

Information on the results of ČESKÝ TELECOM's regular Annual General Meeting (AGM) held on 27 April 2006 in Prague

Ad item 1. - **Opening:**

The shareholders with the vote right owning over 72% of the company's shares attended the AGM, therefore the meeting had a quorum.

Ad item 2. - **Approval of Rules of Procedure of the General Meeting, election of the chairman of the General Meeting, the minutes clerk, minutes verifiers and persons to count the votes:**

The shareholders approved the procedural rules of the AGM as proposed by the Board of Directors. Mr. Jan Zeleny was elected the chairman of the AGM, Mrs. Marcela Ulrichova the minutes clerk. The shareholders further elected minutes verifiers and persons to count the votes.

Ad item 3. - **Report by the Board of Directors on business activities of the Company and state of its assets as part of the annual report of the Company for the year 2005:**

Mr. Jaime Smith, the Board of Directors' chairman and company's CEO presented the Board of Directors' report on the business activity of the company and the status of its assets for the year 2005.

Ad item 4. - **Information on the results of inspection activities of the Company's Supervisory Board, including information on review of the report on relations among interconnected entities:**

Mr. Julio Linares, the Supervisory Board's chairman presented the report on the results of inspection activities of the company's Supervisory Board, including information on review of the report on relations between interconnected entities.

Ad item 5. - **Approval of the Company's Financial Statements for the year 2005:**

The AGM approved the regular Financial Statements and the consolidated Financial Statements of the company for 2005 prepared in accordance with the International Financial Reporting Standards as audited by the external auditor, and submitted by the company's Board of Directors.

Ad item 6. - **Resolution on distribution of Company profit for 2005 and retained Company profit from previous years, and determination of royalties for 2005:**

The AGM approved the unconsolidated profit of ČESKÝ TELECOM for 2005 in the amount of CZK 7,164,118,986.85 after tax to be distributed as follows:

1) Contribution to the reserve fund	CZK 358,205,950.00
2) Contribution to the social fund	CZK 24,000,000.00
3) Royalties	CZK 0.00
4) Dividends	CZK 6,781,913,036.85

Additionally, the AGM approved using the remaining part of the retained profit from previous years amounting to CZK 8,274,477,852.94 as follows:

1) Contribution to the reserve fund	CZK 0.00
2) Contribution to the social fund	CZK 0.00
3) Royalties	CZK 0.00
4) Dividends	CZK 7,712,132,463.15

The retained profit from previous years after the proposed distribution would amount to CZK 562,345,389.79 million.

A dividend of CZK 45.00 before tax shall thus be paid to each share with the nominal value of CZK 100 and a dividend of CZK 450.00 before tax shall be paid to each share with the nominal value of CZK 1,000.

The relevant dividend record date shall be 25 September 2006. The dividend shall be payable on 2 October 2006.

Ad item 7. - Information of the Board of Directors of the Company explaining the Draft Agreement on Transfer of Assets and Liabilities:

Juraj Šedivý, 1st Vice Chairman of the Board of Directors and Vice President – Chief Financial Officer of ČESKÝ TELECOM provided shareholders with the information explaining the draft Agreement on Transfer of Assets and Liabilities of Eurotel Praha, spol. s r.o. to ČESKÝ TELECOM, a.s.

Ad item 8. - Statement of the Supervisory Board of the Company on the Draft Agreement on Transfer of Assets and Liabilities:

Julio Linares, Chairman of the Supervisory Board of ČESKÝ TELECOM advised shareholders of the Supervisory Board statement to the draft Agreement on Transfer of Assets and Liabilities of Eurotel Praha, spol. s r.o. to ČESKÝ TELECOM, a.s.

Ad item 9. - Information of the Board of Directors of the Company on all material changes concerning assets, liabilities and business results of the Company which occurred during the period since the decisive date of the transfer of assets and liabilities of Eurotel Praha, spol. s r.o. to the Company, i.e., 1 January 2006:

Juraj Šedivý, 1st Vice Chairman of the Board of Directors and Vice President – Chief Financial Officer of ČESKÝ TELECOM briefed shareholders on all material changes concerning assets, liabilities and business results of ČESKÝ TELECOM which occurred during the period since the decisive date of the transfer of assets and liabilities of Eurotel Praha, spol. s r.o. to ČESKÝ TELECOM, i.e., from 1 January 2006, to the date of the AGM.

Ad item 10. - Decision of the General Meeting regarding the transfer of assets and liabilities of Eurotel Praha, spol. s r.o. to the Company:

(i) approval of the transfer of assets and liabilities of Eurotel Praha, spol. s r.o., with its registered seat at Vyskočilova Reg. No. 1442/1b, Postal Code 140 21, Identification No.: 152 68 306, to the Company;

(ii) approval of the Draft Agreement on Transfer of Assets and Liabilities;

(iii) approval of the Annual Financial Statements of the Company for 2005, including the relevant Auditor's Report, as the Closing Financial Statements within the meaning of the applicable provisions of the Commercial Code; and

(iv) approval of the Opening Balance Sheet of the Company, including the relevant Auditor's Report:

The AGM approved the transfer of assets and liabilities of Eurotel Praha, spol. s r.o., with its registered seat at Praha 4, Vyskočilova Reg. No. 1442/1b, Postal Code 140 21, Identification No.: 152 68 306, registered in the Commercial Registry maintained by the City Court in Prague, Section C, Insert 1504, to ČESKÝ TELECOM, a.s. In addition, the AGM approved the proposed draft Agreement on Transfer of Assets and Liabilities, to be executed by and in between ČESKÝ TELECOM, a.s. and Eurotel Praha, spol. s r.o., the Annual Financial Statements of ČESKÝ TELECOM, a.s. for 2005, including the relevant Auditor's Report of Ernst & Young Audit & Advisory, s.r.o., Holding member, with its registered seat in Praha 2, Karlovo Vyskočilova 10, Postal Code 120 00, Identification No.: 267 04 153, as the Closing Financial Statements within the meaning of the applicable provisions of the Commercial Code

and the Opening Balance Sheet of ČESKÝ TELECOM, a.s. prepared as of 1 January 2006, including the relevant Auditor's Report of Ernst & Young Audit & Advisory, s.r.o., Holding member, with its registered seat in Praha 2, Karlovo Vyskočilova 10, Postal Code 120 00, Identification No.: 267 04 153.

Ad item 11. - Approval of amendment to Company's Articles of Association:

The AGM approved the amendment to the Company's Articles of Association as follows: The current text of part I to part VIII (Basic Provisions and Art. 1 to Art. 43) of the Articles of Association has been replaced by the new text of part I to part VIII (Basic Provisions and Art. 1 to Art. 41), as submitted by the Board of Directors of the Company.

Ad item 12. - Recall of members of the Supervisory Board save for the members thereof elected by the Company employees in accordance with Section 200 of the Commercial Code:

The AGM recalled the members of the company's Supervisory Board, Javier José Aguilera Arauzo, Antonio Pedro de Carvalho Viana-Baptista, José María Álvarez-Pallete López and Santiago Javier Fernández-Valbuena.

Ad item 13. - Election of members of the Supervisory Board of the Company:

The AGM elected Catherine Jane Keers, Peter Anthony Erskin, Gerhard Franz Mayrhofer and Sohail Qadri as the new members of the company's Supervisory Board.

Ad item 14. - Approval of an amendment to the rules for remunerating of the members of the Company's Board of Directors:

The AGM approved the amendment to the rules for remuneration of members of the Company's Board of Directors. The approved amendment to the Rules for remunerating of the members of the Company's Board of Directors consists in the erasure of the out-of-date Part 3) "Special motivation bonus", considering that the compensation programme for the designated members of the Board of Directors defined in the said part of the Rules was terminated in June 2005, since the conditions of the programme had been accomplished. Other parts of remuneration of the Board of Directors members, i.e. the flat remuneration for the discharge of the office of a member of the Board of Directors" and the "special bonus for the discharge of the office of a member of the Board of Directors", as well as the method of their calculation and payout, remain unchanged.

Ad item 15. - Approval of remuneration of members of the Board of Directors and the Supervisory Board of the Company:

The AGM resolved that in 2006, the members of the Board of Directors may be awarded the aggregate amount of remuneration, within the range of its components provided for in Art (1,2) of the Rules of Remuneration of the Board of Directors Members, in the amount of CZK 3 million, and the members of the Company's Supervisory Board may be awarded the aggregate amount of remuneration, within the range of its components provided for in Art (1,2,3) of the Rules of Remuneration of the Supervisory Board Members, in the amount of CZK 8.5 million. In the subsequent calendar year, the members of the Board of Directors of the Company and the members of the Supervisory Board of the Company shall be awarded the remuneration in the same aggregate amounts as in 2006, unless the General Meeting resolves otherwise.

Ad item 16. - Approval of the agreements on the performance of the office of members of the Company's Supervisory Board:

The AGM approved conclusion of agreements on the performance of the office of a member of the Supervisory Board, between the company and Catherine Jane Keers, Peter Anthony Erskine, Franz Mayrhofer and Sohail Qadri, i.e. the members of the Supervisory Board who were elected by the AGM within agenda item 13 of the Company's AGM.

Ad item 17. – **Conclusion:**

The chairman of the AGM briefly summarized the course of the General Meeting, informed the General Meeting of the final voting results.