

Paris, 15 December 2005

Free Phone Calls to the Most Frequently Called Countries with Freebox

Free is reducing its prices for calls made via the Freebox to about one hundred countries and has included calls to several other foreign destinations in the Freebox package.

Subscribers to the Freebox package (€29.99 per month) can make unlimited calls free of charge to fixed lines in the following countries using their Freebox line:

Germany	Austria	China	United States	Israel	Netherlands	United Kingdom
Australia	Canada	Spain	Ireland	Italy	Portugal	Singapore

Calls to mobiles in the United States and Canada are also included free of charge in the package.

By way of comparison, France Télécom charges €0.22 per minute, on top of a connection charge of €0.12, for a call from a fixed line to Germany and €0.49 per minute, plus a connection charge of €0.12*, for calls to China.

This means that a call lasting one hour to a fixed line number in China will cost €29.52* with France Télécom, whereas with Freebox, for the price of €29.99 per month, subscribers:

- are freed from the need to pay a rental charge for their telephone line ("Total Freebox" service),
- can make unlimited calls to fixed line numbers in mainland France and to other foreign countries, including China,
- can surf the Internet at very high speeds, i.e. at up to 24 Mbit/s download and 1Mbit/s upload**
- can access the Freebox TV audiovisual services (over 200 television channels, 100 of which are free-to-air channels, plus access to video-on-demand services)
- enjoy the use of a Mediacenter (Freeplayer)

On top of all this, the cost of calls made from the Freebox to a number of foreign destinations has been cut by up to 62% (cf. attached list).

And finally, Free has cut the cost of calls made from the Freebox to Bouygues Telecom mobiles by more than 30%, with a reduction in the price per minute off peak from €0.13 to €0.09, excluding the call connection charge.

Free wants to see a big drop in the termination cost of calls to mobiles, so as to make the Freebox package even more attractive for consumers.

The Freebox telephone service is available to all households in France which have a Freebox terminal, whether or not they are located in an unbundled local loop. In areas where the local loop has been unbundled, subscribers can, without additional cost, do away with the need to pay rental for a telephone line by choosing the fully unbundled "Total Freebox" service.

Subject to suitability of the subscriber's telephone line

Service available from 1 January 2006: calls to special numbers, short numbers and third party local loop operators are not included in the package.

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** Peak rate cost of a call to a fixed line number, excluding package deals and promotions, as published on 12/12/2005 on the website:*

http://www.agence.francetelecom.com/vf/accueil/aide/prix_communications/par_zone11octobre.shtml#1

*** ATM bandwidths*

Free is a subsidiary of Iliad. The Iliad Group is a major player in the Internet and telecommunications markets in France through its subsidiaries Free (the leading alternative broadband operator), One.Tel and Iliad Telecom (fixed telephony operators) and Kertel (prepaid phone cards). The Iliad Group was established in 1991 and currently has more than 1,000 employees. The Iliad Group is listed on the Euronext Paris Eurolist under the mnemonic code ILD.

APPENDIX

Country	Price, incl. VAT 01/01/2006	Reduction in price	Country	Price, incl. VAT 01/01/2006	Reduction in price
Alaska	0.03	62.5%	Madagascar	0.24	17.2%
American Samoa	0.24	51.0%	Madeira	0.03	62.5%
Angola	0.24	17.2%	Malaysia	0.03	62.5%
Anguilla	0.24	17.2%	Maldives	0.24	17.2%
Antigua and Barbuda	0.19	34.5%	Mali	0.24	17.2%
Argentina	0.03	62.5%	Malta	0.19	34.5%
Aruba	0.19	34.5%	Marshall Islands	0.49	50.5%
Azerbaijan	0.24	17.2%	Martinique	0.08	57.9%
Azores	0.03	62.5%	Mauritania	0.24	17.2%
Bahamas	0.08	57.9%	Mauritius	0.19	34.5%
Bahrain	0.19	34.5%	Mayotte	0.24	17.2%
Belarus	0.24	17.2%	Moldova	0.24	17.2%
Belize	0.24	17.2%	Monaco	0.03	62.5%
Bhutan	0.24	17.2%	Montserrat	0.24	17.2%
Bosnia-Herzegovina	0.24	17.2%	Morocco	0.24	17.2%
Brazil	0.08	57.9%	Mozambique	0.19	34.5%
Bulgaria	0.08	57.9%	Nicaragua	0.24	17.2%
Burkina Faso	0.19	34.5%	Niger	0.19	34.5%
Cambodia	0.24	17.2%	Nigeria	0.19	34.5%
Cameroon	0.24	17.2%	Oman	0.24	17.2%
Central African Republic	0.19	34.5%	Pakistan	0.19	34.5%
Chile	0.03	62.5%	Papua New Guinea	0.24	17.2%
Christmas Islands	0.08	72.4%	Paraguay	0.19	34.5%
Cocos Islands	0.08	72.4%	Poland	0.03	62.5%
Congo (Democratic Republic)	0.19	34.5%	Russia	0.08	57.9%
Cote d'Ivoire	0.19	34.5%	Saint Kitts and Nevis	0.24	17.2%
Croatia	0.08	57.9%	Saint Lucia	0.24	17.2%
Cyprus	0.08	57.9%	Saint Pierre and Miquelon	0.24	17.2%
Czech Republic	0.03	62.5%	Saint Vincent and the Grenadines	0.24	17.2%
Dominica	0.19	34.5%	San Marino	0.03	62.5%
Egypt	0.24	17.2%	Saudi Arabia	0.24	17.2%
Faroe Islands	0.24	17.2%	Senegal	0.24	17.2%
French Polynesia	0.24	17.2%	Seychelles	0.24	17.2%
Gambia	0.24	17.2%	Sierra Leone	0.19	34.5%
Greece	0.03	62.5%	Slovenia	0.08	57.9%
Grenada	0.24	17.2%	Sri Lanka	0.19	34.5%
Guadeloupe	0.08	57.9%	Sudan	0.24	17.2%
Guam	0.03	62.5%	Taiwan	0.03	62.5%
Guatemala	0.19	34.5%	Tajikistan	0.24	17.2%
Haiti	0.24	17.2%	Tanzania	0.24	51.0%
Hungary	0.03	62.5%	Tunisia	0.24	17.2%
Iran	0.19	34.5%	Turkey	0.08	57.9%
Iraq	0.19	34.5%	Turkmenistan	0.24	17.2%
Jordan	0.19	34.5%	Uganda	0.19	34.5%
Kazakhstan	0.24	17.2%	United Arab Emirates	0.24	17.2%
Kenya	0.24	17.2%	Uruguay	0.19	34.5%
Latvia	0.19	34.5%	Venezuela	0.08	57.9%
Liberia	0.24	17.2%	Virgin Islands (US)	0.24	17.2%
Libya	0.24	17.2%	Yemen	0.24	17.2%
Lithuania	0.19	34.5%	Zambia	0.08	57.9%
Macedonia	0.19	34.5%	Zimbabwe	0.08	57.9%