Financial Statements January – March 2008

May 13, 2008

Highlights

- Revenue declined by 0.7% to DKK 9,605m compared with 1Q 2007, due to lower revenue from traditional landline telephony, lower mobile termination and roaming prices as well as fewer wholesale customers. This was partly offset by more broadband and cable-TV customers as well as more mobile customers in Sunrise and Mobile Nordic. Adjusted for acquisition and divestment of enterprises, revenue was down by 2.9%.
- EBITDA was down by 3.6% to DKK 2,962m compared with 1Q 2007, due to the lower revenue but also higher operating expenses as a result of sale and lease back of buildings, higher customer acquisition and retention costs due to growth in customer intake as well as one-off expenses in connection with sale of uncollectibles in Sunrise. This was partly offset by a positive net impact from the acquisition of Invitel and divestment of Bité. Adjusted for acquisitions and divestments of enterprises, EBITDA declined by 7.5%, primarily driven by a decline in Sunrise of 4.5% and higher lease payments of 1.7% due to the sale and leaseback of properties in 2007.
- Net income declined by DKK 9m to DKK 259m. This reflects the divestment of Bité in 1Q 2007 and higher financial expenses, net, offset by lower depreciation, amortization and impairment losses.
- Net income from continuing operations, excluding special items and fair value adjustments, was up by DKK 618m to DKK 258m, due to lower depreciation, amortization and impairment losses.
- Cash flow declined to DKK (1,488)m compared with DKK 3,780m in 1Q 2007, due to divestments in 1Q 2007 and repayment of loans in 1Q 2008.
- Net interest-bearing debt was down by DKK 9,986m to DKK 55,900m.

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Key financial data

DKKm		1Q 2008	1Q 2007	Change in %
Statements of Income				
Revenue		9,605	9,668	(0.7)
Transmission costs and cost of goods sold		(3,006)	(3,108)	3.3
Other external expenses		(2,021)	(1,764)	(14.6)
Wages, salaries and pension costs		(1,677)	(1,777)	5.6
Total operating expenses before depreciation, etc.		(6,704)	(6,649)	(0.8)
Other income and expenses		61	54	13.0
Income before depreciation, amortization and special items (EBITDA)		**2,962**	**3,073**	**(3.6)**
Depreciation, amortization and impairment losses		(1,505)	(2,634)	42.9
Operating income (EBIT) excluding special items		**1,457**	**439**	**-**
Special items		(73)	586	(112.5)
Income from joint ventures and associates		114	61	86.9
Net financials		(1,000)	(856)	(16.8)
Income before income taxes		**498**	**230**	**116.5**
Income taxes		(239)	55	-
Net income from continuing operations		**259**	**285**	**(9.1)**
Net income from discontinued operations[1]		0	(17)	-
Net income		**259**	**268**	**(3.4)**
Attributable to:				
Shareholders of the Parent Company		197	274	(28.1)
Minority interests		62	(6)	-
Net income from continuing operations, excl. special items and fair value adjustments[2]		**258**	**(360)**	**171.7**
Net interest-bearing debt		**55,900**	**65,886**	**(15.2)**
Statements of Cash Flow				
Operating activities		1,441	1,690	(14.7)
Investing activities		(1,576)	2,199	(171.7)
Financing activities		(1,353)	(109)	-
Total cash flow		**(1,488)**	**3,780**	**(139.4)**
Key financial ratios				
EBITDA margin (EBITDA divided by revenue)	%	30.8	31.8	-
Capex, excl. share acquisitions-to-revenue ratio	%	11.6	11.5	-
Return on capital employed (ROCE)[3]	%	2.8	1.3	-

1) Related primarily to Talkline.
2) Special items and fair value adjustments are present in several lines in the Statements of Income as shown in the detailed Statements of Income on page 17.
3) ROCE is defined as EBIT excluding special items plus interest and other financial income excluding fair value adjustments plus income from joint ventures and associates divided by average equity attributable to Company shareholders plus interest-bearing debt.

Nordic Telephone Company Holding Group

Summary

Nordic Telephone Company Holding Group's (NTCH) revenue amounted to DKK 9,605m in 1Q 2008, down by DKK 63m or 0.7%. Earnings before depreciation, amortization and special items (EBITDA) decreased by 3.6% to DKK 2,962m. Net income from continuing operations excluding special items and fair value adjustments totaled DKK 258m, up DKK 618m due mainly to lower depreciation, amortization and impairment losses that were partly counteracted by lower EBITDA and higher net financial expenses.

NTCH's total customer base amounted to 11.5m customers in 1Q 2008, up 10.5% compared with 1Q 2007. This development was primarily due to the acquisition of Invitel as well as 9.8% more mobile customers in Sunrise, 9.0% more domestic mobile retail customers and 9.4% more domestic broadband customers.

Following the divestment, Talkline is treated as a discontinued operation in the release and comparative figures have been adjusted accordingly.

Revenue

In 1Q 2008, NTCH's revenue amounted to DKK 9,605m, down DKK 63m or 0.7%. This reflects mainly declining domestic revenue in Fixnet Nordic and Business Nordic from traditional landline telephony as a consequence of the migration toward mobile telephony and, to some extent, VoIP products. Sunrise was adversely impacted by less revenue from the postpaid segment from retail price reductions and reduced mobile termination fees. Mobile Nordic's declining revenue reflected lower sales of mobile and data products, lower mobile termination fees as well as lower service provider revenue caused by fewer wholesale customers. The divestment of Bité also had a negative impact on revenue, though this was more than offset by a positive effect from HTCC's acquisition of the Hungarian landline operator, Invitel. YouSee contributed positively to growth due chiefly to the larger customer base. Revenue was also positively impacted by higher revenue from data communications and internet services attributable mainly to the increase in broadband and cable modem subscriber bases.

Adjusted for acquired and divested enterprises, NTCH's revenue decreased by 2.9%[1].

Total operating expenses

Total operating expenses amounted to DKK 6,704m in 1Q 2008, up DKK 55m or 0.8%.

Transmission costs and cost of goods sold fell by DKK 102m or 3.3% to DKK 3,006m due largely to lower domestic landline traffic, the divestment of Bité, reduction in mobile termination fees and reduced sales of mobile and data products in NTCH. This was partly offset by the acquisition of Invitel and by higher costs in YouSee due mainly to higher program costs resulting from the larger customer base and wider range of programs in the packages.

Other external expenses increased by 14.6% to DKK 2,021m reflecting the acquisition of Invitel, higher lease payments due to the sale and leaseback of Danish properties in 2007, higher consultancy fees related to various strategic projects as well as one-off expenses in connection with sale of uncollectibles in Sunrise. This was partly counteracted by the divestment of Bité.

Wages, salaries and pension costs dropped by 5.6% to DKK 1,677m. This drop reflected primarily lower wages and salaries due to fewer employees. The divestment of Bité and the outsourcing of IT to CSC, which also contributed positively, were partly counteracted by the acquisition of Invitel.

The number of full-time employee equivalents totaled 16,981, which was 723 or 4.1% less than in 1Q 2007. The domestic workforce fell from 13,183 in 1Q 2007 to 12,087 in 1Q 2008, down by 8.3%, of which outsourcing of tasks contributed with 2.5%.

Adjusted for acquired and divested enterprises, total operating expenses dropped by 0.7%.

Income before depreciation, amortization and special items (EBITDA)

NTCH's EBITDA decreased by DKK 111m or 3.6% to DKK 2,962m in 1Q 2008. This was caused by lower EBITDA in Sunrise related to reduced mobile termination charges as well as lower prices for postpaid customers and higher retention costs. Fixnet Nordic and Business Nordic were affected by lower gross profit from traditional landline telephony. Furthermore, EBITDA in Mobile Nordic decreased due primarily to fewer wholesale customers and higher consultancy fees. This was partly counterbalanced by lower transmission costs

[1] Developments from 1Q 2007 to 1Q 2008 were impacted by HTCC's acquisition of Invitel (April 2007) and Memorex (March 2008) as well as the divestment of Bité (February 2007). In the remainder of this report, 'adjusted for acquired and divested enterprises' refers to reported figures for the TDC Group adjusted for these acquisitions and divestments.

and cost of goods sold, as well as lower wages. The acquisition of Invitel more than offset the divestment of Bité.

Adjusted for acquired and divested enterprises, the decrease in EBITDA was 7.5%.

Depreciation, amortization and impairment losses

Depreciation, amortization and impairment losses decreased to DKK 1,505m compared with DKK 2,634m in 1Q 2007. This was caused primarily by lower depreciation of property, plant and equipment and software due to assets fully depreciated during 2007 as well as lower amortization of customer relationships due to the diminishing balance method.

Special items

In 1Q 2008, special items before and after tax amounted to DKK 73m and DKK 55m, respectively. Special items comprised restructuring costs.

In 1Q 2007, special items amounted to an income of DKK 586m before and after tax. This stems from the divestment of Bité as of February 9, 2007.

Income from associates and joint ventures

Income after income taxes from associates and joint ventures totaled DKK 114m in 1Q 2008 compared with DKK 61m in 1Q 2007, up DKK 53m, due chiefly to the increased customer intake in Polkomtel.

Net financials

Net financials, including fair value adjustments, amounted to an expense of DKK 1,000m in 1Q 2008, up DKK 144m compared with 1Q 2007.

Financial expenses, net, excluding fair value adjustments, amounted to an expense of DKK 1,026m in 1Q 2008, up DKK 105m compared with 1 Q 2007. This development reflects largely the development of foreign currency adjustments, which was influenced positively by DKK 112m in 1Q 2007 and negatively by DKK 131m in 1Q 2008 as well as interest expenses related to the acquisition of Invitel. This was partly offset by lower interest expenses due primarily to long-term debt redemptions.

In 1 Q 2008, fair value adjustments totaled an income of DKK 26m compared with an income of DKK 65m in 1 Q2007, reflecting value adjustment of derivative financial instruments in both years.

Income taxes

Income taxes amounted to DKK 239m in 1Q 2008 compared with a tax income of DKK 55m in 1Q 2007. Income taxes related to net income, excluding special items and fair value adjustments, totaled DKK 287m in 1Q 2008 compared with a tax income of DKK 61m 1Q 2007.

The effective tax rate, excluding special items and fair value adjustments was 52.7% in 1Q 2008.

Net income from discontinued operations

Net income from discontinued operations amounted to DKK 0m compared with a loss of DKK 17m in 1Q 2007. This development reflected the divestment of Talkline in 2007.

Net income

Net income, including special items and fair value adjustments, totaled DKK 259m compared with DKK 268m in 1Q 2007. Lower depreciation, amortization and impairment losses in 1Q 2008 offset the gain from the divestment of Bité in 1Q 2007 and higher financial expenses, net, in 1Q 2008.

Net income from continuing operations, excluding special items and fair value adjustments, amounted to DKK 258m compared with a loss of DKK 360m in 1Q 2007. The development related primarily to lower depreciation, amortization and impairment losses.

Statements of Cash Flow

In 1Q 2008, cash flow from operating activities amounted to DKK 1,441m, down 14.7% compared with 1Q 2007. This development was due mainly to currency adjustments, cash flow related to special items and the divestment of Talkline in 2007. This was partly counterbalanced by a less adverse development in net working capital.

Cash flow from investing activities was DKK (1,576)m compared with DKK 2,199m in 1Q 2007. This decline reflects a positive cash flow from the divestment of Bité in 1Q 2007. Higher costs related to capital expenditures and acquisition of subsidiaries in 1Q 2008 in comparison with 1Q 2007 also had a negative impact on cash flow.

Cash flow from financing activities amounted to DKK (1,353)m compared with DKK (109)m in 1Q 2007. This was due largely to the Senior Loan buy backs settled during 1Q 2008.

Equity

Equity aggregated DKK 16,546m at March 31, 2008 compared with DKK 16,752m at year-end 2007. Currency translation losses of DKK 380m more than offset net income of DKK 259m.

Net interest-bearing debt

Net interest-bearing debt totaled DKK 55,900m at the end of 1Q 2008, down DKK 9,986m compared with 1Q 2007. The decrease in net interest-bearing debt was due to the cash flow from operating activities and proceeds from the divestment of Talkline and One as well as the sale and lease-back of properties. Debt related to the acquisition of Invitel of DKK 3.1bn had a negative influence on the development in net interest-bearing debt compared with 1Q 2007.

Compared with year-end 2007, net interest-bearing debt increased by DKK 248m.

Net interest-bearing debt[1]

	NTCH	
DKKm	**1Q 2008**	**1Q 2007**
Senior Facilities	33,484	46,723
High Yield Bonds	14,216	14,665
Euro Medium Term Notes (EMTN)	9,633	9,648
Other loans	5,619	2,445
Loans	**62,952**	**73,481**
Interest-bearing payables	3	6
Gross interest-bearing debt	**62,955**	**73,487**
Interest-bearing receivables	(69)	(78)
Cash and cash equivalents	(6,986)	(7,523)
Net interest-bearing debt	**55,900**	**65,886**

[1]Net book value measured at amortized cost so that the difference between the proceeds received and the nominal vlaue is recognized in the Statements of Income over the term of the loan.

The Senior Facilities Agreement (Senior Loans) is the main debt-financing instrument in NTCH, representing 53.2% of total loans (in terms of net carrying value) at the end of 1Q 2008. Apart from a revolving credit facility, the Senior Loans comprise three term loans, one repayable in installments until 2011 (Facility A) and the other two repayable as a bullet in 2014 and 2015, respectively (Facilities B and C).

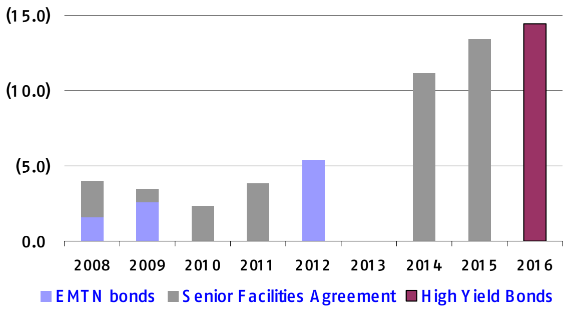
NTCH bought back Senior Loans of DKK 3,628m (EUR 487m) in the second half of 2007, of which DKK 1,423m (EUR 191m) was settled in the fourth quarter of 2007 and DKK 1,475m (EUR 198m) was settled during 1Q 2008. The remaining settlement of the mentioned buy back amounted to DKK 730m (EUR 98m), which is expected to be settled during 2Q and 3Q 2008. Of this, DKK 440m (EUR 59m) was settled from April 1 to May 7, 2008.

During 1Q 2008, NTCH bought back additional Senior Loans of DKK 1,691m (EUR 227m), which is expected to be settled during 2Q and 3Q 2008. Of this, DKK 858m (EUR 115m) was settled from April 1 to May 7, 2008.

Adjusted for the remaining settlements, the following amounts were outstanding in relation to the Senior Loans: Facility A: DKK 7,045m (EUR 946m), Facility B: DKK 11,229m (EUR 1,507m) and Facility C: DKK 13,351m (EUR 1,792m).

In addition to the remaining settlements totaling DKK 2,421m (EUR 325m) as of March 31, 2008, EMTN debt of DKK 1.6bn is scheduled to be repaid at maturity in 2008.

Maturity profile of nominal debt[1]



[1] Nominal value of Senior Facilities incl. buy backs of DKK 2.4bn (EUR 325m) to be settled in 2Q and 3Q 2008, High Yield Bonds and EMTN (excl. HTCC) as of March 31, 2008.

Capital expenditures

Capital expenditures, excluding share acquisitions, totaled DKK 1,118m in 1Q 2008, up DKK 8m compared with 1Q 2007. This increase stemmed mainly from the acquisition of Invitel and was partly offset by decreased investments in the domestic mobile network as well as fewer xDSL installations at a lower unit price and less spent on fiber in the domestic landline network. The capex-to-revenue ratio was 11.6% in 1Q 2008 compared with 11.5% in 1Q 2007.

Number of customers

NTCH's total customer base amounted to 11.5m customers in 1Q 2008, up 10.5% on 1Q 2007, which was primarily attributable to the acquisition of Invitel and more postpaid mobile customers in Sunrise. This was partly counterbalanced by a decline in the number of retail landline telephony customers, wholesale landline and wholesale mobile customers as well as dial-up internet customers.

The domestic customer base totaled 7.8m, down 0.3%, largely as a result of fewer landline telephony, mobile wholesale and dial-up internet customers. This was partly offset by growth in the mobile retail and broadband customer bases as well as more TV customers. The domestic mobile customer base rose by 3.2% to 2.9m, and the number of broadband customers in NTCH's domestic operations grew by 9.4% or 113,000 to 1,315,000 customers.

Accounting policies

The financial statements for 1Q 2008 have been prepared in accordance with IAS 34.

The accounting policies are unchanged from the Annual Report 2007.

With effect from January 1, 2008, the principles for allocating revenues and expenses to the respective segments (business lines) were changed. Comparative figures for previous periods have been restated accordingly. The table "Revenue and EBITDA per business line 2006-1Q 2008" on page 21 includes figures for 2006 and quarterly figures for 2007 for each business line.

Business Nordic bases its services mainly on infrastructure that is administered by Fixnet Nordic and Mobile Nordic, respectively. Operating expenses used in Fixnet Nordic and Mobile Nordic to produce Business Nordic's services are allocated to Business Nordic based on measurable expense drivers, e.g. number of minutes of use. Interconnect services between networks are accounted for as intra-segment revenue, billed at regulated prices.

Services from the segment Other activities to other segments, i.e. IT Nordics delivery of IT solutions as well as Headquarters' supply of supporting facilities, i.e. buildings, cars and billing services, are allocated to the respective segments based on measureable expense drivers. Costs related to Headquarters' staff functions, i.e. HR, legal, finance, etc., are not allocated to other segments.

Headquarters has assumed all pension obligations for the members of the three Danish pension funds. Accordingly, the net periodic pension cost/income and the plan assets for the three Danish pension funds are related to Headquarters. Segments in which members are employed pay contributions to Headquarters, and these are included in the EBITDAs of the respective segments.

Segment reporting

DKKm	Business Nordic		Fixnet Nordic		Mobile Nordic		YouSee	
	1Q 2008	1Q 2007	1Q 2008	1Q 2007	1Q 2008	1Q 2007	1Q 2008	1Q 2007
External revenue	2,977	3,059	2,054	2,207	1,118	1,152	778	681
Intra-segment revenue	69	61	186	190	187	224	8	5
Revenue	3,046	3,120	2,240	2,397	1,305	1,376	786	686
Total operating expenses before depreciation etc.	(2,130)	(2,153)	(1,240)	(1,418)	(990)	(1,020)	(574)	(504)
Other income and expenses	0	9	21	36	0	0	0	0
EBITDA	**916**	**976**	**1,021**	**1,015**	**315**	**356**	**212**	**182**

DKKm	Sunrise		Other activities[1]		Total	
	1Q 2008	1Q 2007	1Q 2008	1Q 2007	1Q 2008	1Q 2007
External revenue	2,061	2,163	617	406	9,605	9,668
Intra-segment revenue	4	5	40	46	494	531
Revenue	2,065	2,168	657	452	10,099	10,199
Total operating expenses before depreciation etc.	(1,636)	(1,603)	(624)	(475)	(7,194)	(7,173)
Other income and expenses	0	0	40	9	61	54
EBITDA	**429**	**565**	**73**	**(14)**	**2,966**	**3,080**

1) Includes International Holdings, IT Nordic and Headquarters.

Reconciliation of revenue, DKKm	1Q 2008	1Q 2007
Reportable segments	10,099	10,199
Elimination of intra-segment items	(494)	(531)
Consolidated amounts	**9,605**	**9,668**

Reconciliation of Income before depreciation, amortization and special items (EBITDA), DKKm	1Q 2008	1Q 2007
EBITDA from reportable segments	2,966	3,080
Elimination of intra-segment EBITDA	(4)	(7)
Unallocated:		
Depreciation, amortization and impairment losses	(1,505)	(2,634)
Special items	(73)	586
Income from joint ventures and associates	114	61
Net financials	(1,000)	(856)
Consolidated Income before income taxes	**498**	**230**

Business Nordic

Business Nordic offers a wide range of telecommunications solutions in Denmark and the other Nordic countries and includes TDC Nordic, NetDesign and TDC Hosting. Business Nordic provides data communications and internet services, landline telephony, mobile services, leased lines, including fiber access, and sale of terminals and installation.

DKKm	1Q 2008	1Q 2007	Change in %
Revenue	**3,046**	**3,120**	**(2.4)**
Data communications and internet services	900	897	0.3
Landline telephony	717	811	(11.6)
Mobile telephony	588	591	(0.5)
Leased lines	115	94	22.3
Terminal equipment etc.	664	656	1.2
Other[1]	62	71	(12.7)
Transmission costs and cost of goods sold	(1,289)	(1,332)	3.2
Other external expenses	(353)	(327)	(8.0)
Wages, salaries and pension costs	(488)	(494)	1.2
Operating expenses	(2,130)	(2,153)	1.1
Other income and expenses	0	9	-
EBITDA	**916**	**976**	**(6.1)**

1) Includes operator services etc.

Revenue

Business Nordic's revenue decreased by DKK 74m or 2.4% to DKK 3,046m in 1Q 2008. This was driven mainly by declining revenue from traditional landline telephony due to lower usage during Easter, which was in 1Q in 2008 rather than in 2Q as in 2007. However, this was partly offset by growth in leased lines due to increased sales of fiber access. Revenue from mobile telephony was positively impacted by the increased customer base and more traffic but was also adversely impacted by the effect of Easter and hereby lower ARPU resulting in the same revenue level as in 1Q 2007.

Operating expenses

Operating expenses were DKK 2,130m in 1Q 2008, down DKK 23m or 1.1% compared with 1Q 2007.

Transmission costs and cost of goods sold amounted to DKK 1,289m in 1Q 2008, down DKK 43m or 3.2% compared with 1Q 2007. The decrease stemmed mainly from lower transmission costs related to domestic landline traffic and lower prices partly offset by higher cost of goods sold due to higher activity in NetDesign.
In total, other external expenses amounted to DKK 353m in 1Q 2008, up DKK 26m or 8.0%. Higher activity in Netdesign contributed to the increase.

In 1Q 2008, wages, salaries and pension costs amounted to DKK 488m, down by DKK 6m or 1.2%. This was driven by more full-time employee equivalents in NetDesign and TDC Hosting, but was counteracted by lower remaining Business Nordic domestic activities due partly to redundancy programs.

Income before depreciation, amortization and special items (EBITDA)

In 1Q 2008, EBITDA amounted to DKK 916m, down by DKK 60m or 6.1%, which reflected largely lower revenue from traditional landline telephony partly offset by lower operating expenses.

Fixnet Nordic

Fixnet Nordic offers landline services to residential customers and wholesale customers in Denmark. Fixnet Nordic provides landline telephony services, data communications and internet services, including broadband solutions, convergence products, triple-play solutions, security services, hosting, leased lines, sale of terminals and installation. Traditional landline telephony continues to be the largest business area, but the customer base is decreasing as many customers are switching mainly to mobile but also to VoIP.

DKKm	1Q 2008	1Q 2007	Change in %
Revenue	**2,240**	**2,397**	**(6.5)**
Landline telephony	1,240	1,406	(11.8)
Data communications and internet services	471	456	3.3
Leased lines	155	173	(10.4)
Mobile telephony	138	148	(6.8)
Operator services	78	78	0.0
Other[1]	158	136	16.2
Transmission costs and cost of goods sold	(459)	(544)	15.6
Other external expenses	(551)	(544)	(1.3)
Wages, salaries and pension costs	(434)	(521)	16.7
	(1,444)	(1,609)	10.3
Operating expenses allocated to other business lines	204	191	6.8
Operating expenses	(1,240)	(1,418)	12.6
Other income and expenses	21	36	(41.7)
EBITDA	**1,021**	**1,015**	**0.6**

1) Includes terminal equipment etc.

Revenue

In 1Q 2008, Fixnet Nordic's revenue totaled DKK 2,240m, a decrease of DKK 157m or 6.5% due mainly to a DKK 166m fall in landline telephony revenue caused by a decreasing customer base and lower traffic. Revenue from leased lines and mobile telephony also decreased. The latter was due to reduced ARPU for Duét. This was partly counterbalanced by increasing revenue from data communications and internet services related to growth in xDSL subscribers.

Operating expenses

Operating expenses were DKK 1,240m in 1Q 2008, down 12.6% compared with 1Q 2007.

Transmission costs and cost of goods sold amounted to DKK 459m in 1Q 2008, down DKK 85m or 15.6% compared with 1Q 2007. The decrease stemmed mainly from lower domestic landline traffic and lower landline-to-mobile termination prices.

Other external expenses increased by DKK 7m or 1.3% to DKK 551m in 1Q 2008.

Wages, salaries and pension costs dropped by DKK 87m or 16.7% to DKK 434m in 1Q 2008. This development was driven primarily by a reduction of 657 full-time employee equivalents due to redundancy programs and outsourcing the mobile network to Ericsson.

Income before depreciation, amortization and special items (EBITDA)

In 1Q 2008, EBITDA amounted to DKK 1,021m, up by DKK 6m or 0.6%. This performance reflects mainly general cost savings in wages, salaries and pension costs as well as savings in transmission costs and cost of goods sold. This was partly counterbalanced by a decline in the traditional landline telephony business, due to the migration to mobile and, to some extent, VoIP.

Mobile Nordic

Mobile Nordic is the leading provider of mobile telecommunications services in Denmark and also includes the TDC Shop chain and Telmore. The customer focus is on postpaid and prepaid voice services, mobile broadband access, content and handsets for the residential market, and in the SoHo segment the focus is also on business applications. Telmore sells prepaid mobile products, ADSL products (from April) and services online via a self-service website. Telmore is the market leader in Denmark in the online mobile self-service segment.

DKKm	1Q 2008	1Q 2007	Change in %
Revenue	**1,305**	**1,376**	**(5.2)**
Transmission costs and cost of goods sold	(526)	(592)	11.1
Other external expenses	(416)	(362)	(14.9)
Wages, salaries and pension costs	(114)	(127)	10.2
	(1,056)	(1,081)	2.3
Operating expenses allocated to other business lines	66	61	8.2
Operating expenses	(990)	(1,020)	2.9
Other income and expenses	0	0	-
EBITDA	**315**	**356**	**(11.5)**

Revenue

Mobile Nordic's revenue decreased DKK 71m or 5.2% to DKK 1,305m in 1Q 2008. This revenue decrease was due mainly to lower sales of TDC Shop mobile and data products and lower revenue from service providers due to fewer wholesale customers. Also, lower revenue from the prepaid segment due to fewer customers and finally, lower roaming-in revenue due to the EU roaming regulation resulting in lower prices. This was partly counteracted by higher postpaid revenue from more customers and higher subscription fees and higher revenue from more Telmore customers.

Operating expenses

Operating expenses totaled DKK 990m in 1Q 2008, down DKK 30m or 2.9% compared with 1Q 2007.

Transmission costs and cost of goods sold fell by 11.1% or DKK 66m to DKK 526m in 1Q 2008. This was due mainly to reduced TDC Shop sales of mobile and data products.

Other external expenses amounted to DKK 416m in 1Q 2008, an increase of DKK 54m or 14.9%, stemming from higher consultant fees in connection with outsourcing of the mobile network and higher customer acquisition costs.

Wages, salaries and pension costs amounted to DKK 114m, down DKK 13m or 10.2% caused by fewer full-time employee equivalents, mainly as a result of outsourcing the mobile network to Ericsson. This was partly counteracted by higher wages and salaries.

Income before depreciation, amortization, and special items (EBITDA)

In 1Q 2008, Mobile Nordic's EBITDA declined by DKK 41m or 11.5% to DKK 315m, which reflected chiefly fewer wholesale customers, higher consultancy fees and lower gross profit from roaming-in traffic partly offset by increased postpaid gross profit due to the larger subscriber base.

YouSee

YouSee is the largest TV distributor in Denmark and provides TV signals to approximately 43% of all Danish households. YouSee offers cable TV, broadband services and telephony.

DKKm	1Q 2008	1Q 2007	Change in %
Revenue	**786**	**686**	**14.6**
Transmission costs and cost of goods sold	(344)	(297)	(15.8)
Other external expenses	(114)	(100)	(14.0)
Wages, salaries and pension costs	(116)	(107)	(8.4)
Operating expenses	(574)	(504)	(13.9)
Other income and expenses	0	0	-
EBITDA	**212**	**182**	**16.5**

Revenue

YouSee's revenue rose by DKK 100m or 14.6% to DKK 786m in 1Q 2008. This increase was driven mainly by higher analogue-TV revenue from a larger customer base and higher ARPU from new programs, as well as the positive impact of the higher digital TV and broadband customer base.

Operating expenses

Operating expenses were DKK 574m in 1Q 2008, an increase of DKK 70m or 13.9%.

Transmission costs and cost of goods sold totaled DKK 344m in 1Q 2008, up DKK 47m or 15.8% compared with 1Q 2007. This rise stemmed from increased program expenses resulting from more customers and the wider range of programs included in the packages.

Other external expenses amounted to DKK 114m in 1Q 2008, up DKK 14m or 14.0%, and related primarily to boosted marketing campaigns.

Wages, salaries and pension costs rose by DKK 9m or 8.4% to DKK 116m, due largely to an increase in full-time employee equivalents.

Income before depreciation, amortization and special items (EBITDA)

YouSee's EBITDA totaled DKK 212m in 1Q 2008, up DKK 30m or 16.5%. The increase in EBITDA related to an increased gross profit from TV and internet, due mainly to an increased customer base and higher ARPU.

Sunrise

Sunrise offers mobile telephony, landline telephony and internet services.

DKKm	1Q 2008	1Q 2007	Change in %
Revenue	**2,065**	**2,168**	**(4.8)**
Transmission costs and cost of goods sold	(762)	(802)	5.0
Other external expenses	(590)	(502)	(17.5)
Wages, salaries and pension costs	(284)	(299)	5.0
Operating expenses	(1,636)	(1,603)	(2.1)
Other income and expenses	0	0	-
EBITDA	**429**	**565**	**(24.1)**

Revenue

In 1Q 2008, Sunrise's revenue totaled DKK 2,065m, down by DKK 103m or 4.8%. This decrease was mainly a consequence of less revenue from the postpaid segment related to retail price reductions and due to reduced mobile termination fees. This was partly counterbalanced by increased revenue from a larger prepaid and postpaid mobile customer base.

Operating expenses

Operating expenses totaled DKK 1,636m in 1Q 2008, up DKK 33m or 2.1%.

Transmission costs and cost of goods sold amounted to DKK 762m in 1Q 2008, down DKK 40m or 5.0% on 1Q 2007. This can be attributed mainly to lower transmission costs related to lower mobile termination prices. This was partly countered by higher transmission costs and raw materials from higher activity levels within wholesale transit traffic.

Other external expenses amounted to DKK 590m in 1Q 2008, up DKK 88m or 17.5% compared with 1Q 2007, due to higher customer acquisition and retention costs, higher marketing costs associated with the company's repositioning as well as one-off expenses due to sale of uncollectibles.

Wages, salaries and pension costs amounted to DKK 284m, down DKK 15m or 5.0% in 1Q 2008, due mainly to a reduction of full-time employee equivalents.

Income before depreciation, amortization and special items (EBITDA)

EBITDA decreased by DKK 136m or 24.1% to DKK 429m in 1Q 2008 reflecting primarily a reduced gross profit from mobile termination, lower gross profit from postpaid customers due to price decreases as well as higher acquisition and retention costs.

Other activities

Other activities cover Bité, HTCC, Headquarters and IT Nordic.

Bité was divested as of February 9, 2007, and was included in the financial figures until this date. Bité was primarily a mobile operator with businesses in Lithuania and Latvia and was 100% owned by NTCH.

HTCC is a 64.6% owned landline and data communications provider. HTCC acquired Invitel on April 27, 2007 and Invitel was included in the financial figures as from May 2007.

In 1Q 2008, Other activities' EBITDA totaled DKK 73m compared with DKK (14)m in 1Q 2007. This development was driven mainly by HTCC, partly offset by sale and leaseback of properties in 2007, which increased lease payments.

Risk factors related to NTCH's operations

NTCH's Annual Report contains a description as of February 22, 2008 of certain risks that could materially adversely affect NTCH's business, financial condition, results of operations or cash flows. It is noted that the information included in this Earnings Release is not complete in and of itself and does not necessarily include risks that were described in the Annual Report and that have not been subject to material change, or risks that have arisen since the date of the Annual Report and that were not included in the Annual Report. The risks described in the Annual Report and below are not the only risks that NTCH faces. Additional risks and uncertainties not currently known to NTCH or that NTCH currently deems to be immaterial may also materially adversely affect NTCH's business, financial condition, results of operations or cash flows.

The new DTT gatekeeper will increase the competitive pressure on YouSee

YouSee is expected to face increasing competition from sources, also including DTT. Competition is driven by price, convenience and the range of channels offered. I/S DIGI-TV, an entity owned by the Danish state broadcasting services and TV2/Danmark A/S, launched DTT in March 2006, which utilizes digital technology to provide a greater number of channels and picture and sound enhancements such as HDTV and Dolby Digital through a conventional antenna. By the end of March 2008, Swedish operator Boxer was elected as commercial gatekeeper for DTT. Boxer has announced that they will offer 29 channels in multiple packets from November 1, 2009. From November 1, 2009, DIGI-TV will also utilize an additional multiplex that will double their current channel offering. All in all, the DTT network will be expanded, with up to 30-35 channels, by the end of 2009. The increased range of channels in the generally accessible terrestrial network will significantly increase competition. In the long term, increased competition in the Danish cable-TV market may also arise from new technology, mainly from future internet-based content providers. Failure by YouSee to meet these challenges may have a materially adverse effect on NTCH's market share of the Danish cable-TV market.

Safe Harbor Statement

Certain sections of this report contain forward-looking statements that are subject to risks and uncertainties.

Examples of such forward-looking statements include, but are not limited to:

- statements containing projections of revenue, income (or loss), earnings per share, capital expenditures, dividends, capital structure or other net financial income and expenses
- statements of our plans, objectives or goals for future operations, including those related to our products or services
- statements of future economic performance
- statements of the assumptions underlying or relating to such statements.

Words such as 'believes', 'anticipates', 'expects', 'intends', 'aims' and 'plans' and similar expressions are intended to identify forward-looking statements but are not the exclusive means of identifying such statements. These statements are based on current plans, estimates and projections, and undue reliance should therefore not be placed on them.
By their very nature, forward-looking statements involve inherent risks and uncertainties, both general and specific, and risks exist that the predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution that a number of important factors could cause actual results to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward-looking statements made by NTCH or on our behalf.

These factors include, but are not limited to:
- changes in applicable Danish, Swiss and EU legislation, including but not limited to tax legislation
- increases in the interconnection rates we are charged by other carriers or decreases in the interconnection rates we are able to charge other carriers
- decisions from the Danish National IT and Telecom Agency whereby the regulatory obligations of NTCH are extended
- increase in interest rates that would affect the cost of our interest-bearing debt that carries floating interest rates
- reduced flexibility in planning for, or reacting to, changes in our business, the competitive environment and the industry in which we operate as a result of contractual obligations in our financing arrangements
- developments in the competition within domestic and international telecommunications
- introduction of and demand for new services and products
- developments in the demand, product mix and prices in the mobile market, including marketing and customer-acquisition costs
- developments in the market for multimedia services
- the possibilities of being awarded licenses
- developments in our international activities, which also involve certain political risks
- investments and divestitures in domestic and foreign companies.

We caution that the above list of important factors is not exhaustive. When relying on forward-looking statements in order to make decisions with respect to NTCH, investors and others should carefully consider the foregoing factors and other uncertainties and events. Such forward-looking statements speak only as of the date on which they are made and we do not undertake any obligation to update or revise any of them, whether as a result of new information, future events or otherwise.

Statements of Income

NTCH Group (DKKm)	1Q 2008	1Q2007	Change in %
Revenue	**9,605**	**9,668**	**(0.7)**
Transmission costs and cost of goods sold	(3,006)	(3,108)	3.3
Other external expenses	(2,021)	(1,764)	(14.6)
Wages, salaries and pension costs	(1,677)	(1,777)	5.6
Total operating expenses before depreciation, etc.	(6,704)	(6,649)	(0.8)
Other income and expenses	61	54	13.0
Income before depreciation, amortization and special items (EBITDA)	**2,962**	**3,073**	**(3.6)**
Depreciation, amortization and impairment losses	(1,505)	(2,634)	42.9
Operating income (EBIT), excluding special items	**1,457**	**439**	**-**
Special items[1]	(73)	586	(112.5)
Operating income (EBIT)	**1,384**	**1,025**	**35.0**
Income from joint ventures and associates	114	61	86.9
Fair value adjustments	26	65	(60.0)
Currency translation adjustments	(112)	131	(185.5)
Financial income	671	551	21.8
Financial expenses	(1,585)	(1,603)	1.1
Net financials	(1,000)	(856)	(16.8)
Income before income taxes	**498**	**230**	**116.5**
Income taxes related to income, excluding special items and fair value adjustments	(287)	61	-
Income taxes related to special items	18	0	-
Income taxes related to fair value adjustments	30	(6)	-
Total income taxes	(239)	55	-
Net income from continuing operations	**259**	**285**	**(9.1)**
Net income from discontinued operations	0	(17)	-
Net income	**259**	**268**	**(3.4)**
Attributable to:			
Shareholders of the Parent Company	197	274	(28.1)
Minority interests	62	(6)	-
Net income from continuing operations, excluding special items and fair value adjustments	**258**	**(360)**	**171.7**

1) Special items includes significant amounts that cannot be attributed to normal operations such as large gains and losses related to divestment of subsidiaries, special write-downs for impairment as well as expenses related to restructuring etc.

Balance Sheets

NTCH (DKKm)	March 31, 2008	December 31, 2007	March 31, 2007
Assets			
Non-current assets			
Intangible assets	55,828	55,365	60,956
Property, plant and equipment	21,439	21,227	21,573
Investments in joint ventures and associates	6,129	5,897	6,673
Minority passive investments	7	7	7
Deferred tax assets	2	125	129
Pension assets	4,209	4,094	3,793
Receivables	96	95	302
Derivative financial instruments	86	39	191
Prepaid expenses	187	147	218
Total non-current assets	**87,983**	**86,996**	**93,842**
Current assets			
Inventories	701	641	649
Receivables	7,665	7,571	8,389
Income tax receivables	25	14	167
Derivative financial instruments	271	781	1,087
Prepaid expenses	765	665	929
Cash	6,986	8,474	7,523
Assets held for sale	-	-	5
Total current assets	**16,413**	**18,146**	**18,749**
Total assets	**104,396**	**105,142**	**112,591**
Equity and liabilities			
Common shares	-	-	-
Reserves	(89)	228	370
Retained earnings	16,173	15,976	13,919
Proposed dividends	-	-	-
Equity attributable to Company shareholders	**16,084**	**16,204**	**14,289**
Minority interests	462	548	315
Total equity	**16,546**	**16,752**	**14,604**
Non-current liabilities			
Deferred tax liabilities	5,420	7,496	10,134
Provisions	1,371	1,275	1,150
Pension liabilities, etc.	338	322	360
Loans	56,794	60,046	71,556
Derivative financial instruments	42	141	239
Deferred income	1,046	956	973
Total non-current liabilities	**65,011**	**70,236**	**84,412**
Current liabilities			
Loans	6,158	4,146	1,925
Trade and other payables	8,038	8,298	7,990
Income tax payable	3,668	1,442	26
Derivative financial instruments	1,599	728	510
Deferred income	3,098	2,953	2,869
Provisions	278	587	255
Total current liabilities	**22,839**	**18,154**	**13,575**
Total liabilities	**87,850**	**88,390**	**97,987**
Total equity and liabilities	**104,396**	**105,142**	**112,591**

Statements of Cash Flows

NTCH Group (DKKm)	1Q 2008	1Q 2007	Change in %
Income before depreciation, amortization and special items (EBITDA)	2,962	3,073	(3.6)
Reversal of items without cash flow effect	(135)	(22)	-
Pension contributions	(48)	(70)	31.4
Payments related to provisions	(57)	(120)	52.5
Cash flow related to special items	(63)	105	(160.0)
Change in net working capital excl. special items	(282)	(690)	59.1
Cash flow from operating activities before net financials and tax	**2,377**	**2,276**	**4.4**
Interest paid, net	(866)	(1,014)	14.6
Realized currency translation adjustments	(57)	276	(120.7)
Cash flow from operating activities before tax	**1,454**	**1,538**	**(5.5)**
Corporate income tax paid	(13)	(8)	(62.5)
Cash flow from operating activities in continuing operations	**1,441**	**1,530**	**(5.8)**
Cash flow from operating activities in discontinued operations	0	160	-
Total cash flow from operating activities	**1,441**	**1,690**	**(14.7)**
Investment in enterprises	(303)	(24)	-
Investment in property, plant and equipment	(1,108)	(901)	(23.0)
Investment in intangible assets	(239)	(265)	9.8
Investment in other non-current assets	(1)	(1)	0.0
Divestment of enterprises	0	3,185	-
Sale of property, plant and equipment	28	110	(74.5)
Divestment of joint ventures and associates, and other non-current assets	47	4	-
Dividends received from joint ventures and associates	0	95	-
Cash flow from investing activities in continuing operations	**(1,576)**	**2,203**	**(171.5)**
Cash flow from investing activities in discontinued operations	0	(4)	-
Total cash flow from investing activities	**(1,576)**	**2,199**	**(171.7)**
Proceeds from long-term loans	261	0	-
Repayments of long-term loans	(1,528)	(13)	-
Change in short-term bank loans	(1)	(15)	93.3
Change in interest-bearing receivables	0	156	-
Dividends to minority interests	(85)	(83)	(2.4)
Cash flow from financing activities in continuing operations	**(1,353)**	**45**	**-**
Cash flow from financing activities in discontinued operations	0	(154)	-
Total cash flow from financing activities	**(1,353)**	**(109)**	**-**
Total cash flow	**(1,488)**	**3,780**	**(139.4)**
Cash and cash equivalents (end-of-period)	**6,986**	**7,523**	**(7.1)**

Statements of Changes in Equity

	Equity attributable to Company shareholders					Minority interests	Total
DKKm	**Common shares**	**Reserve for currency translation adjustments**	**Retained earnings**	**Proposed dividends**	**Total**		
Shareholders' equity at January 1, 2007	0	476	13,651	0	14,127	401	14,528
Currency translation adjustments, foreign enterprises	-	(258)	0	-	(258)	(29)	(287)
Currency hedging of net investments in foreign enterprises	-	202	0	-	202	28	230
Reversal of currency translation adjustments, foreign enterprises	-	2	0	-	2	0	2
Tax related to changes in equity	-	(52)	0	-	(52)	(7)	(59)
Net gain/(loss) recognized directly in equity	0	(106)	0	0	(106)	(8)	(114)
Net income	-	-	274	0	274	(6)	268
Total comprehensive income	0	(106)	274	0	168	(14)	154
Dilution gain regarding subsidiaries	-	-	(6)	-	(6)	6	0
Dividends to minority interests	-	-	-	-	-	(83)	(83)
Additions to minority interests	-	-	-	-	-	5	5
Shareholders' equity at March 31, 2007	**0**	**370**	**13,919**	**0**	**14,289**	**315**	**14,604**

	Equity attributable to Company shareholders					Minority interests	Total
DKKm	**Common shares**	**Reserve for currency translation adjustments**	**Retained earnings**	**Proposed dividends**	**Total**		
Shareholders' equity at January 1, 2008	0	228	15,976	0	16,204	548	16,752
Effect of change in accounting policies	0	0	0	0	0	0	0
Shareholders' equity at January 1 after change in accounting policies	0	228	15,976	0	16,204	548	16,752
Currency translation adjustments, foreign enterprises	-	808	0	-	808	90	898
Currency hedging of net investments in foreign enterprises	-	(1,125)	0	-	(1,125)	(153)	(1,278)
Reversal of currency translation adjustments, foreign enterprises	-	0	0	-	0	0	0
Tax related to changes in equity	-	0	0	-	0	0	0
Net gain/(loss) recognized directly in equity	0	(317)	0	0	(317)	(63)	(380)
Net income	-	-	197	0	197	62	259
Total comprehensive income	0	(317)	197	0	(120)	(1)	(121)
Distributed dividends	-	-	0	0	0	-	0
Dividends, treasury shares	-	-	0	0	0	-	0
Acquisition of treasury shares	-	-	0	-	0	-	0
Disposal of treasury shares	-	-	0	-	0	-	0
Share-based payments	-	-	0	-	0	-	0
Dilution gain regarding subsidiaries	-	-	0	-	0	0	0
Dividends to minority interests	-	-	-	-	-	(85)	(85)
Premium, minority interests	-	-	0	-	0	0	0
Additions to minority interests	-	-	-	-	-	0	0
Shareholders' equity at March 31, 2008	**0**	**(89)**	**16,173**	**0**	**16,084**	**462**	**16,546**

Revenue and EBITDA per business line, 2006 – 1Q 2008

NTCH Group (DKKm)	2006	1Q07	2Q07	3Q07	4Q07	2007	1Q08
Revenue							
Business Nordic	11,259	3,120	3,161	3,015	3,133	12,429	3,046
Fixnet Nordic	8,852	2,397	2,382	2,301	2,244	9,324	2,240
Mobile Nordic	5,133	1,376	1,497	1,469	1,152	5,494	1,305
YouSee	2,266	686	708	715	743	2,852	786
Sunrise	8,480	2,168	2,231	2,231	2,212	8,842	2,065
Other activities	632	(79)	73	159	227	380	163
Revenue, total	**36,622**	**9,668**	**10,052**	**9,890**	**9,711**	**39,321**	**9,605**
EBITDA							
Business Nordic	3,366	976	912	964	993	3,845	916
Fixnet Nordic	3,943	1,015	962	929	895	3,801	1,021
Mobile Nordic	1,312	356	324	402	317	1,399	315
YouSee	623	182	205	219	208	814	212
Sunrise	2,383	565	579	628	614	2,386	429
Other activities	55	(21)	86	60	57	182	69
EBITDA, total	**11,682**	**3,073**	**3,068**	**3,202**	**3,084**	**12,427**	**2,962**

Customers & Employees

Customers

Customers ('000) (end-of-period)	1Q 2007	4Q 2007	1Q 2008	Change in % 1Q08 vs. 1Q07	Change in % 1Q08 vs. 4Q07
Domestic, retail and wholesale:					
Landline customers	2,525	2,372	2,314	(8.4)	(2.4)
- Retail	2,112	2,003	1,963	(7.1)	(2.0)
- Wholesale	413	369	351	(15.0)	(4.9)
Mobile customers	2,852	2,937	2,943	3.2	0.2
- Retail[1]	2,515	2,705	2,742	9.0	1.4
- of which Telmore	587	610	628	7.0	3.0
- Wholesale	337	232	201	(40.4)	(13.4)
Internet customers	1,371	1,419	1,432	4.4	0.9
- Broadband	1,202	1,290	1,315	9.4	1.9
- Non-broadband	169	129	117	(30.8)	(9.3)
TV customers	1,071	1,105	1,108	3.5	0.3
Domestic customers, total	**7,819**	**7,833**	**7,797**	**(0.3)**	**(0.5)**
International:					
Landline customers	717	1,298	1,610	124.5	24.0
Mobile customers	1,426	1,538	1,566	9.8	1.8
Internet customers	418	501	498	19.1	(0.6)
International customers, total	**2,561**	**3,337**	**3,674**	**43.5**	**10.1**
Group customers, total	**10,380**	**11,170**	**11,471**	**10.5**	**2.7**

1) The numbers include mobile customers in Fixnet Nordic and Business Nordic.

Employees

Full-time equivalents[1]

EoP	1Q 2007	4Q 2007	1Q 2008	Change in % 1Q08 vs. 1Q07	Change in % 1Q08 vs. 4Q07
Business Nordic	3,960	3,808	3,680	(7.1)	(3.4)
- of which in Denmark	2,445	2,312	2,220	(9.2)	(4.0)
Fixnet Nordic	6,161	5,768	5,504	(10.7)	(4.6)
- of which in Denmark	6,156	5,763	5,499	(10.7)	(4.6)
Mobile Nordic	1,258	1,262	1,106	(12.1)	(12.4)
- of which in Denmark	1,258	1,262	1,106	(12.1)	(12.4)
YouSee	1,095	1,110	1,136	3.7	2.3
Sunrise	2,225	2,036	1,989	(10.6)	(2.3)
Others	3,005	3,406	3,566	18.7	4.7
- of which in Denmark	2,229	1,967	2,126	(4.6)	8.1
TDC	**17,704**	**17,390**	**16,981**	**(4.1)**	**(2.4)**
TDC, domestic	**13,183**	**12,414**	**12,087**	**(8.3)**	**(2.6)**

1) The number denotes end-of-period full-time equivalents including permanent employees, trainees and temporary employees (FTE). Furthermore, the number of full-time employee equivalents is exclusive of FTEs in discontinued operations.

Selected financial and operational data, 2005 – 1Q 2008

NTCH Group		2005	2006	2007	1Q 2007	1Q 2008
Statements of Income:	DKKm					
Revenue		0	36,622	39,321	9,668	9,605
Income before depreciation, amortization and special items (EBITDA)		**0**	**11,682**	**12,427**	**3,073**	**2,962**
Depreciation, amortization and impairment losses		0	(10,634)	(8,085)	(2,634)	(1,505)
Operating income (EBIT), excluding special items		**0**	**1,048**	**4,342**	**439**	**1,457**
Special items		0	(489)	506	586	(73)
Operating income (EBIT)		**0**	**559**	**4,848**	**1,025**	**1,384**
Income from joint ventures and associates		0	200	266	61	114
Net financials		(40)	(4,518)	(4,500)	(856)	(1,000)
Income before income taxes		**(40)**	**(3,759)**	**614**	**230**	**498**
Income taxes		0	1,105	536	55	(239)
Net income from continuing operations		**(40)**	**(2,654)**	**1,150**	**285**	**259**
Net income from discontinued operations		0	33	1,406	(17)	0
Net income		**(40)**	**(2,621)**	**2,556**	**268**	**259**
Attributable to:						
- Shareholders of the Parent Company		(40)	(2,562)	2,360	274	197
- Minority interests		0	(59)	196	(6)	62
Net income, excluding special items and fair value adjustments[1]:						
Operating income (EBIT)		**0**	**1,048**	**4,342**	**439**	**1,457**
Income from joint ventures and associates		0	190	342	61	114
Net financials		(40)	(4,656)	(4,564)	(921)	(1,026)
Income before income taxes		**(40)**	**(3,418)**	**120**	**(421)**	**545**
Income taxes		0	839	439	61	(287)
Net income from continuing operations		**(40)**	**(2,579)**	**559**	**(360)**	**258**
Net income from discontinued operations		0	45	102	(17)	0
Net income		**(40)**	**(2,534)**	**661**	**(377)**	**258**
Balance Sheets	DKKbn					
Total assets		7.6	113.6	105.1	112.6	104.4
Net interest-bearing debt		(0.0)	69.8	55.7	65.9	55.9
Total equity		7.4	14.5	16.8	14.6	16.5
Average number of shares outstanding (thousand)		136.0	136.0	136.0	136.0	136.0
Statements of Cash Flow	DKKm					
Operating activities		(38)	7,076	9,261	1,690	1,441
Investing activities		(7,627)	(48,875)	7,886	2,199	(1,576)
Financing activities		7,668	45,539	(12,416)	(109)	(1,353)
Total cash flow		3	3,740	4,731	3,780	(1,488)
Capital expenditures	DKKbn					
Excluding share acquisitions		0.0	4.9	5.2	1.1	1.1
Including share acquisitions		0.0	52.0	5.8	1.1	1.4
Key financial ratios						
EBITDA margin (EBITDA divided by revenue)	%	-	31.9	31.6	31.8	30.8
Capex, excl. share acquisitions-to-revenue ratio	%	-	13.4	13.2	11.5	11.6
Return on capital employed (ROCE)[2]	%	0.0	6.8	8.5	1.3	2.8
Subscriber base (end-of-period)[3]	('000)					
Landline		3,471	3,311	3,670	3,242	3,924
Mobile		5,588	6,195	4,475	4,278	4,509
Internet		1,769	1,767	1,920	1,789	1,930
TV customers		1,030	1,062	1,105	1,071	1,108
Total subscribers		**11,858**	**12,335**	**11,170**	**10,380**	**11,471**
Full-time employee equivalents[4]		**19,373**	**18,164**	**17,390**	**17,704**	**16,981**

1) Net income excluding special items and fair value adjustments excludes special items from income from joint ventures and associates as well as special items from income from discontinued activities.
2) ROCE is defined as EBIT excluding special items plus interest and other financial income excluding fair value adjustments plus income from joint ventures and associates divided by average equity attributable to Company shareholders plus interest-bearing debt.
3) The number denotes end-of-period subscribers and includes customers with subscriptions and customers without subscriptions according to the following general principles:

- Landline subscribers who have generated traffic in the previous month.
- Mobile subscribers active for a certain period of time, up to 3 months.
- Internet subscribers active for a certain period of time, up to 3 months.

The number of subscribers also includes resale customers.
4) The number denotes end-of-period full-time employee equivalents including permanent employees, trainees and temporary employees. The number of full-time employee equivalents is exclusive of FTEs in discontinued operations.

Management Statement

The Financial Statements for January – March 2008, which have not been audited or reviewed by the Group's auditors, have been prepared in accordance with IAS 34 as adopted by the EU.

I consider the accounting policies applied to be appropriate. In my opinion, the Financial Statements give a true and fair view of the Group's financial position at March 31, 2008 as well as of the results of its operations and cash flows for January – March 2008.

Copenhagen, May 13, 2008

Jesper Ovesen

Senior Executive Vice President and
Chief Financial Officer, TDC

For further information please contact TDC Investor Relations on +45 6663 7680.