

Paris, 25 March 2010

Iliad was informed today of the disposal of 700,000 Iliad S.A. shares (FR0004035913-ILD) directly and indirectly by Mr. Xavier Niel, founder and main shareholder, within the frame of a private placement.

Following this disposal, Mr. Xavier Niel will remain the main shareholder with more than 64% of Iliad share capital and will be subject to a 180 days lock-up on its residual share, from the settlement and delivery of the transaction.

This share disposal will enlarge the free float of the company.

Société Générale Corporate & Investment Banking is acting as lead manager and bookrunner for this transaction.

The Iliad Group is a major player in the French telecommunications and Internet access market via Free and Alice (4,456,000 ADSL subscribers as of 31 December 2009), Onetel and Iliad Télécom (fixed telephony providers) and IFW (Wimax). The Iliad Group is listed on Euronext Paris under the ticker ILD.

Exchange: **Euronext Paris**

Marketplace: **Eurolist A of Euronext Paris (SRD)**

Ticker: **ILD**

ISIN code: **FR0004035913**

FTSE ranking: **974 Internet**

A component of SBF 120 and Next 150