

**Investor Release****Magyar Telekom**

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**T-Systems Magyarország Zrt. buys ServerInfo-Ingatlan Kft.**

**Budapest – October 20, 2016 – Magyar Telekom (Reuters: MTEL.BU and Bloomberg: MTELEKOM HB), the leading Hungarian telecommunications service provider, announces that T-Systems Magyarország Zrt. has signed an agreement with WING Group to buy 100% of ServerInfo-Ingatlan Kft. As a result of the transaction Magyar Telekom Group gains ownership of the property where its highly secure data center with state of the art technical infrastructure is located.**

T-Systems Magyarország Zrt. signed an agreement to buy 100% of ServerInfo-Ingatlan Kft. on October 19, 2016, the value of which transaction is EUR 14.4 million (approximately HUF 4.4 billion at the October 19, 2016 HUF/EUR exchange rate of 306.45).

ServerInfo-Ingatlan Kft. manages the rentals and the maintenance of the property where the data center of T-Systems Magyarország Zrt. is located. This is the largest data center in Central Europe with state of the art technical infrastructure, network and security systems.

As a result of the transaction the associated rental costs will be eliminated on Magyar Telekom Group level.

The closing of the transaction is expected by the end of 2016, and is subject to Competition Authority approval.

This investor news may contain forward-looking statements. Statements that are not historical facts, including statements about our beliefs and expectations, are forward-looking statements. These statements are based on current plans, estimates and projections, and therefore should not have undue reliance placed upon them. Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update publicly any of them in light of new information or future events.

Forward-looking statements involve inherent risks and uncertainties. We caution you that a number of important factors could cause actual results to differ materially from those contained in any forward-looking statement. Such factors are described in, among other things, our Annual Reports for the year ended December 31, 2015 available on our website at <http://www.telekom.hu>.