Second quarter 2010 – financial highlights

- Net sales in local currencies and excluding acquisitions increased 3.3 percent to SEK 26,964 million (27,424)
- EBITDA margin, excluding non-recurring items, improved to 34.2 percent (33.0)
- Free cash flow increased 27 percent to SEK 3,930 million (3,106)
Strong underlying performance

- TeliaSonera Group
  In reported currency (SEK) and including Income from associated companies

- TeliaSonera Group
  In local currencies and excluding acquisitions and Income from associated companies

* Excluding non-recurring items

Several factors behind stronger growth

- Double digit revenue growth in Eurasia
- Yoigo gaining market share in Spain
- Data growth in Nordic mobile markets

* In local currencies and excluding acquisitions
Improved growth in several markets in Eurasia

Net sales growth y/y*

* In local currencies and excluding acquisitions

Mobile data growth continues in Sweden

Net sales – Data, Messaging*

* Mobility Services Sweden
Continued margin improvement

**EBITDA** and **margin** – **Q2 2010**

- Q2 09: 8.0%
- Q2 10: 8.3%

**EBITDA** and **margin** - 4 quarters rolling

- Q1 09: 8.0%
- Q2 09: 8.2%
- Q3 09: 8.3%
- Q4 09: 8.5%
- Q1 10: 8.8%
- Q2 10: 9.0%

*SEK billion and excluding non-recurring items

Lower income from associated companies

<table>
<thead>
<tr>
<th>Country</th>
<th>SEK million</th>
<th>Q2 2009</th>
<th>Q2 2010</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Russia</td>
<td>1,000</td>
<td>-32%</td>
<td>-10%</td>
<td></td>
</tr>
<tr>
<td>Turkey</td>
<td>500</td>
<td>0%</td>
<td>0%</td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>1,500</td>
<td>-16%</td>
<td>-10%</td>
<td></td>
</tr>
</tbody>
</table>

*SEK million

Q2 2009 vs Q2 2010
Higher CAPEX-to-sales ratio in Q2 2010

- CAPEX-to-sales ratio of 15.2 (10.8) percent in Q2 2010*
- CAPEX-to-sales ratio of 11.6 (11.1) percent in H1 2010*

* Including the acquisition of a 4G license in Denmark (DKK 336 million)

January – June 2010

- Net sales SEK 53,054 million (54,559)
  - Net sales in local currencies +2.9 percent
- Addressable cost base** decreased 2.3 percent
- EBITDA* SEK 18,177 million (17,864)
  - EBITDA* margin improved to 34.3 percent (32.7)
- Earnings per share SEK 2.22 (1.98)
- Free cash flow SEK 7,302 million (6,365)

* In local currencies and excluding acquisitions
** Excluding non-recurring items
Outlook for 2010 (revised)

<table>
<thead>
<tr>
<th></th>
<th>Outlook 2010</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net sales*</td>
<td>Growth in line with the first half of 2010</td>
</tr>
<tr>
<td>Addressable cost base*</td>
<td>In line with the level of 2009</td>
</tr>
<tr>
<td>EBITDA margin**</td>
<td>Somewhat higher compared to 2009 (33.6%)</td>
</tr>
<tr>
<td>CAPEX-to-sales ratio</td>
<td>14-15% (12.8%)</td>
</tr>
</tbody>
</table>

* In local currencies and excluding acquisitions
** Excluding non-recurring items

Improved growth across several markets

- Net sales* grew in Sweden, Spain and Finland. Early signs of recovery in Estonia
- IP-based revenues now 36 percent of external net sales in Broadband Services
- Double-digit organic revenue growth continues in Eurasia

* Net sales growth in local currencies and excluding acquisitions
** EBITDA margin: excluding non-recurring items
Addressable cost base

- TeliaSonera Group in local currencies and excluding acquisitions
- Sweden and Finland in local currencies and excluding acquisitions

Income taxes

- Effective tax rate decreased to 19.8 percent (23.8)
- Tax paid as share of reported income taxes increased to 79 percent
Solid financial position

![Graph showing net debt and net debt to EBITDA* rolling 4 quarters]

* Excluding non-recurring items

Debt maturity schedule

![Graph showing debt maturing next 12 months as of June 30, 2010]

Debt Portfolio Maturity Schedule, 2010 & onwards

![Graph showing debt portfolio maturity schedule from 2010 onwards]
### Strong financial key ratios

<table>
<thead>
<tr>
<th></th>
<th>June 30, 2010</th>
<th>June 30, 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Return on equity*</td>
<td>15.9%</td>
<td>17.0%</td>
</tr>
<tr>
<td>Return on capital employed*</td>
<td>15.7%</td>
<td>16.8%</td>
</tr>
<tr>
<td>Equity/assets ratio</td>
<td>51.2%</td>
<td>51.8%</td>
</tr>
<tr>
<td>Net debt/equity ratio</td>
<td>40.0%</td>
<td>37.1%</td>
</tr>
<tr>
<td>Net Debt/EBITDA rate* multiple</td>
<td>1.42x</td>
<td>1.45x</td>
</tr>
</tbody>
</table>

* Rolling 12 months, EBITDA excl. non-recurring items

One of the best rated Telecom Operators in Europe

### Liquidity position TeliaSonera Group

Cash and cash equivalents, less blocked funds approx. SEK 7.2 billion

<table>
<thead>
<tr>
<th>Committed bank lines</th>
<th>Maturity</th>
<th>Size</th>
<th>Amount undrawn</th>
</tr>
</thead>
<tbody>
<tr>
<td>Syndicated revolving credit facility</td>
<td>Dec 2011</td>
<td>EUR 1 billion</td>
<td>EUR 1 billion</td>
</tr>
<tr>
<td>Bilateral credit facility</td>
<td>Apr 2013</td>
<td>SEK 1.4 billion</td>
<td>SEK 1.4 billion</td>
</tr>
</tbody>
</table>

June 30, 2010
TeliaSonera AB credit ratings (A3/A-)

- January 8, 2003, lowered long-term debt rating to A2
- November 1, 2006, outlook changed to Negative
- October 30, 2007, lowered long- and short-term debt rating to A3 and P-2 respectively
- April 7, 2010, debt ratings confirmed
- Outlook: Stable

Moody’s (A3/P-2)
- February 5, 2003, lowered long-term debt rating to A
- October 28, 2005, lowered long-term debt rating to A- and short-term debt rating to A-2
- July 16, 2010, debt ratings confirmed
- Outlook: Stable

Standard & Poor’s (A-/A-2)

Organic revenue growth

<table>
<thead>
<tr>
<th>Revenue growth (%)</th>
<th>Reported growth</th>
<th>of which currency</th>
<th>of which acquisitions</th>
<th>of which organic</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mobility Services</td>
<td>-2.0</td>
<td>-6.1</td>
<td>-</td>
<td>4.1</td>
</tr>
<tr>
<td>Broadband Services</td>
<td>-5.9</td>
<td>-3.9</td>
<td>0.8</td>
<td>-2.8</td>
</tr>
<tr>
<td>Eurasia</td>
<td>8.1</td>
<td>-6.7</td>
<td>-</td>
<td>14.8</td>
</tr>
<tr>
<td>The Group</td>
<td>-1.7</td>
<td>-5.3</td>
<td>0.3</td>
<td>3.3</td>
</tr>
</tbody>
</table>
### Net sales - Group and by Business area

<table>
<thead>
<tr>
<th>Business Area</th>
<th>SEK million</th>
<th>Apr – Jun 2010</th>
<th>Apr – Jun 2009</th>
<th>Change %</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mobility Services</td>
<td>12,620</td>
<td>12,881</td>
<td></td>
<td>-2</td>
</tr>
<tr>
<td>Broadband Services</td>
<td>10,100</td>
<td>10,736</td>
<td></td>
<td>-6</td>
</tr>
<tr>
<td>Eurasia</td>
<td>4,089</td>
<td>3,781</td>
<td></td>
<td>8</td>
</tr>
<tr>
<td>Other operations</td>
<td>1,389</td>
<td>1,402</td>
<td></td>
<td>-1</td>
</tr>
<tr>
<td>The Group</td>
<td>26,964</td>
<td>27,424</td>
<td></td>
<td>-2</td>
</tr>
</tbody>
</table>

### EBITDA* - Group and by Business area

#### EBITDA*

<table>
<thead>
<tr>
<th>Business Area</th>
<th>SEK million</th>
<th>Apr – Jun 2010</th>
<th>Apr – Jun 2009</th>
<th>Change %</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mobility Services</td>
<td>3,797</td>
<td>3,711</td>
<td></td>
<td>2</td>
</tr>
<tr>
<td>Broadband Services</td>
<td>3,196</td>
<td>3,337</td>
<td></td>
<td>-4</td>
</tr>
<tr>
<td>Eurasia</td>
<td>2,062</td>
<td>1,919</td>
<td></td>
<td>7</td>
</tr>
<tr>
<td>Other operations</td>
<td>130</td>
<td>40</td>
<td></td>
<td>225</td>
</tr>
<tr>
<td>The Group</td>
<td>9,214</td>
<td>9,043</td>
<td></td>
<td>2</td>
</tr>
</tbody>
</table>

#### EBITDA* margin, %

<table>
<thead>
<tr>
<th>Business Area</th>
<th>Apr – Jun 2010</th>
<th>Apr – Jun 2009</th>
<th>Change % point</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mobility Services</td>
<td>30.1</td>
<td>28.8</td>
<td>1.3</td>
</tr>
<tr>
<td>Broadband Services</td>
<td>31.6</td>
<td>31.1</td>
<td>0.5</td>
</tr>
<tr>
<td>Eurasia</td>
<td>50.4</td>
<td>50.8</td>
<td>-0.4</td>
</tr>
<tr>
<td>Other operations</td>
<td>9.4</td>
<td>2.9</td>
<td>6.5</td>
</tr>
<tr>
<td>The Group</td>
<td>34.2</td>
<td>33.0</td>
<td>1.2</td>
</tr>
</tbody>
</table>

* Excluding non-recurring items
**Statement of cash flows**

<table>
<thead>
<tr>
<th>SEK million</th>
<th>Q2 2010</th>
<th>Q2 2009</th>
<th>Diff</th>
</tr>
</thead>
<tbody>
<tr>
<td>EBITDA excluding non-recurring items</td>
<td>9,214</td>
<td>9,043</td>
<td>171</td>
</tr>
<tr>
<td>Dividends received from ass companies</td>
<td>827</td>
<td>984</td>
<td>-157</td>
</tr>
<tr>
<td>Interest paid (net)</td>
<td>-134</td>
<td>-363</td>
<td>229</td>
</tr>
<tr>
<td>Income taxes paid</td>
<td>-1,150</td>
<td>-722</td>
<td>-428</td>
</tr>
<tr>
<td>Payment of restructuring provisions</td>
<td>-277</td>
<td>-303</td>
<td>26</td>
</tr>
<tr>
<td>Diff between paid/recorded pensions</td>
<td>-342</td>
<td>-93</td>
<td>-249</td>
</tr>
<tr>
<td>Changes in working cap and other items</td>
<td>-1,145</td>
<td>-2,509</td>
<td>1,364</td>
</tr>
<tr>
<td><strong>Cash flow from operating activities</strong></td>
<td><strong>6,993</strong></td>
<td><strong>6,037</strong></td>
<td><strong>556</strong></td>
</tr>
<tr>
<td>Cash CAPEX</td>
<td>-3,083</td>
<td>-2,931</td>
<td>-132</td>
</tr>
<tr>
<td>Free cash flow</td>
<td>3,930</td>
<td>3,106</td>
<td>824</td>
</tr>
</tbody>
</table>

*As of Q1 2010, cash flows from settlement of foreign exchange derivative contracts used for economic hedges of cash-pool balances are reported within financing activities (previously reported within operating activities). Previous periods have been restated.*

**Dividend policy**

- The company shall target a solid investment grade long-term credit rating (A- to BBB+) to secure the company’s strategically important financial flexibility for investments in future growth, both organically and by acquisitions.
- The ordinary dividend shall be at least 50 percent of net income attributable to owners of the parent company.
- Excess capital shall be returned to shareholders, after the Board of Directors has taken into consideration the company’s cash at hand, cash flow projections and investment plans in a medium term perspective, as well as capital market conditions.
Traffic will double every year

* Mobility Services Sweden
Several sources for mobile data growth

1. Mobile broadband

2. Smart phones

3. Machine-to-machine

Nordic countries early adopters of technology

% of pop using a mobile phone via 3G to access Internet

% of pop using a laptop via wireless connect to access Internet

Source: European Commission, Europe’s Digital Competitiveness Report, May 2010
Mobile data growth continues in Sweden

Net sales, SEK billion*

Voice, Other Roaming, IC Equipment Data, Messaging

Q2 09 Q2 10

15%

Net sales – Data, Messaging*

SONER

Voice, Other Roaming, IC Equipment Data, Messaging

Q1 09 Q1 10 Q2 09 Q2 10

+38% +40%

SEK million

Q1 09 Q1 10 Q2 09 Q2 10

+6%

Increasing number of Smart phones

May – 2009*

Low end / mid range Smart phones

13% 87%

May – 2010*

Low end / mid range Smart phones

28% 72%

* Mobility Services Sweden
Functionality and user friendliness drive usage

<table>
<thead>
<tr>
<th>Category</th>
<th>Low End</th>
<th>Mid Range</th>
<th>Smart phones</th>
</tr>
</thead>
<tbody>
<tr>
<td>MB/ month</td>
<td>~ 5</td>
<td>~ 15</td>
<td>~ 250</td>
</tr>
</tbody>
</table>

Source: Average data volumes per model in TeliaSonera’s network May 2010

Strong momentum for mobile broadband

# of subscriptions

<table>
<thead>
<tr>
<th>Year</th>
<th>H1 07</th>
<th>H1 08</th>
<th>H1 09</th>
<th>H1 10</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

* Mobility Services Sweden
Different usage for different products

![Graph showing mobile broadband and smartphone usage](image)

Several factors work in our favour

1. New technology
2. Spectrum
3. Existing mobile and fixed infrastructure
Data explosion - stable COGS / CAPEX-to-sales

- **Mobility Services Sweden, including SUNAB**
- **Excluding interconnect and roaming**

**Total data volumes (TByte)**

- 2007
- 2008
- 2009
- H1 10

**CAPEX-to-sales* and COGS-to-sales**

- 2007
- 2008
- 2009
- H1 10

---

Volume and speed based pricing

- **Volume**
- **Speed**

- 2G: 0.1-1 MB/s
  - 2 GB: 4 €

- 3G: 1-10 MB/s
  - 10 GB: 23 €

- 4G: 10-100 MB/s
  - 20 GB: 32 €
  - 30 GB: 36 €*
Conclusions

• Demand for bandwidth is unlimited
• Technology will continue to deliver
• Costs and CAPEX under control
• Willingness to pay for:
  – Speed
  – Usage
  – New Services
  – Quality

Forward-looking statements

Statements made in this document relating to future status or circumstances, including future performance and other trend projections are forward-looking statements. By their nature, forward-looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future. There can be no assurance that actual results will not differ materially from those expressed or implied by these forward-looking statements due to many factors, many of which are outside the control of TeliaSonera.