

Cairo, 13th June, 2007: Telecom Egypt (TE) (Ticker: ETEL.CA; TEEG.LN), today announced that Ali Salama, Vice President & Chief Financial Officer, since 2000, will be retiring from his post effective from 12th July, 2007

Telecom Egypt also announced that Tarek Tantawy has been appointed as Salama's successor and will act as Vice President & Chief Financial Officer with effect from 12 July, 2007.

Having been with the company since 2002, Tantawy was appointed Director of Investment, Treasury & Investor Relations in 2006. Previously, he held the position of Assistant Vice President at Sigma Capital Investment Banking where he was engaged in several visible corporate finance transactions and also held the position of Senior Consultant at FinRate Consulting in the Corporate Finance Division. During his tenure with Telecom Egypt, Tantawy was a key team member in several landmark transactions including overseeing and managing the privatization of Telecom Egypt through an international Initial Public Offering in the Cairo and Alexandria Stock Exchanges and London Stock Exchange with a total transaction value of US\$ 900 million, issuing Egypt's largest ever corporate bond (transaction size EGP 2bn) and acquiring a 44.8% strategic stake in Vodafone Egypt. Tarek also served and continues to serve as a board of directors' member in several leading companies in Egypt. Tantawy holds a Masters in Business Administration from Edinburgh Business School (Heriott Watt University) in the UK and B.Sc. in Construction Engineering from the American University in Cairo. He is a Chartered Financial Analyst (CFA) and a member of CFA Institute.

Commenting on the changes to Telecom Egypt's Senior Management Team, Akil Beshir, Chairman and CEO of Telecom Egypt, said:

"Ali Salama has served with distinction as Telecom Egypt's VP & Chief Financial Officer for over seven years. He has made a substantial contribution to our business, advancing our financial analysis systems and ensuring the company's quality of reporting during our first years as a public company has been consistent, and constantly improving. He has been a committed advocate of our investor relations programme, helping us to become one of the most internationally visible Egyptian quoted companies. We thank him for all he has done for Telecom Egypt and wish him well in the future."

Beshir added: "Furthermore, I am delighted to find in his replacement, Tarek Tantawy, an able and diligent financial operator. His considerable knowledge of the telecommunications industry and his unwavering commitment to ensure that the highest standards are met, and exceeded, make for a compelling new appointment. I am personally looking forward to his contribution and to working with him in this new role."

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For further information:

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Notes to Editors:

Telecom Egypt's Senior Management Team From 12th July 2007, the Telecom Egypt's senior management team will be as follows:

Akil Hamed Beshir, Chairman & CEO

Mohammed Abdel Rehim Hassanein , Vice President; Operation & Maintenance

Dawlat Abdel Hameed El Badawi , Vice President; Project Planning

Tarek Tantawy, CFA, Vice President & Chief Financial Officer

Abdel Hamid Mahmoud Hamdy , Vice President; Human Resources
& Administrative Affairs

Sanaa Soliman , Vice President; Follow up & International Projects

Sayed Dessouky , Vice President; Projects' Implementation

Mohamed Elnawawy , Vice President; International & Regulatory Affairs

Khaled Marmoush, Vice President; Information Technology

Fouad Yasser El Badrawy, Vice President; Commercial Affairs

About Telecom Egypt

Telecom Egypt (TE), Egypt's incumbent telecommunications operator, started its operations in 1854 with the first telegraph line in Egypt. Then it was corporatized in 1998 to replace the former Arab Republic of Egypt National Telecommunication Organization (ARENTO). The Company is the largest provider of fixed-line services in the Middle East and Africa with 10.9 million subscribers as at the end of March 2007 representing a teledensity of 15%.

TE provides retail telecommunication services including access, local, long distance and international voice, Internet and data, and other services. The company also provides wholesale services including bandwidth capacity leasing to ISPs, and national and international interconnection services. Telecom Egypt's services also include the provision of narrowband and broadband internet access through its subsidiary TE Data. TE Data has active operations in Egypt and Jordan.

TE currently participates in the mobile segment in Egypt by providing mobile interconnectivity through its current, increased 44.79% holding in Vodafone Egypt, one of the two existing Egyptian mobile operators.

TE's shares and GDRs (Ticker: ETEL.CA; TEEG.LN) are traded on the Cairo and Alexandria Stock Exchanges and the London Stock Exchange.