



Partial arbitration decision regarding TP S.A.

On 3 September 2010, a decision was issued by an arbitration tribunal in Vienna (Austria) regarding the dispute between the Danish Polish Telecommunications Group ("DPTG") and Telekomunikacja Polska S.A. ("TP S.A."), a 49.79% subsidiary of France Telecom.

As a result of this arbitration decision, which covers an initial period from February 1994 to June 2004, the total amount due to DPTG is around EUR 396 million, including interest. TP S.A. is examining its options with regards to taking further legal action to counter this decision.

The second phase of the proceedings will examine the period from July 2004 to January 2009, unless the parties come to a negotiated settlement. TP S.A. will communicate as soon as possible on any further steps that will be taken concerning this issue, in particular with regards to the execution of the decision.

France Telecom has already made the appropriate provisions relative to these proceedings for which the decision was expected although the calendar remained uncertain. In addition, the potential financial impact is excluded from the Group's organic cash flow guidance for 2010 alongside all other exceptional items.

France Telecom reaffirms its commitment to pay-out a dividend of EUR 1.40 for the years 2010, 2011 and 2012.

To consult the TP S.A. press release: www.tp-ir.pl

About France Telecom

France Telecom, one of the world's leading telecommunications operators, had total sales of 44.8 billion euros in 2009 (22.1 billion euros for the first half 2010). At 30 June 2010, the Group had a customer base of 182 million customers in 32 countries. Orange, the Group's single brand for internet, television and mobile services in the majority of countries where the company operates, now covers over 131 million customers. At 30 June 2010, the Group had 123.1 million mobile customers and 13.2 million broadband internet (ADSL) customers worldwide. Orange is the number three mobile operator and the number three provider of broadband internet services in Europe and, under the brand Orange Business Services, is one of the world leaders in providing telecommunication services to multinational companies.

With its industrial project, "conquests 2015", Orange is simultaneously addressing its employees, customers and shareholders, as well as the society in which the company operates, through a concrete set of action plans. These commitments are expressed through a new vision of human resources for employees; through the deployment of a network infrastructure upon which the Group will build its future growth; through the Group's ambition to offer a superior customer experience thanks in particular to improved quality of service; and through the acceleration of international development

France Telecom (NYSE:FTE) is listed on Euronext Paris (compartment A) and on the New York Stock Exchange. For more information (on the internet and on your mobile):

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