

Paris, 5 October 2006

300,000 HD Freeboxes installed : a new-generation nomadic network

The telephone service available free-of-charge with Freebox HD has now been enhanced with the introduction of two new telephones allowing convergence between fixed and mobile telephony.

The large distribution of Freebox HD has boosted the development of a new-generation network. The 300,000 HD Freeboxes represent as many WiFi MiMo (super WiFi) signal boosters. Free has made it possible for its subscribers to use their WiFi-enabled mobile phones for all their calls. When subscribers are within range of an HD Freebox, either in their own home or elsewhere, they can make unlimited calls to 28 destinations. This option is available free-of-charge and can be activated, without any connection fee, from the subscriber's account management pages online.

This new offer includes:

- no connection charge ;
- no extra subscription fee ;
- unlimited calls to landlines to 28 destinations including mainland France ;
- very attractive prices for other destinations.

Contrary to other operators, WiFi calls are fully secured on Free's network.

Two new telephones will be available in October 2006 on Free's website:

- **a WiFi phone**

This top-quality and easy-to-use phone is 802.11 compliant. This WiFi phone has a 1.8" colour TFT LCD screen, and offers access to a whole range of services, including call hold and three-way calling. The telephone comes with a desktop charger and retails for €59¹



- **a dual-mode WiFi/GSM phone**

The dual-mode GSM/WiFi phone offered by Free is a top-of-the-range phone which supports both GSM 900/1800/1900 MHz and voice-over-IP. The phone has an extensive range of features: Internet access, email, SMS, MMS, WAP, and a camera. It shows the network being used (GSM or WiFi) by the subscriber when a call is made. It also allows the subscriber to choose which network to use as a priority (GSM or WiFi). This phone retails for €199¹.



These two telephones can be configured very easily using the USB cable provided. Users simply plug the cable into the phone and connect it to the USB port on the Freebox, and the phone will be configured automatically.

Free, the only provider independent of any mobile operator to offer a converged service, is providing a solution in the interest of the consumers. The service available at no additional cost offers both ease of use and substantial savings.

More information on other WiFi-enabled mobile phones (eg. US Robotics, Zyxel, E-ten, Paratelec, HP, Microsoft, Siemens, Vizualiz...) is available on www.freephonie.org

Free is a subsidiary of Iliad. The Iliad Group is a major player in the Internet and telecommunications markets in France through its subsidiaries Free (the leading alternative broadband operator with 1,905,000 broadband subscribers as at 30/06/2006), Onetel and Iliad Telecom (fixed telephony operators) and Kertel (prepaid phone cards), as well as IFW (WiMax). The Iliad Group was established in 1991 and currently has more than 1 400 employees. The Iliad Group is listed on the Euronext Paris Eurolist under the mnemonic code ILLD.

¹ excluding post and packing (€4.99)

Offer subject to availability.

Offer subject to eligibility of the telephone line and acceptance of the current general conditions of sale.

Unlimited calls to 28 destinations: cf. current general conditions available at www.free.fr