

Consolidated Results at December 31, 2007

- **High growth of 2007 consolidated results**
 - Revenues: +21.7%
 - Operating income: +21.8%
 - Net income group share: +19.2%
 - Cash flow from activity: +16.3%
- **Proposed dividend: 9.20 MAD/share, i.e. 100% of the distributable income**
- **2008 growth' forecasts:**
 - above 7% for revenues
 - above 9% for Operating income

Abdeslam Ahizoune, Chairman of the Management Board of Maroc Telecom, declared:

« Achieved in a high competitive environment, Maroc Telecom group results are in a strong growth, witnessing the success of our services toward our customers, the control of our costs and the enhancement of the performance of our recently acquired subsidiaries. »

On February 21, 2008, the Supervisory Board examined the 2007 full year consolidated accounts of Maroc Telecom group, established under IFRS standards and audited by the statutory auditors.

Operating income

Thanks to consolidated⁽¹⁾ revenues of MAD 27.5 million, up 21.7% (+10.5% on a comparable basis⁽²⁾) with the continuing growth of Mobile activities both in Morocco and in the subsidiaries, and to the control of costs' evolution, Maroc Telecom group achieved a 2007 consolidated operating income of MAD 12.2 billion (+21.8% and +23.3% on a comparable basis⁽²⁾), maintaining its operating margin at 44.4%.

- Maroc Telecom

In 2007, the operating income of all business activities in Morocco amounted to MAD 12,072 million, up 23.4%. Excluding exceptional provisions allocated in 2006 and released in 2007, the operating income increased by 18.7%, with the combined effect of the growth of net⁽³⁾ revenues (+11%), the acquisition costs management and the operating costs control, mainly overheads.

- Mauritel

In 2007, the operating income of all business activities in Mauritania amounted to MAD 389 million, up 31.5% (+37.2 on a comparable basis⁽²⁾), thanks to performances of Mobile activities, that achieved, despite the competition intensification, a revenues and operating income growth of respectively 26.4%⁽²⁾ and 34.2%⁽²⁾.

- Onatel

In 2007, the operating income of all business activities in Burkina Faso amounted to MAD 211 million, up 209%⁽²⁾, resulting mainly from the dynamism of the Mobile activity, which customer base increased by 131%, revenues by 22,1%⁽²⁾ and operating income by 70,2%⁽²⁾.

- Gabon Télécom

From March to December 2007, the operating income of all business activities in Gabon amounted to MAD -169 million, vs. MAD -912 million in 2006. This improvement is mainly linked to the revival of the Mobile activity, to the cleaning-up of management process and to cost control made by the new management.

- Mobisud (France and Belgium)

The operating income of Mobisud in France and Belgium amounted to MAD -269 million, due to marketing and communication efforts made to acquire and catch new customers.

(1) For the year 2007, Maroc Telecom establishes its revenues by consolidating in its accounts Mauritel, Onatel and Gabon Télécom Groups and its subsidiaries Mobisud France and Mobisud Belgium. Onatel group has been consolidated using the Global Integration method since January 1st, 2007; Gabon Télécom group, acquired on February 9th, 2007 has been consolidated using the Global Integration method since March 1st, 2007 (for the second quarters of 2006 and 2007, revenues of Maroc Telecom Group therefore integrate 4 months of Gabon Télécom Group activities, since these revenues could not be consolidated as per end of March, 2007 by lack of financial information. Gabon Télécom financials have not been established under IFRS and will be in 2008 first quarter.

(2) Comparable basis illustrates the full consolidation of Onatel and Gabon Télécom as if these transactions have occurred at the beginning of 2006 for Onatel and on March 1st 2006 for Gabon Télécom and the constant currency rate MAD/Mauritanian Ouguiya/CFA Franc/Euro. Besides, 2006 comparable basis of Onatel and Gabon Télécom have been reassessed from exceptional items and have been established according to the accounting method of 2007.

(3) These revenues are excluding revenues generated between Fixed and Mobile activities of each subsidiary, but are including revenues generated between subsidiaries (o/w management services' agreement) which are cancelled in consolidated revenues.

Net income group share

The 2007 full year net income group share amounted to MAD 8,033 million, up 19.2% compared to 2006.

Cash and cash equivalents

The cash flow generated by the activity amounted to MAD 13,070 million at the end of 2007, up 16.3% compared to 2006 year-end.

At the end of 2007, the consolidated net cash position of Maroc Telecom group amounted to nearly MAD 1.5 billion, compared to MAD 2.7 billion at the end of 2006, down 45% with effects of subsidiaries consolidation, the payment of nearly MAD 7 billion of the 2006 dividend, the capex of nearly MAD 5.5 billion (+37%) and recent acquisitions.

Dividend paid by Maroc Telecom

The Supervisory board will propose to the General Shareholders Meeting scheduled on April 17, 2008, the payment of an ordinary dividend of 9.20 MAD/share, i.e. an amount of MAD 8.1 billion, corresponding to the full distribution of the 2007 distributable income.

2008 outlook

Based on the current market conditions, and assuming no major exceptional disrupt of the group's business, the consolidated revenues growth will exceed 7% and the operating income growth will exceed 9%.

Maroc Telecom is Morocco's global telecommunications operator and the country's market leader in fixed-line and mobile telecommunications and Internet access. Since December 2004, Maroc Telecom is listed on the Casablanca and Paris stock exchanges and its main shareholders are Vivendi (53%) and the Kingdom of Morocco (30%).

Contacts

Investor relations

Badr Benyoussef
+212 (0)37 71 90 39 - relations.investisseurs@iam.ma

Press relations

Faouzi Diouri +212 (0)37 71 45 23 - f.diouri@iam.ma
Ali Jouahri +212 (0)37 71 90 12 - ajouahri@iam.ma

Appendix:

Revenues and Operating income of the year 2007

MADmillion - IFRS	2007	2006	published	% change Comparable basis
Consolidated revenues	27,532	22,615	21.7%	10.5%
Mobile (gross)⁽⁴⁾	19,296	14,894	29.6%	21.4%
Maroc Telecom ⁽⁵⁾	17,096	14,206	20.3%	20.3%
Mauritel	834	688	21.2%	26.4%
Onatel	719	-	-	22.1%
Gabon Télécom	583	-	-	31.4%
Mobisud	64	-	-	-
Fixed-line and Internet (gross)⁽⁴⁾	11,090	10,312	7.5%	-6.0%
Maroc Telecom ⁽⁵⁾	9,451	10,003	-5.5%	-5.5%
Mauritel	319	309	3.2%	7.8%
Onatel	799	-	-	0.2%
Gabon Télécom	521	-	-	-25.7%
Intercompany transactions ⁽⁵⁾	-2,854	-2,592	10.1%	2.8%
Consolidated Operating Income	12,234	10,043	21.8%	23.3%
Mobile	9,557	7,228	32.2%	31.0%
Maroc Telecom ⁽⁵⁾	9,138	6,954	31.4%	31.4%
Mauritel	397	309	28.5%	34.2%
Onatel	246	-	-	70.2%
Gabon Télécom	45	-	-	172.5%
Mobisud	-269	-35	-	-
Fixed-line and Internet	2,677	2,815	-4.9%	2.1%
Maroc Telecom ⁽⁵⁾	2,934	2,829	3.7%	3.7%
Mauritel	-9	-14	-36.3%	33.3%
Onatel	-35	-	-	54.6%
Gabon Télécom	-214	-	-	-83.8%

Revenues and Operating income of the 4th quarter

MADmillion - IFRS	2007	2006	published	% change comparable basis
Consolidated revenues	7,205	5,532	30.2%	14.9%
Mobile (gross)⁽⁴⁾	5,148	3,596	43.2%	30.6%
Maroc Telecom ⁽⁵⁾	4,474	3,413	31.1%	31.1%
Mauritel	199	182	9.1%	12.3%
Onatel	229	-	-	24.5%
Gabon Télécom	213	-	-	27.9%
Mobisud	32	-	-	-
Fixed-line and Internet (gross)⁽⁴⁾	2,789	2,601	7.2%	-8.5%
Maroc Telecom ⁽⁵⁾	2,347	2,524	-7.0%	-7.0%
Mauritel	81	77	5.7%	8.9%
Onatel	197	-	-	-5.8%
Gabon Télécom	164	-	-	-32.6%
Intercompany transactions ⁽⁵⁾	-731	-664	10.1%	1.3%
Consolidated Operating Income	2,724	2,445	11.4%	15.1%
Mobile	2,191	1,766	24.1%	46.4%
Fixed-line	533	679	-21.5%	-72.7%

(4) Fixed line and Internet revenues and Mobile revenues include intragroup transactions (including interconnection costs and leased lines) between fixed and mobile activities.

(5) Revenues linked to incoming international traffic towards Maroc Telecom Mobile and to outgoing international traffic from Maroc Telecom Mobile is directly accounted in the Mobile activity in 2007 whereas it was accounted as transit revenue for Fixed and Internet activity in 2006. Revenue evolution rates are consistent with this new presentation. This intragroup reallocation has no impact on Maroc Telecom global net revenues.

Consolidated balance sheet at December 31, 2007 and 2006

ASSETS (in MAD million)	31/12/2007	31/12/2006
Goodwill	2,197	146
Other intangible assets	3,644	2,415
Property, plant and equipment	16,870	12,460
Investments in equity affiliates	1	9
Non-current financial assets	326	2,620
Deferred tax assets	204	445
Non-current assets	23,242	18,095
Inventories	749	438
Trade accounts receivable and other	9,897	6,928
Current financial assets	104	22
Cash and cash equivalents	3,725	2,741
Assets available for sale	32	-
Current assets	14,507	10,129
TOTAL ASSETS	37,749	28,224
LIABILITIES (in MAD million)	31/12/2007	31/12/2006
Share capital	5,275	5,275
Retained earnings	4,071	4,247
Earnings for the fiscal year-group share	8,033	6,739
Equity attributable to equity holders of the parent	17,380	16,261
Minority interests	1,254	592
Total equity	18,634	16,853
Non-current provisions	203	36
Borrowings and other non-current financial liabilities	1,233	11
Deferred tax liabilities	0	177
Non-current liabilities	1,436	224
Trade accounts payable	15,386	10,278
Current income tax liabilities	992	437
Current provisions	142	388
Borrowings and other current financial liabilities	1,159	44
Current liabilities	17,680	11,147
TOTAL LIABILITIES AND EQUITY	37,749	28,224

Consolidated income statement for 2007 and 2006

<i>(in MAD million)</i>	2007	2006
Revenues	27,532	22,615
Cost of purchases	-4,215	-3,692
Payroll costs	-2,695	-2,060
Sundry taxes and duties	-788	-771
Other operating income and expenses	-3,562	-2,686
Net depreciation, amortization and provisions	-4,038	-3,363
Earnings from operations	12,234	10,043
Other income and expenses from ordinary activities	1	7
Income from equity affiliates	-34	-21
Earnings from continuing operations	12,201	10,029
Income from cash and cash equivalents	131	149
Finance expense	-131	-7
Net finance costs	0	142
Other financial income and expenses	31	1
Net financial items	31	143
Tax expense	-4,095	-3,339
Earnings	8,137	6,833
Attributable to equity holders of the parent	8,033	6,739
Minority interests	104	94
Earnings per share (in MAD)	2007	2006
Net income – group share	8,033	6,739
Number of shares as of December 31	879,095,340	879,095,340
Earnings per share	9.1	7.7
Diluted earnings per share	9.1	7.7

Consolidated statement of cash flows for 2007 et 2006

(in MAD million)

	31/12/2007	31/12/2006
Consolidated earnings (including minority interests)	8,137	6,833
Net depreciation, impairment and provisions	3,317	3,043
Non-cash expenses/income	34	74
Capital gain and losses	-106	-6
Net earnings after net finance costs and income tax	11,383	9,944
Net finance costs	0	-142
Income tax expense (including deferred taxes)	4,095	3,339
Net earnings before net finance costs and income tax (A)	15,477	13,141
Tax paid (B)	-3,572	-3,152
Change in WCR related to operating activities©	1,165	1,244
Cash flow from operating (D) = (A+B+C)	13,070	11,233
Purchase of PP&E and intangible assets	-5,466	-3,978
Proceeds from disposals of PP&E and intangible assets	79	7
Purchase of non-consolidated investments	-413	-2,481
Proceeds from disposals of non-consolidated investments	-	-
Change in long-term debt	-5	-3
Effects of changes in scope of consolidation (*)	149	20
Cash flow used in investing activities (E)	-5,656	-6,435
Dividends paid during the year	-6,953	-6,142
Principal payments on borrowings	714	-79
Net interest	0	122
Changes in blocked cash	-185	-
Changes in share capital (share capital reduction)	-	-3,516
Other	-8	-
Cash flow used in financing activities (F)	-6,432	-9,615
Foreign currency translation adjustments(G)	3	-27
Change in cash and cash equivalents (D+E+F+G)	985	-4,844
Cash and cash equivalents at beginning of period	2,741	7,585
Cash and cash equivalents at end of period	3,725	2,741
Net cash position	1,451	2,686

* Mauritel is consolidated since July 1, 2004

* Mobisud France is consolidated since November 1, 2006

* Onatel is consolidated since January 1, 2007

* Gabon Telecom is consolidated since March 1, 2007

* Mobisud Belgium is consolidated since May 1, 2007