tele2 Netherlands is currently finalizing the financial statements for the year ended 31 December 2007. The consolidated balance sheets as of December 31, 2007, the related statements of operations and cash flows for the year ended December 31, 2007, as presented in this press release and financial tables thereto, are un-audited.

Accounting policies:

The consolidated financial information for the period ended December 31, 2007 has been prepared using International Financial Reporting Standards (IFRS), except for the cashflow statement (see financial tables) in which the Belgian operations are presented as if they were continued. Note that EBITDA is not an IFRS measurement. Accounting policies and methods used in the consolidated financial information are the same as those used in the consolidated financial statements for the year ended 31 December 2006. Further disclosures as required under IFRS for a complete set of consolidated financial statements are not included in the interim consolidated financial information.

During the fourth quarter of 2007, the accounting treatment of set top boxes, multimedia modems and related one-off expenses changed. The current depreciation period of one year has been increased to three years. The change is classified as a change in accounting estimates and has a retrospective effect as of January 1, 2007.

- END -

Tele2 Netherlands Holding N.V. (Euronext: TLNL). Tele2 Netherlands, based in Amsterdam, is a competitive communications network operator and a leading alternative to the former monopoly telecommunications carriers in its target market of the Netherlands. Founded in October 1995, Tele2 Netherlands holds all telecommunication licenses in The Netherlands. Tele2 Netherlands operates a facilities-based local access broadband network that uses the latest network technologies to provide residential, business and wholesale customers with high bandwidth voice, data and Internet services. Tele2 Netherlands is a publicly traded company on Euronext Amsterdam under the symbol "TLNL". News and information are available at <http://www.tele2.nl/corporate>

This press release includes "forward-looking statements" relating to our business. Such forward looking statements can often be identified by the use of forward-looking terminology such as "believe", "expect", "may", "are expected to", "should", "would be", "seek", or "anticipate" or similar expressions or comparable terminology, or by discussions of strategy, plans or intentions. We have based these forward-looking statements on our current expectations and projections about future events. These forward-looking statements are subject to risks, uncertainties, and assumptions about us, including, among other things:

- Anticipated trends and conditions in our industry, including regulatory reforms and the liberalization of telecommunications services across Europe;*
- The impact of the recent slowdown in economic activity generally, and in the telecommunications industry in particular, on our business;*
- Our ability to compete, both nationally and internationally;*
- Our intention to introduce new products and services;*
- Our expectation of the competitiveness of our services;*
- The anticipated development of our network;*
- Changes in regulations or interpretations related to the implementation and reporting under IFRS, decisions to apply a different option of presentation permitted by IFRS; and*
- Our expectation of the impact of this development on our revenue potential, cost basis and margins.*

In light of these risks, uncertainties, and assumptions, the forward-looking events discussed in this presentation might not occur. We undertake no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.



4Q07 and 2007 EARNINGS RELEASE

Note to Editors: The Tele2 name/logo is a registered trademark in The Netherlands, Belgium, Luxembourg and several other European countries.

Contact: Tele2 Netherlands is available to answer additional questions you might have concerning the quarterly and full year results. We refer to our investor relations email address or to the contact details mentioned below:

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FINANCIAL TABLES FOLLOW

TELE2 NETHERLANDS HOLDING N.V.

CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands)

ASSETS

	<u>December 31, 2006</u>	<u>December 31, 2007</u>
Non current assets:		
Intangible assets:		
Goodwill	EUR 4,574	EUR 109,216
Other Intangible Assets	43,312	97,287
Total intangible assets	<u>47,886</u>	<u>206,503</u>
Property, plant and equipment		
Property, plant and equipment, net	362,111	273,945
Construction in progress	27,160	15,162
Total tangible assets	<u>389,271</u>	<u>289,107</u>
Financial assets:		
Other non-current assets	1,144	1,062
Deferred Tax Asset	-	-
Total Financial Assets	<u>1,144</u>	<u>1,062</u>
Current assets:		
Inventories	-	1,648
Trade and other receivables	43,964	75,652
Other current assets	28,152	46,826
Cash and cash equivalents	87,821	38,676
Total current assets	<u>159,937</u>	<u>162,802</u>
Total assets	<u>EUR 598,238</u>	<u>EUR 659,474</u>

SHAREHOLDERS' EQUITY AND LIABILITIES

	<u>December 31, 2006</u>	<u>December 31, 2007</u>
Shareholders' equity:		
Common stock, euro 0.02 par value	EUR 10,471	EUR 18,848
Additional paid-in capital	1,755,767	1,998,781
Accumulated deficit	(1,705,624)	(1,770,148)
Total shareholders' equity	<u>60,614</u>	<u>247,481</u>
Non current liabilities		
Long-term debt	10,813	-
Related party long-term senior notes	101,276	105,787
Related party long-term loan	177,935	61,035
Provisions	4,500	415
Other non current liabilities	24,831	22,762
Total long-term liabilities	<u>319,355</u>	<u>189,999</u>
Deferred income tax	5,421	25,318
Current liabilities		
Unearned revenue	41,699	33,265
Accounts payable	50,769	73,015
Accrued liabilities	83,567	85,861
Related party current account	36,813	4,535
Total short-term liabilities	<u>212,848</u>	<u>196,676</u>
Total shareholders' equity and liabilities	<u>EUR 598,238</u>	<u>EUR 659,474</u>

Notes:

1 All financial data presented is unaudited and in accordance with IFRS

TELE2 NETHERLANDS HOLDING N.V.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(in thousands, except share data)

	Three months ended		Twelve months ended	
	December 31, 2006	December 31, 2007	December 31, 2006	December 31, 2007
Revenues:				
Third party revenues	EUR 88,898	EUR 168,142	EUR 333,259	EUR 577,319
Related party revenues	1,676	1,402	4,049	5,087
Total revenues	<u>90,574</u>	<u>169,544</u>	<u>337,308</u>	<u>582,406</u>
Direct cost of revenue:	35,873	83,389	139,004	303,971
Gross margin	54,701	86,155	198,304	278,435
Operating expenses:				
Selling general and administrative	30,813	71,057	128,949	197,823
Depreciation/amortisation	29,528	41,589	127,493	139,081
Total operating expenses	<u>60,341</u>	<u>112,646</u>	<u>256,442</u>	<u>336,904</u>
Operating result	(5,640)	(26,490)	(58,138)	(58,468)
Interest- and other income	183	476	2,734	2,028
Interest- and other expense	3,510	7,772	14,437	17,915
Interest expense related party	1,818	1,234	6,506	7,622
Currency exchange (gain)/loss	<u>(223)</u>	<u>(128)</u>	<u>(10)</u>	<u>(559)</u>
Result before income taxes	(10,562)	(34,892)	(76,337)	(81,419)
Income tax credit (charge)	<u>1,096</u>	<u>1,825</u>	<u>2,056</u>	<u>1,228</u>
Result for the period from continuing operations	(9,466)	(33,067)	(74,281)	(80,191)
Result for the period from discontinued operations	<u>(10,205)</u>	<u>30,850</u>	<u>(25,867)</u>	<u>15,667</u>
Result for the period	<u><u>(19,671)</u></u>	<u><u>(2,217)</u></u>	<u><u>(100,148)</u></u>	<u><u>(64,524)</u></u>
Other data:				
EBITDA from continuing operations	EUR 23,888	EUR 15,098	EUR 69,355	EUR 80,612
Net result after income taxes per common share:				
Basic	EUR (0.04)	EUR (0.00)	EUR (0.19)	EUR (0.07)
Diluted	<u>EUR (0.04)</u>	<u>EUR (0.00)</u>	<u>EUR (0.19)</u>	<u>EUR (0.07)</u>
Weighted average shares outstanding:				
Basic	523,549	868,948	523,549	868,948
Diluted	<u>523,549</u>	<u>868,948</u>	<u>523,549</u>	<u>868,948</u>
Total Shares outstanding				
Basic	<u>523,549</u>	<u>942,388</u>	<u>523,549</u>	<u>942,388</u>

Notes:

- 1 All financial data presented is unaudited and in accordance with IFRS
- 2 Due to the cumulative net loss for 2006 and 2007, the number of weighted average shares is identical for the basic and diluted earnings per share calculation as inclusion of potential common shares would be anti-dilutive.

TELE2 NETHERLANDS HOLDING N.V.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(in thousands)

	Three months ended		Twelve months ended	
	December 31, 2006	December 31, 2007	December 31, 2006	December 31, 2007
cash flows from operating activities:				
Net result for the period from continuing operations	EUR (9,466)	EUR (33,067)	EUR (74,281)	EUR (80,191)
Net result for the period from discontinued operations	(10,205)	30,850	(25,867)	15,667
Net result	EUR (19,671)	EUR (2,217)	EUR (100,148)	EUR (64,524)
Depreciation and amortization	34,247	41,588	143,962	152,623
Other non-cash from operating activities	(212)	679	2,147	3,282
Gain on disposal of business	-	(32,345)	-	(32,345)
Net book value of Property, Plant&Equipment sold	575	-	575	-
Changes in working capital	2,456	(21,362)	7,503	(44,573)
Net cash provided by operating activities	<u>17,395</u>	<u>(13,657)</u>	<u>54,040</u>	<u>14,464</u>
cash flows from investing activities:				
Capital expenditures	(22,223)	(21,965)	(109,009)	(101,786)
Proceeds from disposal of business	-	100,172	-	100,172
Acquisition of Business, net of cash	-	-	-	(196,486)
Cash received	40	-	40	-
Net cash used in investing activities	<u>(22,183)</u>	<u>78,207</u>	<u>(108,969)</u>	<u>(198,100)</u>
cash flows from financing activities:				
Redemption of loans	(22,538)	4,524	1,829	-
Proceeds from share offering, net of expenses	-	-	-	251,391
Cash proceeds-lease incentive	26,900	-	26,900	-
Refund of capital taxes	193	-	193	-
Proceeds from loans from related parties	2,056	(124,003)	7,280	(116,900)
Net cash (used in)/provided by financing activities	<u>6,611</u>	<u>(119,479)</u>	<u>36,202</u>	<u>134,491</u>
Free cash flows (used)/provided	<u>EUR 1,823</u>	<u>EUR (54,929)</u>	<u>EUR (18,727)</u>	<u>EUR (49,145)</u>

Notes:

- 1 All financial data presented is unaudited. The Belgian operations are presented as discontinued operations in accordance with IFRS 5 except for the above mentioned cashflow statement in which the Belgian operations are presented as if they were continued.

TELE2 NETHERLANDS HOLDING N.V.

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(in thousands)

	Issued and paid in capital	Additional paid in capital	Accumulated deficit	Net result for the period	Total
Balance at January 1, 2007	EUR 10,471	EUR 1,755,767	EUR (1,705,624)	EUR -	EUR 60,614
Share offering	8,377	243,014	-	-	251,391
Net result for the period	-	-	-	(64,524)	(64,524)
Balance at December 31, 2007	<u>18,848</u>	<u>1,998,781</u>	<u>(1,705,624)</u>	<u>(64,524)</u>	<u>247,481</u>

Notes:

- 1 All financial data presented is unaudited and in accordance with IFRS

TELE2 NETHERLANDS HOLDING N.V.

Operating Statistics: Q4 2007

(Euro 000s)

	2006 Q1	2006 Q2	2006 Q3	2006 Q4	2006 FY	2007 Q1	2007 Q2	2007 Q3	2007 Q4	2007 FY
The Netherlands										
Revenue	79,961	80,680	86,093	90,574	337,308	110,619	148,180	154,063	169,544	582,406
Gross Margin	45,187	43,348	55,069	54,700	198,305	56,764	66,800	68,715	86,155	278,434
GM%	56.5%	53.7%	64.0%	60.4%	58.8%	51.3%	45.1%	44.6%	50.8%	47.8%
EBITDA	14,181	8,102	23,185	23,887	69,355	20,264	20,715	24,534	15,098	80,612
Capex	(24,049)	(20,127)	(18,925)	(20,627)	(83,728)	(23,198)	(24,084)	(21,676)	(21,965)	(90,923)
The Netherlands										
Revenue										
Business	47,568	47,135	50,667	48,698	194,068	49,293	47,181	45,796	48,335	190,604
Residential	15,827	17,622	18,621	25,339	77,409	45,330	83,573	92,468	103,991	325,362
Carrier	16,566	15,923	16,805	16,537	65,831	15,996	17,426	15,799	17,218	66,439
Total	79,961	80,680	86,093	90,574	337,308	110,619	148,180	154,063	169,544	582,406
The Netherlands										
Customers										
Business	61,201	58,530	56,287	56,926		56,379	54,955	54,519	53,881	
Residential	282,006	272,051	270,001	266,507		1,525,523	1,447,062	1,400,935	1,359,625	
Carrier	190	182	185	185		185	183	183	183	
Total	343,397	330,763	326,473	323,618		1,582,087	1,502,200	1,455,637	1,413,689	
The Netherlands										
Residential Customers										
Mobile						589,034	589,614	588,634	566,309	
Fixed						627,259	549,886	500,479	465,626	
Narrow & Broadband	282,006	272,051	270,001	266,507		309,230	307,562	311,822	327,690	
Total	282,006	272,051	270,001	266,507		1,525,523	1,447,062	1,400,935	1,359,625	

Note

As a result of the acquisition of Tele2 Netherlands, the company acquired a residential customer base. As of March 31, 2007, the acquired customer base consisted of 589,000 mobile customers, 613,000 carrier pre-select customers and 41,000 narrow- and broadband customers in the Netherlands.

For the purposes of above mentioned residential customer numbers, it is noted that Tele2 Netherlands defines a "customer" as anyone who purchased a product and still is an active customer.

The operating statistics data has been re-presented in order to reflect the operations of the company in Belgium as discontinued operations. Only the operating statistics data related to continuing operations is presented in the figures above. The 2006 revenue line include intercompany amounts that were eliminated in the presentation of prior press releases and therefore may differ from prior year disclosure.