

Zagreb, 4 July 2014

T-Hrvatski Telekom

HT and Ericsson Join Forces to Increase Electronic Communications Networks Quality

T-Hrvatski Telekom (Reuters: THTC.L, HT.ZA; Bloomberg: THTC LI, HTRA CZ; "HT"), a leading provider of telecommunications services in Croatia, announces that it has signed a non-binding Letter of Intent with Ericsson and Ericsson Nikola Tesla to outsource the services of construction and maintenance of HT's infrastructure and has initiated respective consultations with the Workers' Council of HT accordingly.

With this project, HT intends to raise the quality and efficiency of its infrastructure and related facilities, while optimizing its current construction and maintenance related costs. The envisaged project includes approximately 650 employees of HT. The mentioned employees are planned to be transferred to a subsidiary of Ericsson Nikola Tesla. If negotiations are successfully completed and if the necessary corporate and, possibly, regulatory approvals are obtained, the contract will be signed and HT will promptly inform the public of the most significant elements of the contract.

For further information contact:

T-Hrvatski Telekom

Elvis Knežević, Investor Relations 00 385 1 491 1114
Anita Marić Šimek, Investor Relations 00 385 1 491 1884
E-mail ir@t.ht.hr

Web site www.t.ht.hr/eng/investors

Instinctif Partners

Kay Larsen / Adrian Duffield +44 (0)20 7457 2020

About T-Hrvatski Telekom (Reuters: THTC.L, HT.ZA; Bloomberg: THTC LI, HTRA CZ)

T-Hrvatski Telekom (T-HT) is the leading provider of telecommunication services in Croatia, serving 1.2 million fixed lines, nearly 2.3 million mobile subscribers, and 678,000 broadband connections through its Residential and Business divisions.

Since its initial public offering in October 2007, T-HT shares have traded on the Zagreb Stock Exchange, with global depositary receipts trading on the London Stock Exchange. CMobil B.V. (company 100% owned by Deutsche Telekom Europe Holding B.V. whose 100% owner is T-Mobile Global Holding Nr. 2 GmbH is 100% owned by Deutsche Telekom AG) owns 51% of T-HT's shares, with the War Veterans' Fund owning 7%, and the Restructuring and Sale Center 3.5%. The remaining free float is in the hands of private and institutional investors.