

Interim report on the 1st half 2006



mobilcom AG – Group Overview

Result	Q2 2006	1st half 2006	Q2 2005	1st half 2005
Third-party sales in € million	495.3	1,017.3	509.6	960.2
EBITDA in € million	41.5	79.6	51.7	108.9
EBIT in € million	29.9	56.9	36.6	80.7
EBT in € million	33.1	62.9	38.5	84.4
Group result in € million	19.8	37.8	25.3	53.6
Earnings per share in € ¹	0.26	0.45	0.30	0.62
As percentage of revenue				
EBITDA	8.4	7.8	10.1	11.3
EBIT	6.0	5.6	7.2	8.4
EBT	6.7	6.2	7.6	8.8
Group result	4.0	3.7	5.0	5.6
Balance sheet				
Balance sheet total in € million	1,113.3	1,113.3	1,040.9	1,040.9
Shareholder's equity in € million	714.0	714.0	648.7	648.7
Equity ratio in percent	64.1	64.1	62.3	62.3
Finances and investments				
Cash flow from operating activities in € million	19.9	68.5	63.2	118.6
Depreciation and amortisation in € million	11.6	22.7	15.2	28.2
Investments in € million	10.6	19.5	16.4	78.1
Net financial assets in € million	470.6	470.6	369.1	369.1
Customers				
Mobile telephony customers in million	4.97	4.97	4.55	4.55
Monthly average revenue per user in €	17.0	16.7	18.8	18.4
Active telephony customers in million	4.0	4.0	4.8	4.8
Active Internet access customers in million	3.3	3.3	3.7	3.7
Employees				
At end of quarter	3,635	3,635	3,519	3,519

¹ Earnings per share are calculated by dividing the net profits/loss attributable to the shareholders by the weighted average number of ordinary shares in circulation during the period.

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1. To our shareholders

1.1 Editorial

Dear shareholders, business partners,
customers and friends of mobilcom,

Jürgen Klinsmann and his young and highly motivated team have demonstrated very impressively during the Football World Cup that much can be achieved in Germany. However, it is also necessary to have a certain amount of courage to look ahead and take on risk, instead of holding back enthusiasm and commitment by way of retroactive thinking, bureaucratic obstacles and obstinate insistence on what is traditional.

Accordingly, we are very pleased with the success of our team, although the Football World Cup in 2006 had a negative impact on our operating business in Q2 2006: If up to 30 million viewers daily follow the games on their TV and many other millions celebrate until late into the night in front of the public viewing screens, new mobile telephony and DSL contracts, surfing in the internet and lengthy telephone calls are not at the top of the list of users' priorities.

However, mobilcom has also been able to make progress in recent weeks and months. We have

- consistently continued the process of restructuring the mobile telephony service provider with the approval of the Works Council,
- simplified administration processes, merged departments, streamlined IT structures and restructured marketing and sales,
- reduced the level of overall complexity in our organisation and considerably boosted the efficiency of the company despite the loss of approx. 180 jobs,
- significantly reduced the structure of overall costs and customer acquisition costs,
- the service provider started a far-reaching TV campaign for the first time since 2004.

Accordingly, we still enjoy an excellent position for further growth in a lucrative market. At the same time, we would also like to achieve considerably more freedom of movement. This is because we – the employees and management of mobilcom and freenet – do not have to fear any comparison with the Klinsmann team in terms of commitment, efficiency and effectiveness in our particular field. We have constantly provided proof of this aspect in our successful history. However, the merger between mobilcom and freenet, which was decided one year ago by almost 100 percent of shareholders of the two companies, is still on ice as a result of actions for annulment, which is preventing more decisive action in a sector which is characterised by rapid and courageous decisions. In the case of the proceedings pending before the regional courts (Landgerichte) in Kiel and Hamburg, in which mobilcom and freenet intend to ensure that the merger is recorded in the commercial register before the decisions in the actual matter itself, the aim is to avoid a lengthy stalemate which would be very disadvantageous for both companies.

Our wish is for the merger to be finally completed, and we would like to be able to again demonstrate our efficiency in the course of the next few months and quarters; under fair conditions of competition and without the hindrance of lengthy litigation.



Eckhard Spoerr



Axel Krieger



Michael Grodd



Stephan Esch

2. Operational development

2.1 Operational development: group

Result	Q2 2006	1st half 2006	Q2 2005	1st half 2005
Third-party revenue in € million	495.3	1,017.3	509.6	960.2
EBITDA in € million	41.5	79.6	51.7	108.9
EBITDA as a percentage of revenue	8.4	7.8	10.1	11.3
EBIT in € million	29.9	56.9	36.6	80.7
EBIT as a percentage of revenue	6.0	5.6	7.2	8.4
Group result in € million	19.8	37.8	25.3	53.6
Earnings per share in €	0.26	0.45	0.30	0.62

In the first six months of the financial year, the mobilcom group saw revenues increase by almost 6 percent compared with H1 of the previous year, namely to €1,017.3 million (H1 2005: €960.2 million). Whereas the Mobile Telephony Service Provider was able to achieve sales at the previous year level, namely €640.8 million (H1 2005: €641.9 million), despite significant price pressure on German mobile telephony tariffs, the Fixed Network/Internet segment saw sales improve by 18.3 percent to €376.4 million. Gross profit in the group has declined to €232.9 million. Compared with H1 2005 (€250.3 million), this equivalent to a decline of approx. 7 percent. This mainly reflects the increased efforts in sales of mobile contracts in Q1 2005, investments in DSL customer growth, as well as the effects in call-by-call business related to narrowband internet access and fixed network telephony. Group EBITDA in Q1 2006 has accordingly also declined compared with the previous year period, namely to €79.6 million (H1 2005: €108.9 million). Compared with the previous quarter, EBITDA has improved by almost 9 percent to €41.5 million in Q2 2006. Group result amounted to €37.8 million in H1 2006. Liquid assets increased despite tax payments in Q2 2006 of €30.2 million in the Fixed Network/Internet segment to €472.2 million. This means an increase by more than €100 million compared with 30 June 2005.

2.2 Operational development: Mobile Telephony Service Provider

Result	Q2 2006	1st half 2006	Q2 2005	1st half 2005
Third-party revenue in € million	315.5	640.8	333.0	641.9
EBITDA in € million	21.4	32.4	20.2	40.5
EBITDA as a percentage of revenue	6.8	5.0	6.0	6.3
EBIT in € million	18.4	26.5	16.7	33.3
EBIT as a percentage of revenue	5.8	4.1	5.0	5.2
Mobile telephony customers in million	4.97	4.97	4.55	4.55
Of which contract customers in million	2.70	2.70	2.51	2.51
Of which prepaid customers in million	2.27	2.27	2.05	2.05
Gross new customers in million	0.29	0.74	0.30	0.57
Net-additions in million	-0.03	0.15	0.04	-0.01
Monthly average revenue per user in €	17.0	16.7	18.8	18.4
Of which contract customers in million	27.3	26.3	29.1	28.5
Of which prepaid customers in million	4.9	5.0	6.1	6.1

In the Mobile Telephony Service Provider segment, mobilcom generated sales of €640.8 million in H1 2006, which is roughly unchanged compared with the figure for the corresponding period in 2005. Of this figure, €315.5 million was attributable to Q2 2006. On the other hand, despite a further negative price trend on the German market, average revenue per user (ARPU) has increased – namely from €16.3 in Q1 2006 to €17.0 in Q2. Gross profit increased appreciably to €54.5 million; for H1, it amounted to €93.9 million, a slight decline of 6 percent compared with the previous year. Liquid assets in the mobile telephony segment amounted to €297.4 million as of 30 June 2006, compared with €249.4 million as of 30 June 2005.

In recent months, mobilcom has consistently restructured the Mobile Telephony Service Provider segment, optimised processes, reduced costs and thus ensured that the company has become more streamlined and more efficient. The success of these measures is demonstrated by the lower costs (considerably lower in certain cases) – for instance in the fields of personnel, postage, rents, transport and freight. At the same time, mobilcom has increased marketing expenses compared with the previous quarter and the previous year quarter by much more than 50 percent, namely to app. €11 million.

Customer development

The fact that these expenses are having a positive effect is demonstrated mainly by the development in the number of customers of klarmobil.de – a product which uses the expanding discount tariff segment but which offers the complete service of the regular contract customer tariff. Accordingly, the number of klarmobil customers increased to 112,000 at the end of H1 2006, a gain of approx. 56 percent compared with the previous quarter. On the other hand, the total number of customers of mobilcom has remained virtually unchanged, namely approx. 5.0 million at the end of June, as is also the case with the number of fixed contract customers (2.70 million). Prepaid customers (2.27 million at present) have declined compared with the previous quarter; mobilcom is therefore preparing a further budget tariff with limited service, which will probably be launched in the third quarter.

Stronger brand profile

In order to strengthen its brand positioning, mobilcom redefined the core values of the brand in the second quarter with the claim: “We have everything”, and thus initiated a turnaround in communication strategy; during the past three years, the company had decided not to adopt a claim. The new positioning emphasises the competitive advantage provided by mobilcom in that it offers the products of all four major network operators, whereas the latter continue to be restricted to their own products. At the same time, a TV campaign was started, with a massive advertising presence on all major private stations and on the ARD; this was one of the factors behind the increase in marketing expenses described above.

The strengthened brand profile was accompanied by a redesign of the mobilcom shops (which now number 290) with an award-winning shop fitting concept. The new concept – characterised by clear structures, a bright and welcoming atmosphere and a separate area for providing customer advice – now communicates the brand uniformly at the point of sale in the shop chain which is mainly managed by franchise partners; no additional costs were incurred by the partners themselves



who were involved in the process of developing the concept. For implementing the concept, the shop fitter ARNO received the "Innovation Prize Architecture and Presentation" of the trade periodicals "AIT" and "Intelligent Architecture"; the design of the shops convinced the jury mainly as a result of the successful integration of communication technology and sophisticated product presentation.

New services cooperations

Mobile telephones are now much more than mere devices for mobile telephony. They store important telephone numbers and addresses, and operate as a mobile diary. In order to ensure that these important data are not lost if the owner loses his mobile phone or changes to another model, mobilcom has been offering since the beginning of June 2006 a "security service" with mSync, which has been developed with one of the leading software and solution companies O3SIS. It uses the Sync-ML functionality of modern mobiles via GPRS or UMTS and enables the user to save all contacts, the diary, the notes and tasks on an internet server at the push of a button. This is achieved without a PC, data cable or any other device.

In June, the mobilcom trade network also started a cooperation with freenet-*Business* in order to focus in future to a greater extent on the needs of small and mid-size enterprises. The first step was taken by the services "freenetDSLConnect" as well as "Hosted Exchange". For a monthly flat rate, freenetDSLConnect offers a fixed IMPROVE address without any restriction in terms of time, volume or port, with a special 24-hour hotline and the possibility of ordering a professionally managed firewall. For SMEs who do not wish to operate their own server, the communication platform Hosted Exchange offers management of dates, address data and emails. Customers do not incur any purchase costs, or any costs for maintenance and backing up data.

2.3 Operational development: Fixed Network/Internet

Result	Q2 2006	1st half 2006	Q2 2005	1st half 2005
Third-party revenue in € million	179.8	376.4	176.6	318.3
EBITDA in € million	20.1	47.2	31.6	68.4
EBITDA as a percentage of revenue	11.0	12.3	17.7	21.1
EBIT in € million	11.6	30.4	19.9	47.4
EBIT as a percentage of revenue	6.3	7.9	11.2	14.6
Active Telephony customers in million	4.0	4.0	4.8	4.8
Active Internet access customers in million	3.3	3.3	3.7	3.7
Thereof DSL customers in thousand	830	830	525	525
Fixed network minutes sold, incl. Internet, in billion	5.1	11.2	5.9	12.4

In the Fixed Network/Internet segment, sales in H1 2006 increased by more than 18 percent compared with the corresponding previous year period to €376.4 million. Despite higher costs incurred for market growth, operating result (EBITDA) of €47.2 million has been generated.

The overall market climate continues to be difficult and competitive, but the freenet subsidiary is still on course for growth. Out of the €376.4 million in total revenue €179.8 million were attributable to the second quarter – a gain of approx. 2 percent compared with the equivalent previous year quarter which did not have to contend with the effects of the World Cup.

Internet access in Q2 was affected by two special factors: Due to the World Cup and seasonal factors, the number of call-by-call narrowband users (which has been declining for a long time throughout the industry) as well as the number of internet minutes declined. In addition, the entire first half saw growth of freenet in broadband business, which has a promising future, affected by the so-called “Net-Rental fee model” of Deutsche Telekom. According to the judgement of the Federal Network Agency, with which it prohibited the above model at the end of May – Net-Rental provided large DSL providers with considerably higher margins upon resale of broadband connections to Deutsche Telekom AG than to small and mid-size providers, although there was no objective justification for such an arrangement. freenet felt the competition-distorting effects of Net-Rental until the end of June.

Seasonal factors also affected the B2B Services segment, particularly the freenet subsidiary Next-ID as a provider of added-value services related to service numbers. freenet has used recent months to position itself for further growth in this segment – by way of successful negotiations with major TV and radio stations and also by way of starting new campaigns and partnerships in sales.

In the Portal Business/Digital Services segment, three major elements of freenet's strategy resulted in strong growth in the second quarter. With freenet*Mail Sync*, the company launched a further product (after freenet*TV*) which takes account of the increasing combination of products and services in the field of telecommunications/internet with simple user-friendly services (independent of network and equipment).

After the launch of the new .eu domain, the Strato subsidiary which was acquired at the beginning of last year, continued its growth as the second largest German provider of web hosting services with the rapid development of the most attractive European sales markets – France, Great Britain, Italy, the Netherlands and Spain. And in traditional portal business, freenet agreed a major strategic partnership with RealNetworks, the pioneer of online distribution of film and music. At the same time, a “usability initiative” started in order to optimise the intuitive user guidance, operability and design of the entire portal.

Results

Competition is becoming increasingly fierce with corresponding price wars in the call-by-call field of narrowband access to the internet as well as fixed network telephony; this is reflected in the current development in earnings. freenet has also actively faced the challenges posed by such competition in recent months and quarters, and has made a major contribution to shaping this competition.

Investments in DSL customer growth and further increased marketing spends as well as effects of call-by-call business related to narrowband internet access and fixed network telephony are reflected in results. Results for H1 2006 have declined accordingly: EBITDA in the Fixed Network/Internet segment is stated as €47.2 million, approx. 31 percent down compared with last year's level, and EBIT is stated as €30.4 million, 36 percent compared with last year.

3. Consolidated financial statement for the period ending 30 June 2006

3.1 Consolidated income statement from 1 January to 30 June 2006

In € thousand	Interim report 1st half 2006 1.1.2006 – 30.6.2006	Interim report 1st half 2005 1.1.2005 – 30.6.2005	Interim report Q2 2006 1.4.2006 – 30.6.2006	Interim report Q2 2005 1.4.2005 – 30.6.2005
Revenues	1,017,253	960,214	495,259	509,623
Other operating income	34,605	40,346	20,223	23,723
Other own work capitalised	375	1,081	146	395
Costs of materials	-784,322	-709,934	-374,726	-383,613
Personnel expenses	-62,362	-63,990	-30,691	-32,709
Depreciation and impairment write-downs on property, plant and equipment and intangible assets	-22,663	-28,217	-11,612	-15,150
Other operating expenses	-126,292	-119,811	-68,857	-66,227
Share of results of associates	340	970	188	518
Interest receivable and similar income	6,237	3,986	3,376	2,119
Interest payable and similar expenses	-313	-226	-191	-143
Result before taxes on income	62,858	84,419	33,115	38,536
Taxes on income	-25,079	-30,822	-13,346	-13,274
Group result	37,779	53,597	19,769	25,262
Group result attributable to shareholders of mobilcom AG	28,140	38,922	16,145	19,081
Group result attributable to minority interest	9,639	14,675	3,624	6,181
Earnings per share (undiluted) in €	0.45	0.62	0.26	0.30
Earnings per share (diluted) in €	0.45	0.62	0.26	0.30
Weighted average number of shares in circulation (undiluted) in thousand	62,417	62,555	62,417	62,587
Weighted average number of shares in circulation (diluted) in thousand	62,424	62,567	62,426	62,598

3.2 Consolidated balance sheet as of 30 June 2006

Assets in € thousand	30. 6. 2006	31.12. 2005	30. 6. 2005
Non-current assets			
Intangible assets	101,245	104,459	120,925
Goodwill	110,223	110,223	109,954
Property, plant and equipment	63,078	63,614	67,120
Investments accounted for using the equity method	2,696	3,512	2,582
Other investments	304	304	304
Deferred income tax assets	36,771	43,000	36,249
Trade accounts receivable	372	597	909
Other receivables and other assets	8,168	7,690	7,149
	322,857	333,399	345,192
Current assets			
Inventories	21,583	20,750	18,982
Current income tax claims	1,757	2,942	993
Trade accounts receivable	236,294	237,767	232,091
Other receivables and other assets	58,390	171,436	72,375
Cash and cash equivalents	472,205	333,101	371,247
Non-current assets hold for sale	219	225	0
	790,448	766,221	695,688
	1,113,305	1,099,620	1,040,880

Equity and liabilities in € thousand	30. 6. 2006	31.12. 2005	30. 6. 2005
Equity			
Share capital	65,702	65,702	65,702
Capital reserves	254,446	255,648	255,304
Statutory revenue reserves	36	36	36
Retained earnings	254,691	226,551	198,636
Capital and reserves attributable to shareholders of mobilcom AG	574,875	547,937	519,678
Minority interest in shareholders' equity	139,171	129,532	129,033
	714,046	677,469	648,711
Non-current liabilities			
Trade accounts payable	0	0	12
Other payables and accruals	2,489	1,147	0
Borrowings	828	896	849
Deferred income tax liabilities	28,729	30,743	37,461
Retirement benefit obligations	687	539	531
Provisions for other liabilities and charges	1,612	1,027	6,570
	34,345	34,352	45,423
Current liabilities			
Trade accounts payable	116,789	110,563	111,013
Other payables and accruals	187,357	205,197	167,024
Current income tax liabilities	25,982	41,807	47,719
Borrowings	103	89	779
Provisions for other liabilities and charges	34,683	30,143	20,211
	364,914	387,799	346,746
	1,113,305	1,099,620	1,040,880

3.3 Consolidated statement of changes in shareholders' equity for the period from 1 January to 30 June 2006

In € thousand	Share capital	Capital reserves	Treasury shares	Revenue reserves	Retained earnings	mobilcom AG shareholders' interest in shareholders' equity	Minority interest in shareholders' equity	Shareholders' equity
As at 1.1.2006	65,702	255,648	0	36	226,551	547,937	129,532	677,469
Stock-based compensation	0	-1,202	0	0	0	-1,202	0	-1,202
Group result	0	0	0	0	28,140	28,140	9,639	37,779
As at 30.6.2006	65,702	254,446	0	36	254,691	574,875	139,171	714,046
As at 1.1.2005	65,702	287,835	-27,441	36	175,615	501,747	83,795	585,542
Acquisition of own shares	0	0	-23,930	0	0	-23,930	0	-23,930
Redemption of own shares	0	-51,371	51,371	0	0	0	0	0
Results of share-transfers in connection with acquisitions	0	18,496	0	0	0	18,496	30,266	48,762
Dividend payment 2004	0	0	0	0	-15,604	-15,604	0	-15,604
Stock-based compensation	0	344	0	0	-297	47	297	344
Increase in share-capital	174,692	-174,692	0	0	0	0	0	0
Reduction of share-capital	-174,692	174,692	0	0	0	0	0	0
Group result	0	0	0	0	38,922	38,922	14,675	53,597
As at 30.6.2005	65,702	255,304	0	36	198,636	519,678	129,033	648,711

3.4 Consolidated statement of cash flows from 1 January to 30 June 2006

In € thousand	1.1.2006 – 30.6.2006	1.1.2005 – 30.6.2005
Result before taxes on income	62,858	84,419
Adjustments		
+ Depreciation and impairment on items of fixed assets	22,663	28,217
+/- Increase/Decrease in provisions	5,273	-1,899
./ Interest income	-6,237	-3,986
+ Interest expenses	313	226
./ Other non-payment components	-386	-1,799
+/- Loss/Profit on disposals of fixed assets	434	-244
+ Decrease of inventories, trade receivables and other assets not attributed to investing or financing activities	29,385	44,732
./ Decrease of trade payables and other liabilities not attributed to investing or financing activities	-10,272	-29,735
./ Taxes paid	-35,504	-1,308
= Cash flow from operating activities	68,527	118,623
./ Purchase of tangible fixed assets	-14,097	-10,381
./ Purchase of intangible assets	-5,374	-4,463
+ Cash-proceeds from disposals of intangible and tangible fixed assets	124	843
./ Cash-payments for the acquisition of subsidiaries	0	-63,299
+ Interest received	5,167	3,357
= Cash flow from investing activities	-14,180	-73,943
./ Cash-payments for the acquisition of treasury shares	0	-23,930
+ Cash-proceeds from disposals of promissory notes	85,000	0
./ Cash repayments of bonds/loans and short or long-term borrowings	-54	-843
./ Interest paid	-189	-118
= Cashflow from financing activities	84,757	-40,495
Σ Change in Cash and Cash equivalents	139,104	4,185
Cash funds at the beginning of the period	333,101	367,062
Cash funds at the end of the period	472,205	371,247

3.5 Segment report from 1 January to 30 June 2006

In € thousand	Fixed Network/ Internet	Mobile telephony	Group
Third party sales	376,433	640,820	1,017,253
Segment results	46,879	32,378	79,257
Share of result of companies included in accordance with the equity method	340	0	340
EBITDA Segment result	47,219	32,378	
Expenses/earnings not assigned			0
EBITDA Group result			79,597
Depreciation	-16,810	-5,853	-22,663
EBIT Segment result	30,409	26,525	
EBIT Group result			56,934
Net interest income			5,924
Result before taxes on income			62,858
Taxes on income			-25,079
Group result			37,779
mobilcom AG shareholders' share in consolidated result			28,140
Minority interests in consolidated result			9,639
Segment assets	559,130	512,646	1,071,776
Participations	304	0	304
Associated companies/Joint ventures	2,696	0	2,696
Assets, not assigned			38,529
Group assets			1,113,305
Segment liabilities	201,526	142,162	343,688
Liabilities, not assigned			55,571
Group liabilities			399,259
Additions to fixed assets	14,514	4,957	19,471
Additions to fixed assets from acquisitions	0	0	0
Additions to fixed assets, not assigned			0
Group additions to fixed assets			19,471

Segment report from 1 January to 30 June 2005

In € thousand	Fixed Network/ Internet	Mobile telephony	Group
Third party sales	318,275	641,939	960,214
Segment results	67,413	40,493	107,906
Share of result of companies included in accordance with the equity method	970	0	970
EBITDA Segment result	68,383	40,493	
Expenses/earnings not assigned			0
EBITDA Group result			108,876
Depreciation	-21,022	-7,195	-28,217
EBIT Segment result	47,361	33,298	
EBIT Group result			80,659
Net interest income			3,760
Result before taxes on income			84,419
Taxes on income			-30,822
Group result			53,597
mobicom AG shareholders' share in consolidated result			38,922
Minority interests in consolidated result			14,675
Segment assets	509,660	491,092	1,000,752
Participations	304	0	304
Associated companies/Joint ventures	2,582	0	2,582
Assets, not assigned			37,242
Group assets			1,040,880
Segment liabilities	159,150	146,211	305,361
Liabilities, not assigned			86,808
Group liabilities			392,169
Additions to fixed assets	7,872	6,972	14,844
Additions to fixed assets from acquisitions	170,291	0	170,291
Additions to fixed assets, not assigned			0
Group additions to fixed assets			185,135

3.6 Additional information

Order situation	See business development page 6 et seq.
Development of costs and prices	See business development page 6 et seq.
Research and development activities	See business development page 6 et seq.
Investments	See Group overview page 2

Explanatory notes concerning shares held by the company and subscription rights of officers and employees according to §160 para.1 Nos.2 and 5 of the German Stock Corporation Act

Stock option schemes				
Stock options	Term	Additional payment per share in €	Maximum possible number of shares from option rights	
			30.6.2006	31.12.2005
Tranche 2001	November 2008	24.40	48,400	54,400
Tranche 2004	March 2011	20.51	348,848	400,778
			397,248	455,178

Revenue breakdown	See Segment report page 18/19
Number of employees	As of 30.6.2006: 3,635
Personnel changes on the Executive Board and Supervisory Board	None
Events of particular significance, which could effect business operations	None
Interim dividends	None
Dividends paid	None

3.7 Supplementary explanations in accordance with IAS 34

1. The accounting and evaluation methods as well as the calculation methods used for the annual accounts of 31 December 2005 were also applied as of 30 June 2006, subject to the following exceptions. All share-based payments subject to the provisions of IFRS 2 are measured in accordance with IFRS 2.30 as payments for which redemption for cash may be requested.
2. There have been no unusual developments in relations with related parties during the first six months of financial 2006.
3. The interim report of the mobilcom Group complies with the regulations of International Financial Reporting Standards (IAS 34).

4. Additional information

4.1 Contacts

mobilcom AG
Corporate Communications
Hollerstraße 126
24782 Büdelsdorf

Investor Relations
Patrick Möller
Telephone: 0 43 31/69-1173
Telefax: 0 43 31/4 34 40 30
Email: ir@mobilcom.de

4.2 Publications

You can also find our annual and quarterly reports in the internet under:
www.mobilcom.de, Section: Investor Relations, Archive

In case of doubt, the German language version of this quarterly report shall prevail.

Up-to-date information on mobilcom AG and on the mobilcom share are available to you on our website. You can also register for our E-mail subscription service in the Investor Relations section.

4.3 Financial calendar

8th August 2006

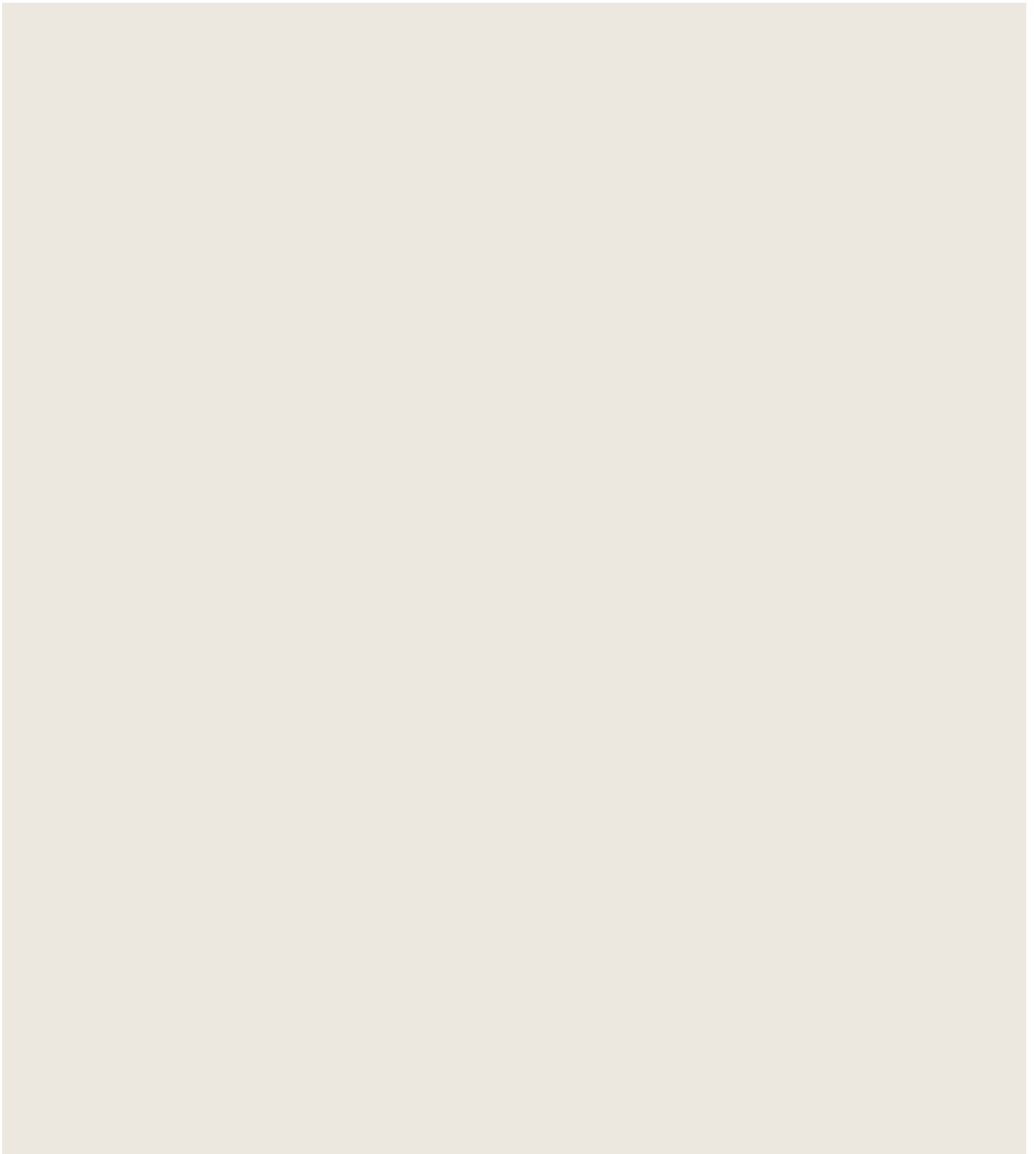
Interim Report II/2006

28th/29th August 2006

Annual General Meeting

8th November 2006

Interim Report III/2006 (subject to change)



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mobilcom AG
Hollerstraße 126
24782 Büdelsdorf

mobilcom 

Wir haben sie alle.