



## Information in accordance with Recommendation no. R 1.2.10 of the Budapest Stock Exchange's Corporate Governance Recommendations

In relation to the Annual General Meeting of Magyar Telekom Plc. (the "Company") to be held on April 12, 2016, a shareholder of the Company indicated on March 30, 2016 via e-mail concerning the share buyback agenda item that it would be a value creating activity to announce a share buyback transaction, for which the Company's Board of Directors has been given authorization for several years.

He asked the Board of Directors in relation to the agenda item on dividend payment to consider decreasing the Company's liabilities from the amount designated as dividend payment instead of the proposed dividend payment.

Furthermore, in relation to the Company's financial statements he asked the Board of Directors which actions they plan on taking in order to decrease the level of direct costs.

The Company informed the shareholder on April 6, 2016 via e-mail, that the authorization provided by the General Meeting to purchase treasury shares is a theoretical opportunity for the Board of Directors. However, dividend payment remains the Company's most important tool of shareholder remuneration.

In line with the fulfilment of the shareholders' positive return expectations and also in light of the 2015 results, the Board of Directors proposes to pay HUF 15 dividend per share. In aggregate, this will accounting for ca. HUF 15.6 bn dividend payment from the HUF 20.4 bn HAR net profit. The remaining amount also serves to reduce indebtedness, while the Board of Directors has taken and will take actions in the future in order to further decrease the Company's debt level.

The Company's Board of Directors continuously strives for reducing its direct costs.