Vodafone Group Plc
Interim Management Statement Q1 09/10

Vittorio Colao, Chief Executive

Andy Halford, Chief Financial Officer

24 July 2009

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Agenda

Highlights

Business review

Financial outlook

Q&A

Group summary

	Q1 09/10	Growth	Organic service revenue growth[1]
Group revenue	£10.7bn	+9.3%	(2.1)%
- Europe	£7.5bn	+3.8%	(4.4)%
- Africa & Central Europe	£1.7bn	+27.8%	(2.6)%
- Asia Pacific & Middle East	£1.6bn	+20.3%	+14.3%
Data	£0.9bn	+33.7%	+19.4%
Proportionate customers	315m	+17.2%	
Free cash flow[2]	£1.9bn	+21.2%	

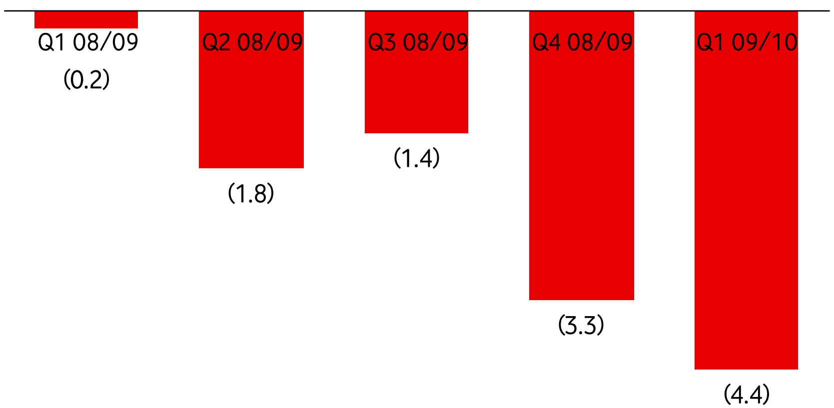
1. Excludes Australia and grossed up for South Africa stake increase and assumes constant exchange rates
2. Before licences and spectrum payments

Key highlights

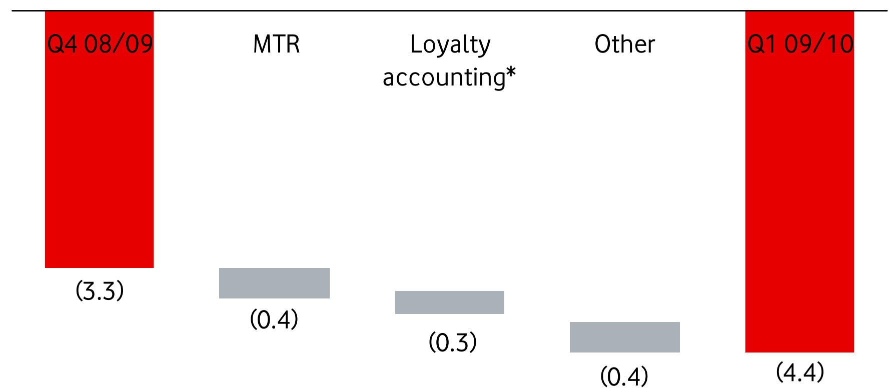
Europe	• Similar underlying revenue trends • Economic pressures: voice usage growth, roaming revenue • Increased MTR impact - Germany
Emerging markets	• India: strong growth driven by network expansion, customer growth • Turkey: strengthened network, distribution • Vodacom: solid domestic growth, despite slowing economy
Total Communications	• Strong organic data revenue growth continues: +19% • Good progress in fixed: 19% organic growth in Italy, 15% in Spain
Free cash flow	• Good free cash flow generation • Slightly ahead of Q1 08/09
Guidance	• Cost programmes on track, update in November • Q1 performance consistent with guidance assumptions • Guidance fully reiterated

Europe

Organic service revenue growth (%)



Organic service revenue growth bridge (%)



Organic service revenue trends

- Underlying revenue trend stable
- Continued decline in voice usage growth, roaming revenue
- Organic data revenue +18%, with Mobile Internet +28%
- Fixed line revenue +6%

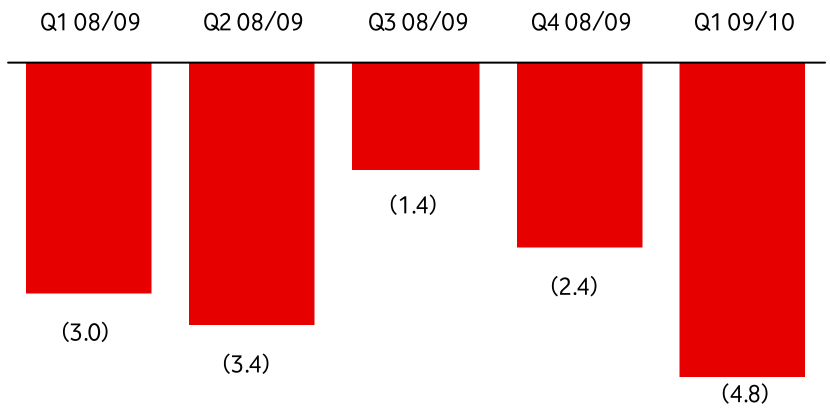
Organic service revenue walkthrough

- MTRs: Germany and Portugal
- Other: Easter working day effect
- Q2: further MTR cuts and slower roaming growth

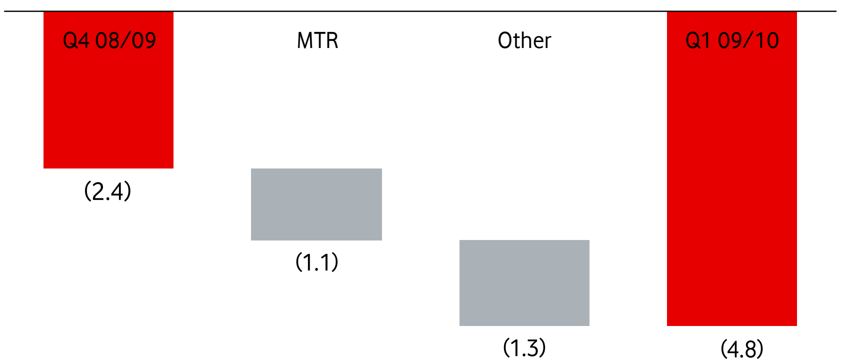
*Impact of new accounting standard on loyalty programmes – IFRIC 13

Germany

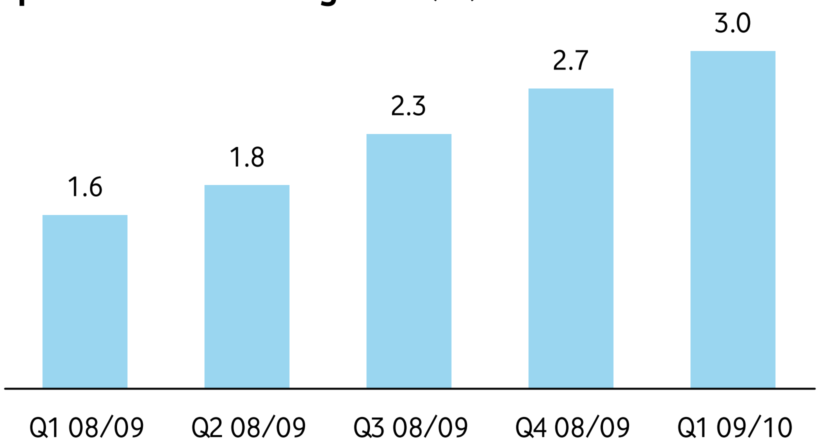
Organic service revenue growth (%)



Organic service revenue growth bridge (%)



SuperFlat tariff closing base (m)

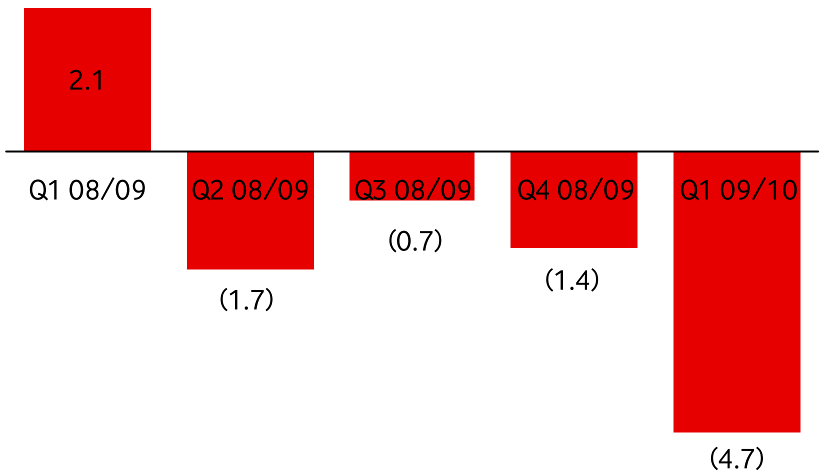


Business trends

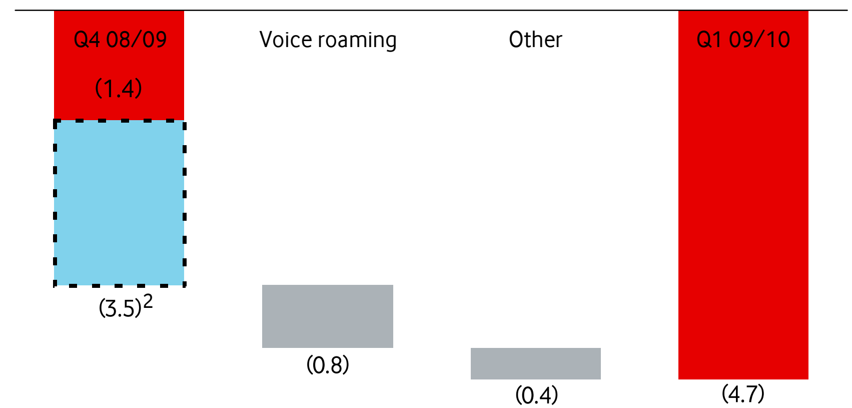
- Economy, MTRs, working days
- SuperFlat tariff over 3m customers with over €50 ARPU
- Prepaid price pressure remains intense
- Organic data revenue +17%, with Mobile Internet +17%
- Vodafone Advantage – 367,000 additions since May
- Fixed line revenue flat

UK

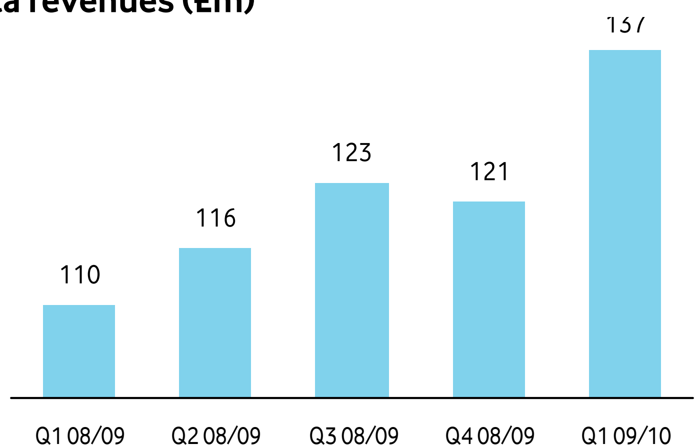
Organic service revenue growth[1] (%)



Organic service revenue growth bridge (%)



Data revenues (£m)



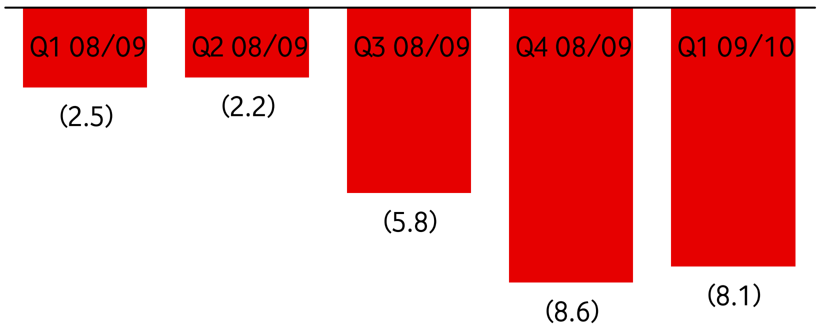
Business trends

- Economic impact, roaming and enterprise
- Organic data revenue +24%, with Mobile Internet +49%
- Freedom Packs, Your Plan and summer roaming
- New agreements with Phones 4U & Carphone Warehouse
- Termination rate reduction implemented 1 July

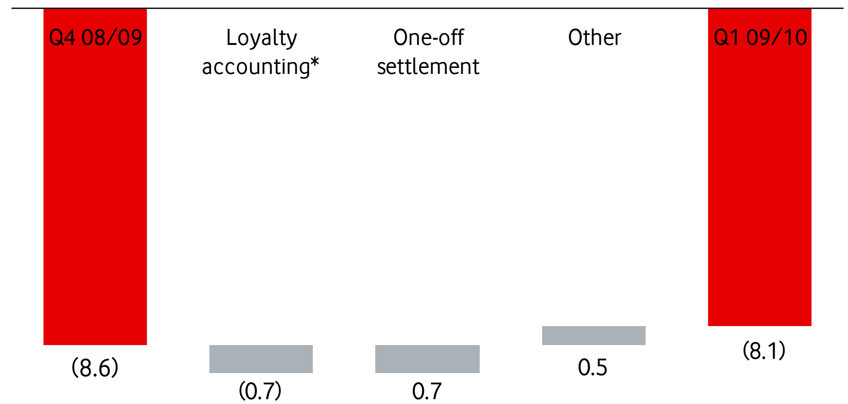
1. Q2 07/08 adjusted to reflect £30m UK VAT refund
2. Updated treatment of inbound revenues matched by the interconnect costs

Spain

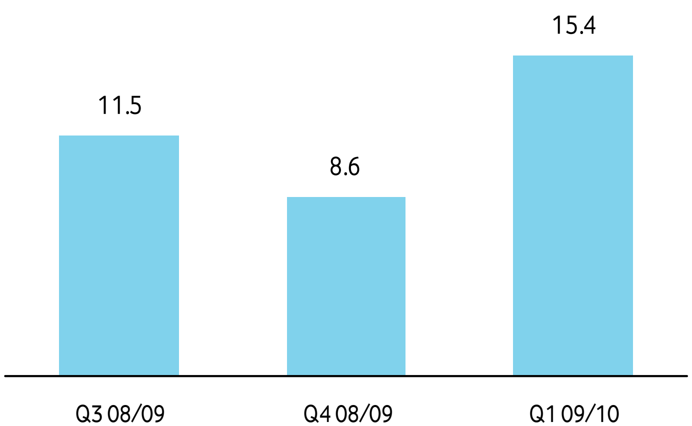
Organic service revenue growth (%)



Organic service revenue growth bridge (%)



Accelerating fixed line revenue growth (%)



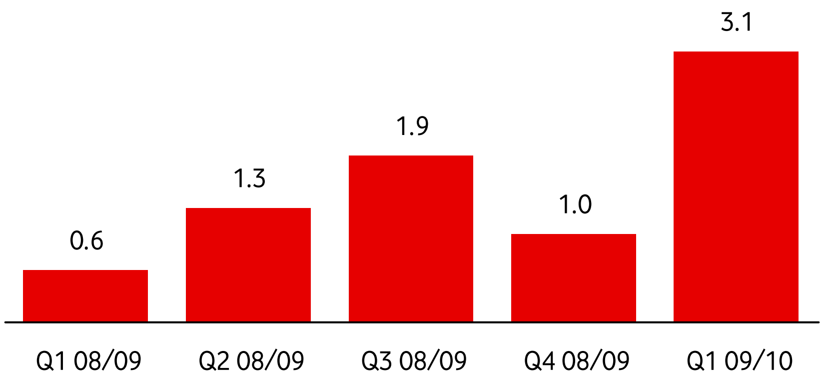
Business trends

- Underlying improvement vs. Q4
- Economy impacting usage
- Tarifas Planas going well (175,000 customers since May)
- Organic data revenue +16%, with Mobile Internet +21%
- Continued strong broadband net additions share

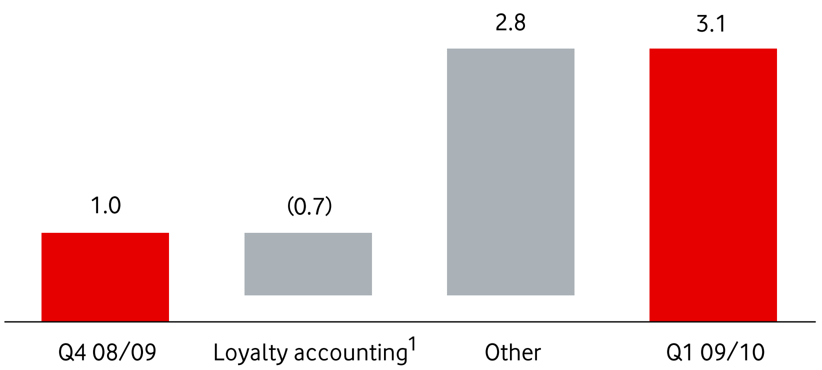
*Impact of new accounting standard on loyalty programmes – IFRIC 13

Italy

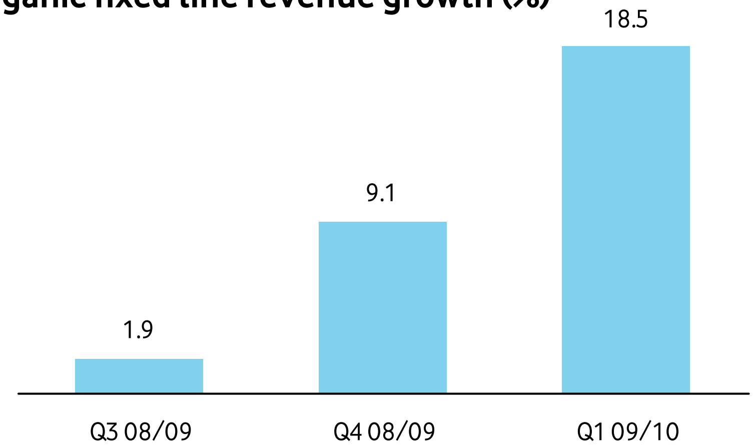
Organic service revenue growth (%)



Organic service revenue growth bridge (%)



Organic fixed line revenue growth (%)



Business trends

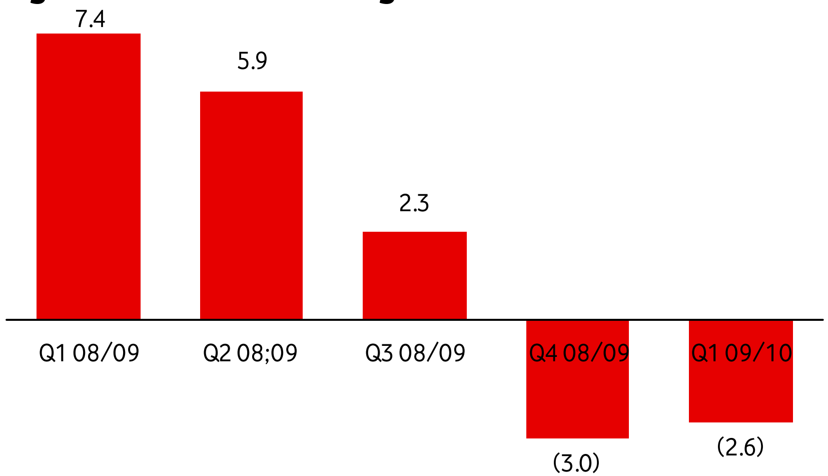
- Strong revenue performance despite worsening GDP
- Voice revenue stable
- Organic data revenue +18%, with Mobile Internet +47%
- Fixed line revenue growth accelerating
- Fixed broadband customers over 1m[2]

1. Impact of new accounting standard on loyalty programmes – IFRIC 13
2. On a 100% ownership basis

Regional performance

Africa and Central Europe

Organic service revenue growth (%)

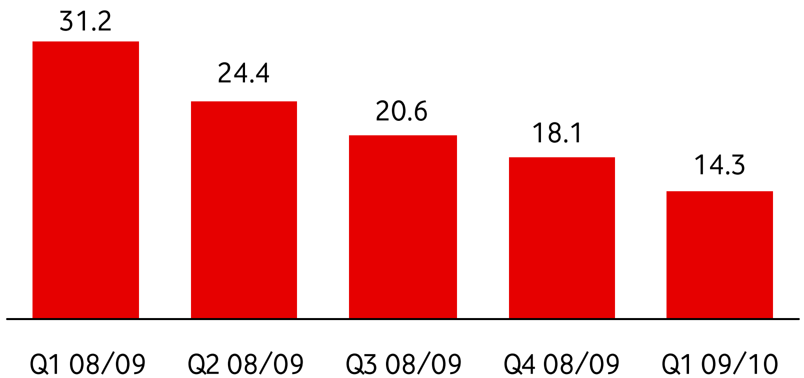


Recent trends

- Stable overall
- Significant economic impact
- Adverse foreign exchange environment in Romania
- Termination rates impacting growth in Central Europe

Asia Pacific and Middle East

Pro forma service revenue growth[1] (%)



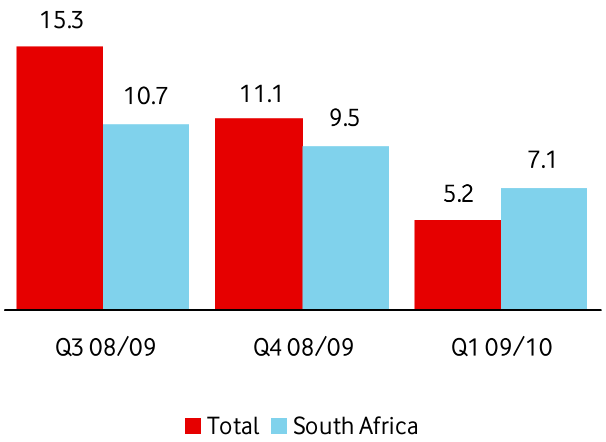
Recent trends

- Organics now exclude Australia and include India
- Growth driven by customers +49%
- Strong organic data revenue growth, with Egypt +100%
- Australia: JV executing to plan
- Qatar: launched 7th July; Qatar Exchange listing 22nd July

1. Pro forma excluding Australia and including India

Vodacom

Organic service revenue growth (%)

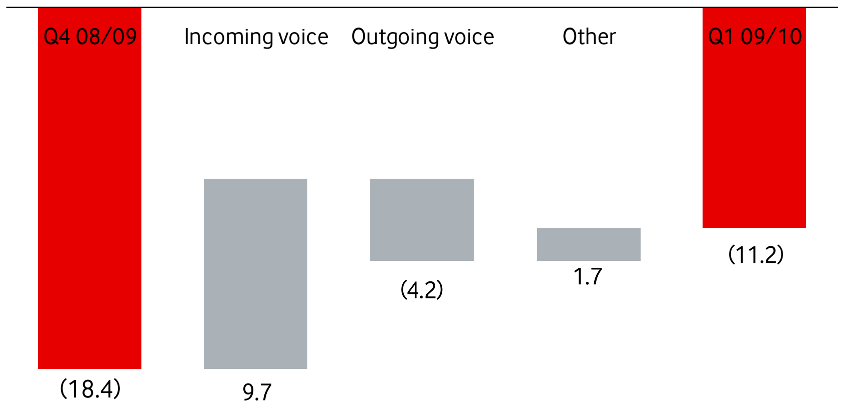


Organic revenue growth

- Working days impact around South Africa election
- Economic pressures in other operations
- 1.3m customer net additions
- Organic data revenue growth +30%

Turkey

Organic service revenue growth (%)

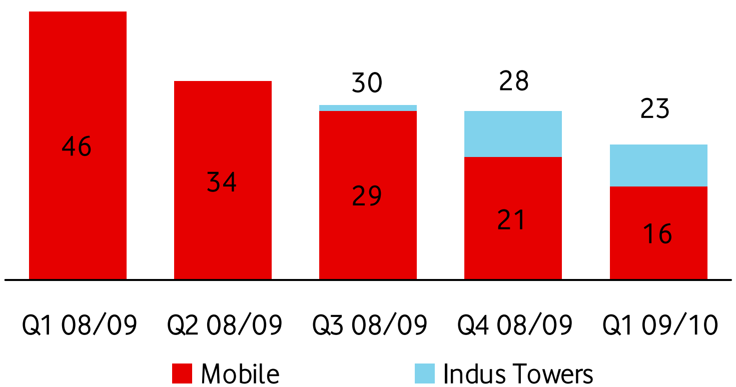


Organic revenue growth

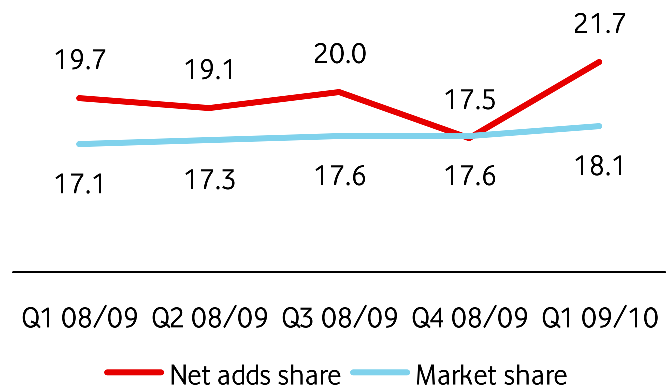
- Cross-net plans driving incoming revenue growth
- Outgoing voice remains weak due to price declines
- Turnaround plan progressing
  - Network: 400 sites added in Q1, improving quality
  - Distribution: significant increase in points of sale
- Positive MNP figures for 3 successive months

India

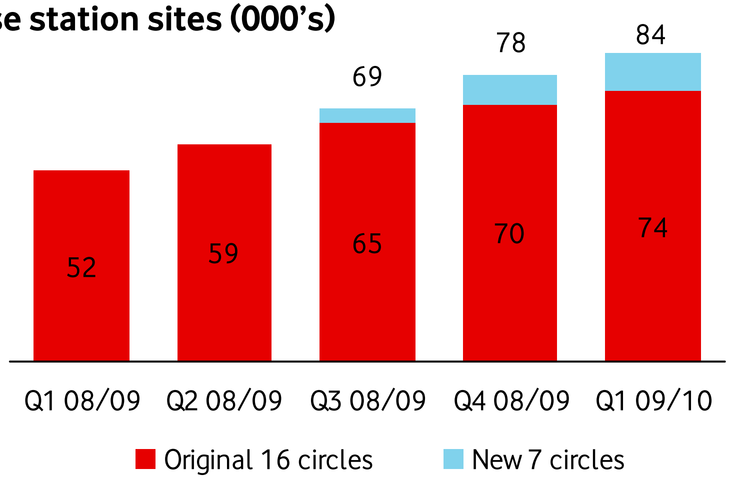
Organic service revenue growth (%)



Customer share (%)



Base station sites (000's)



Recent trends

- Market penetration around 37%
- 5pp revenue impact from 33% MTR reduction
- Market share continues to improve
- Customer growth: +56% YoY. 3.4m now in new circles
- 2,000 additional sites per month
- Indus Towers now over 100,000 sites

Financial outlook for FY 09/10 confirmed

	Adjusted operating profit[1]	Free cash flow[2]
Guidance confirmed	£11.0 – £11.8bn	£6.0 – £6.5bn
Q1 trends	• EBITDA margin decline consistent with annual guidance assumptions	• Underlying Q1 FCF slightly ahead • Capex investment maintained
Foreign exchange sensitivity[3]	• 1% € change = £60m • 1% US$ change = £40m	• c.90% € denominated

Net debt	• June 09 net debt - £31.2bn (mix: €57%, US$ 44%, other 12%, £ (20)%) • FX impact - £4.1bn debt reduction at end June FX[4]
Q2 vs. Q1	• UK MTR; Europe SMS, voice roaming, wholesale data • c. 1 percentage point

1. Before Alltel integration costs
2. Before licences and spectrum payments
3. Annual impact
4. FY 09/10 principal currency assumptions: €/£1.12 and US$/£1.50. Q1 average rates €/£1.14 and US$/£1.55. 30 June rates: €/£1.17 and US$/£1.65

Summary

Europe: consistent trends in Q1, economies challenging

Emerging Markets: India, Vodacom growth continues

Total Communications: data revenue +19%; fixed +7%[1]

Strong free cash flow generation, sustained investment

Outlook confirmed

1. Group organic growth rates

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