

# **TELUS** Corporation

# Second Quarter, 2006 Supplemental Investor Information

(UNAUDITED)

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### TELUS Corporation Selected Consolidated Data

			Quart	erly			2006	2005
\$ millions except shares and per share amounts	Q2/06	Q1/06	Q4/05	Q3/05	Q2/05	Q1/05	June YTD	Annual
Net income	\$356.6	\$210.1	\$78.5	\$190.1	\$189.5	\$242.2	\$566.7	\$700.3
Common share and Non-Voting share income	\$356.6	\$210.1	\$78.5	\$190.1	\$189.5	\$242.2	\$566.7	\$700.3
Basic earnings per share (\$)	\$1.03	\$0.60	\$0.22	\$0.53	\$0.53	\$0.67	\$1.63	\$1.96
Dividends declared per share (\$)	\$0.275	\$0.275	\$0.275	\$0.20	\$0.20	\$0.20	\$0.55	\$0.875
Return on common equity <sup>1</sup>	12.0%	9.5%	9.9%	10.8%	10.4%	10.3%	12.0%	9.9%
EBITDA interest coverage ratio <sup>2</sup>	6.0	5.5	5.4	5.6	5.4	5.4	6.0	5.4
Free cash flow <sup>3</sup>	\$198.6	\$640.1	\$109.8	\$581.3	\$207.8	\$566.6	\$838.7	\$1,465.5
Net debt <sup>4</sup>	\$5,739.6	\$5,732.7	\$5,794.4	\$5,915.8	\$6,096.4	\$6,127.6	\$5,739.6	\$5,794.4
Net debt : Total capitalization	45.5%	45.7%	45.7%	45.4%	46.0%	46.2%	45.5%	45.7%
Net debt : EBITDA ratio <sup>5</sup>	1.7	1.7	1.7	1.8	1.8	1.9	1.7	1.7
Outstanding shares at end of period (M)	341.3	346.3	350.1	354.4	357.4	358.4	341.3	350.1
Basic weighted average shares outstanding $\left(M\right)^{6}$	344.9	349.3	353.4	356.8	358.1	360.2	347.1	357.1

#### Notes:

<sup>1</sup> For quarterly figures, Return on common equity is common share and non-voting share 12-month trailing income over the average quarterly equity for the 12-month period.

<sup>1</sup> For annual figures, Return on common equity is common share and non-voting share income over the average equity for the 12-month period.

<sup>2</sup> EBITDA interest coverage is defined as EBITDA (excluding restructuring), divided by Financing costs before gains on redemption and repayment of debt, calculated on a 12-month trailing basis. This measure is substantially the same as the Coverage Ratio covenant in TELUS' new credit facilities.

<sup>3</sup> Free cash flow is calculated as EBITDA, adding Restructuring and workforce reduction costs, cash interest received and excess of share compensation expense over share compensation payments, less cash interest paid, cash taxes, capital expenditures, and cash restructuring payments.

<sup>4</sup> Net debt is defined as Long-term Debt plus current maturities of Long-term Debt and cheques outstanding less Cash and temporary investments plus cross currency foreign exchange hedge liability (less cross currency foreign exchange hedge asset) related to U.S. dollar notes.

<sup>5</sup> Net debt to EBITDA is defined as Net debt as at the end of the period divided by the 12-month trailing EBITDA (excluding restructuring). This measure is substantially the same as the Leverage Ratio covenant in TELUS' credit facilities.

<sup>6</sup> Basic weighted average shares outstanding in the period.

### TELUS Corporation Segmented Data

		Qt	r 2			June YTD						
\$ millions	2006	2005		Change <sup>4</sup>	% Change		2006	2005	Chan	ge % Change		
Revenues												
TELUS Wireline	\$ 1,214.7	\$ 1,237.7	\$	(23.0)	-1.9%	\$	2,436.8	\$ 2,482.5	\$ (45.	7) -1.8%		
TELUS Wireless	950.5	807.7		142.8	17.7%	\$	1,838.3	1,566.0	272.	3 17.4%		
Less: Intersegment revenue	 (30.0)	(26.9)		(3.1)	-11.5%	\$	(59.4)	(55.3)	(4.	1) -7.4%		
Operating revenues	2,135.2	2,018.5		116.7	5.8%		4,215.7	3,993.2	222.	5 5.6%		
EBITDA <sup>1</sup>												
TELUS Wireline	\$ 456.3	\$ 498.5	\$	(42.2)	-8.5%	\$	923.1	\$ 1,017.3	\$ (94.	2) -9.3%		
TELUS Wireless	440.8	366.5		74.3	20.3%		836.7	703.9	132.	8 18.9%		
Consolidated <sup>2</sup>	897.1	865.0		32.1	3.7%		1,759.8	1,721.2	38.	6 2.2%		
EBITDA margin												
TELUS Wireline	37.6%	40.3%		(2.7)			37.9%	41.0%	(3.	1)		
TELUS Wireless	46.4%	45.4%		1.0			45.5%	44.9%	0.	6		
Consolidated	42.0%	42.9%		(0.9)			41.7%	43.1%	(1.			
Capital expenditures												
TELUS Wireline	\$ 311.4	\$ 293.9	\$	17.5	6.0%	\$	570.4	\$ 507.5	\$ 62.	9 12.4%		
TELUS Wireless	147.4	114.8		32.6	28.4%		208.9	174.4	34.	5 19.8%		
Consolidated	458.8	408.7		50.1	12.3%		779.3	681.9	97.	4 14.3%		
Capital expenditure intensity <sup>3</sup>												
TELUS Wireline	25.6%	23.7%		1.9			23.4%	20.4%	3.	0		
TELUS Wireless	15.5%	14.2%		1.3			11.4%	11.1%	0.	3		
Consolidated	21.5%	20.2%		1.3			18.5%	17.1%	1.	4		
EBITDA less capex												
TELUS Wireline	\$ 144.9	\$ 204.6	\$	(59.7)	-29.2%	\$	352.7	\$ 509.8	\$ (157.	1) -30.8%		
TELUS Wireless	293.4	251.7		41.7	16.6%		627.8	529.5	98.	3 18.6%		
Consolidated	438.3	456.3		(18.0)	-3.9%		980.5	1,039.3	(58.	8) -5.7%		
Total employees												
TELUS Wireline							23,025	22,334	6	91 3.1%		
TELUS Wireless							6,949	6,372	5	9.1%		
							29,974	28,706	1,2			
Full Time Equivalent (FTE) employees												
TELUS Wireline							22,552	21,777	7	75 3.6%		
TELUS Wireless							6,605	6,012	5	93 9.9%		
							29,157	27,789	1,3	68 4.9%		

Notes:

<sup>1</sup> EBITDA includes restructuring and workforce reduction costs.

<sup>2</sup> Consolidated EBITDA includes restructuring and workforce reduction costs of \$30.7M and \$7.4M for Q2-06 and Q2-05, respectively. When normalized to exclude these costs, EBITDA would have been up 6.4%. For 2006 and 2005 June YTD, EBITDA includes restructuring and workforce reduction costs of \$47.4M and \$16.8M, respectively. Normalized to exclude these costs, EBITDA would have been up 4.0%. <sup>3</sup>Capital expenditures as a percentage of revenues.

### TELUS Corporation Segmented Data - Historical Trend

						Qua	rte	rly						2006		2005
\$ millions		Q2/06		Q1/06		Q4/05		Q3/05		Q2/05		Q1/05		June YTD		Annual
<u> </u>																
Revenues																
TELUS Wireline	\$ -	1,214.7	\$	1,222.1	\$	1,232.9	\$	1,222.2	\$	1,237.7	\$	1,244.8	\$	2,436.8	\$	4,937.6
TELUS Wireless		950.5		887.8		883.1		869.9		807.7		758.3		1,838.3		3,319.0
Less: Intersegment revenue		(30.0)		(29.4)		(29.3)		(29.3)		(26.9)		(28.4)		(59.4)		(113.9)
Operating revenues	2	2,135.2		2,080.5		2,086.7		2,062.8		2,018.5		1,974.7		4,215.7		8,142.7
EBITDA <sup>1</sup>																
TELUS Wireline	\$	456.3	\$	466.8	\$	408.9	\$	426.1	\$	498.5	\$	518.8	\$	923.1	\$	1,852.3
TELUS Wireless	Ŷ	440.8	Ψ	395.9	Ψ	325.5	Ψ	413.6	Ψ	366.5	Ψ	337.4	Ť	836.7	Ψ	1,443.0
Total		897.1		862.7		734.4		839.7		865.0		856.2		1,759.8		3,295.3
EBITDA margin																
TELUS Wireline		37.6%		38.2%		33.2%		34.9%		40.3%		41.7%		37.9%		37.5%
TELUS Wireless		46.4%		44.6%		36.9%		47.5%		45.4%		44.5%		45.5%		43.5%
Consolidated		42.0%		41.5%		35.2%		40.7%		42.9%		43.4%		41.7%		40.5%
Capital expenditures																
TELUS Wireline	\$	311.4	\$	259.0	\$	230.2	\$	176.5	\$	293.9	\$	213.6	\$	570.4	\$	914.2
TELUS Wireless		147.4		61.5		143.9		86.5		114.8		59.6		208.9		404.8
Capital expenditures		458.8		320.5		374.1		263.0		408.7		273.2		779.3		1,319.0
Capital expenditure intensity <sup>2</sup>																
TELUS Wireline		37.6%		21.2%		18.7%		14.4%		23.7%		17.2%		23.4%		18.5%
TELUS Wireless		15.5%		6.9%		16.3%		9.9%		14.2%		7.9%		11.4%		12.2%
Consolidated		21.5%		15.4%		17.9%		12.7%		20.2%		13.8%		18.5%		16.2%
EBITDA less capex																
TELUS Wireline	\$	144.9	\$	207.8	\$	178.7	\$	249.6	\$	204.6	\$	305.2	\$	352.7	\$	938.1
TELUS Wireless		293.4		334.4		181.6		327.1		251.7		277.8		627.8		1,038.2
Consolidated		438.3		542.2		360.3		576.7		456.3		583.0		980.5		1,976.3
Total employees <sup>3</sup>																
TELUS Wireline		23,025		22,384		22.888		14,958		22,334		22,172		23,025		22,888
TELUS Wireless		6,949		6,906		6,931		5,785		6,372		6,284		6,949		6,931
Consolidated		29,974		29,290		29,819		20,743		28,706		28,456		29,974		29,819
Full Time Equivalent (FTE) employees <sup>4</sup>																
TELUS Wireline		22,552		21,789		n.m.		n.m.		21,777		21,519		22,552		n.m.
TELUS Wireless		6,605		6,472		n.m.		n.m.		6,012		5,892		6,605		n.m.
Consolidated		29,157		28,261		n.m.		n.m.		27,789		27,411		29,157		n.m.

Notes:

<sup>1</sup> EBITDA includes restructuring and workforce reduction costs.

<sup>2</sup> Capital expenditures as a percentage of revenues.

<sup>3</sup> Total number of active employees for third quarter of 2005 does not include those inactive due to labour disruption.

<sup>4</sup> The measure of full time equivalent employees is not reported in the third or fourth quarter of 2005, as it does not factor in the effect of

overtime hours on staff equivalents because of the labour disruption.

### TELUS Wireline Operations

		Qtr	2						June
\$ millions	2006	2005	C	Change	% Change	2	2006		2005
Revenues									
Voice - local	\$ 523.3	\$ 542.8	\$	(19.5)	-3.6%	\$1	,058.9	\$	1,095.6
Voice - long distance	205.7	228.5		(22.8)	-10.0%		413.5		454.9
Data	403.1	379.8		23.3	6.1%		796.7		757.4
Other	57.8	65.4		(7.6)	-11.6%		119.4		130.8
Total external revenue	1,189.9	1,216.5		(26.6)	-2.2%	2	,388.5	:	2,438.7
Intersegment revenue	24.8	21.2		3.6	17.0%		48.3		43.8
Total operating revenues	1,214.7	1,237.7		(23.0)	-1.9%	2	,436.8	:	2,482.5
Total operating expense	758.4	739.2		19.2	2.6%	1	,513.7		1,465.2
EBITDA <sup>1</sup>	456.3	498.5		(42.2)	-8.5%		923.1		1,017.3
Restructuring and workforce reduction costs	\$ 29.8	\$ 7.4	\$	22.4	302.7%	\$	44.7	\$	16.8
EBITDA margin	37.6%	40.3%		(2.7)			37.9%		41.0%
Capital expenditures	\$ 311.4	\$ 293.9	\$	17.5	6.0%	\$	570.4	\$	507.5
Capital expenditure intensity	25.6%	23.7%		1.9			23.4%		20.4%
EBITDA less capex	\$ 144.9	\$ 204.6	\$	(59.7)	-29.2%	\$	352.7	\$	509.8

			Qtr	2			Γ			June	Y	ſD	
Non-ILEC Operations <sup>2</sup> (\$ millions)	2	006	2005	С	hange '	% Change		2	2006	2005		Change	% Change
Revenues	\$	161.3	\$ 155.5	\$	5.8	3.7%		\$	325.4	\$ 315.0	\$	10.4	3.3%
EBITDA		6.4	3.5		2.9	82.9%			11.7	11.4		0.3	2.6%
Capital expenditures		28.3	36.3		(8.0)	-22.0%	L		55.0	57.7		(2.7)	-4.7%

### Notes:

<sup>1</sup> EBITDA includes restructuring and workforce reduction costs.

<sup>2</sup> Non-ILEC Operations (business markets in Central Canada) included in Operations above.

YTD

\$

Change % Change

-3.3%

-9.1%

5.2%

<u>-8.7%</u> -2.1%

10.3%

-1.8%

3.3%

-9.3%

166.1%

12.4%

-30.8%

(36.7)

(41.4)

39.3

(11.4)

(50.2)

4.5

(45.7)

48.5

(94.2)

27.9

(3.1)

62.9 3.0

\$ (157.1)

\$

\$

### TELUS Wireline Operations - Historical Trend

	Quarterly									2006		2005			
\$ millions		Q2/06		Q1/06		Q4/05		Q3/05	Q2/05	Q1/05		Ju	ine YTD	A	Annual
Revenues															
Voice - local	\$	523.3	\$	535.6	\$	536.7	\$	541.8	\$ 542.8	\$ 552.8		\$	1,058.9	\$	2,174.1
Voice - long distance		205.7		207.8		212.0		221.5	228.5	226.4			413.5		888.4
Data		403.1		393.6		399.8		376.2	379.8	377.6			796.7		1,533.4
Other		57.8		61.6		61.4		59.1	65.4	65.4			119.4		251.3
Total external revenue		1,189.9		1,198.6		1,209.9		1,198.6	1,216.5	1,222.2			2,388.5		4,847.2
Intersegment revenue		24.8		23.5		23.0		23.6	21.2	22.6			48.3		90.4
Total operating revenues		1,214.7		1,222.1		1,232.9		1,222.2	1,237.7	1,244.8			2,436.8		4,937.6
Total operating expense		758.4		755.3		824.0		796.1	739.2	726.0			1,513.7		3,085.3
EBITDA <sup>1</sup>	\$	456.3	\$	466.8	\$	408.9	\$	426.1	\$ 498.5	\$ 518.8		\$	923.1	\$	1,852.3
Restructuring and workforce reduction costs	\$	29.8	\$	14.9	\$	35.5	\$	1.6	\$ 7.4	\$ 9.4		\$	44.7	\$	53.9
EBITDA margin		37.6%		38.2%		33.2%		34.9%	40.3%	41.7%			37.9%		37.5%
Capital expenditures	\$	311.4	\$	259.0	\$	230.2	\$	176.5	\$ 293.9	\$ 213.6		\$	570.4	\$	914.2
Capital expenditure intensity		25.6%		21.2%		18.7%		14.4%	23.7%	17.2%			23.4%		18.5%
EBITDA less capex	\$	144.9	\$	207.8	\$	178.7	\$	249.6	\$ 204.6	\$ 305.2		\$	352.7	\$	938.1

	Quarterly									2006		2005	
Non-ILEC Operations <sup>2</sup> (\$ millions)	Q2/06		Q1/06		Q4/05		Q3/05		Q2/05	Q1/05	June YTD	A	nnual
Revenues	\$ 161.3	\$	164.1	\$	165.2	\$	151.4	\$	155.5	\$ 159.5	 \$ 325.4	\$	631.6
EBITDA	6.4		5.3		7.1		2.7		3.5	7.9	11.7		21.2
Capital expenditures	 28.3		26.7		36.6		20.7		36.3	21.4	55.0		115.0

### Notes:

<sup>1</sup> EBITDA includes restructuring and workforce reduction costs.

<sup>2</sup> Non-ILEC Operations (business markets in Central Canada) included in Operations above.

# TELUS Wireline Operating Statistics

	Qt	r 2			June	YTD	
2006	2005	Change	% Change	2006	2005	Change	% Change
29.2	17.1	12.1	70.8%	67.8	39.3	28.5	72.5%
(11.0)	(9.9)	(1.1)	-11.1%	(19.3)	(21.1)	1.8	8.5%
18.2	7.2	11.0	152.8%	48.5	18.2	30.3	166.5%
				830.9	729.0	101.9	14.0%
				216.8	260.5	(43.7)	-16.8%
				1,047.7	989.5	58.2	5.9%
				2,848	2,984	(136)	-4.6%
				1,771	1,757	14	0.8%
				4,619	4,741	(122)	-2.6%
				23,025	22,334	691	3.1%
				22,552	21,777	775	3.6%
	29.2 (11.0)	2006         2005           29.2         17.1           (11.0)         (9.9)	29.2 17.1 12.1 (11.0) (9.9) (1.1)	2006         2005         Change % Change           29.2         17.1         12.1         70.8%           (11.0)         (9.9)         (1.1)         -11.1%	2006         2005         Change % Change         2006           29.2         17.1         12.1         70.8%         67.8           (11.0)         (9.9)         (1.1)         -11.1%         (19.3)           18.2         7.2         11.0         152.8%         48.5           830.9         216.8         1,047.7         1,047.7           4,619         23,025         23,025         1,01	2006         2005         Change % Change         2006         2005           29.2         17.1         12.1         70.8%         67.8         39.3           (11.0)         (9.9)         (1.1)         -11.1%         (19.3)         (21.1)           18.2         7.2         11.0         152.8%         48.5         18.2           830.9         729.0         216.8         260.5         1,047.7         989.5           1,047.7         989.5         1,047.7         989.5         1,047.1         1,757           4,619         4,741         23,025         22,334         1,741	2006         2005         Change % Change           29.2         17.1         12.1         70.8%           (11.0)         (9.9)         (1.1)         -11.1%           18.2         7.2         11.0         152.8%           830.9         729.0         101.9           216.8         260.5         (43.7)           1,047.7         989.5         58.2           2,848         2,984         (136)           1,771         1,757         14           4,619         4,741         (122)           23,025         22,334         691

### Notes:

<sup>1</sup> Restatement of 2005 Network Access (reclassified approximately 9,000 lines per quarter from Residential to Business)

# TELUS Wireline Operating Statistics - Historical Trend

			Quart	erly			2006	2005
	Q2/06	Q1/06	Q4/05	Q3/05	Q2/05	Q1/05	June YTD	Annual
Internet subscriber net adds (000s)								
High-speed	29.2	38.6	27.0	7.1	17.1	22.2	67.8	73.4
Dial-up	(11.0)	(8.3)	(13.7)	(10.7)	(9.9)	(11.2)	(19.3	(45.5)
Total	18.2	30.3	13.3	(3.6)	7.2	11.0	48.5	27.9
Internet subscribers (000s)								
High-speed	830.9	801.7	763.1	736.1	729.0	711.9	830.9	763.1
Dial-up	216.8	227.8	236.1	249.8	260.5	270.4	216.8	236.1
Total	1,047.7	1,029.5	999.2	985.9	989.5	982.3	1,047.7	999.2
Network access lines (000s) <sup>1</sup>								
Residential	2,848	2,900	2,928	2,952	2,984	3,024	2,848	2,928
Business	1,771	1,763	1,763	1,757	1,757	1,769	1,771	1,763
Total	4,619	4,663	4,691	4,709	4,741	4,793	4,619	4,691
Total employees <sup>2</sup>	23,025	22,384	22,888	14,958	22,334	22,172	23,025	22,888
Full Time Equivalent (FTE) employees <sup>3</sup>	22,552	21,789	n.m.	n.m.	21,777	21,519	22,552	n.m.

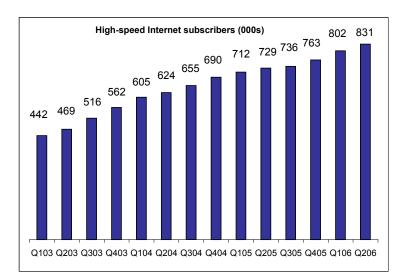
#### Notes:

<sup>1</sup> Restatement of 2005 Network Access lines (reclassified approximately 9,000 lines per quarter from Residential to Business)

<sup>2</sup> Total number of active employees for third quarter of 2005 does not include those inactive due to labour disruption.

<sup>3</sup> The measure of full time equivalent employees is not reported in the third or fourth quarter of 2005, as it does not factor in

the effect of overtime hours on staff equivalents because of the labour disruption.



# TELUS Wireless Operations

			Q	tr 2			Γ		
\$ millions		2006	2005	0	Change	% Change		2	2006
Revenues									
Network revenue	\$	884.0	\$ 743.4	\$	140.6	18.9%		\$1	,708
Equipment revenue		61.3	58.6		2.7	4.6%			118
Total external revenue		945.3	802.0		143.3	17.9%		1	,827
Intersegment revenue		5.2	5.7		(0.5)	-8.8%			1
Total operating revenues		950.5	807.7		142.8	17.7%		1	,838
Total operating expense		509.7	441.2		68.5	15.5%		1	,00 <sup>,</sup>
EBITDA <sup>1</sup>	\$	440.8	\$ 366.5	\$	74.3	20.3%		\$	836
Restructuring and workforce reduction costs	\$	0.9	\$ -	\$	0.9	n.m.		\$	2
COA expense	\$	120.9	\$ 102.1	\$	18.8	18.4%		\$	238
EBITDA excluding COA	\$	561.7	\$ 468.6	\$	93.1	19.9%		\$1	,078
EBITDA margin (total revenue)		46.4%	45.4%		1.0				45.
EBITDA margin (network revenue)		49.9%	49.3%		0.6				49.
Retention spend % network revenue		6.2%	5.7%		0.5				6.
Capital expenditures		147.4	114.8		32.6	28.4%			208
Capital expenditure intensity		15.5%	14.2%		1.3				11.
EBITDA less capex	\$	293.4	\$ 251.7	\$	41.7	16.6%		\$	627
	L								

	June	Y٦	ſD	
2006	2005		Change	% Change
\$ 1,708.7	\$ 1,438.9	\$	269.8	18.8%
	115.6			2.5%
1,827.2	1,554.5		272.7	17.5%
11.1	11.5		(0.4)	-3.5%
1,838.3	1,566.0		272.3	17.4%
1,001.6	862.1		139.5	16.2%
\$ 836.7	\$ 703.9	\$	132.8	18.9%
\$ 2.7	\$ -	\$	2.7	n.m.
\$ 238.8	\$ 191.9	\$	46.9	24.4%
\$ 1,075.5	\$ 895.8	\$	179.7	20.1%
45.5%	44.9%		0.6	
49.0%	48.9%		0.1	
6.2%	5.6%		0.6	
208.9	174.4		34.5	19.8%
11.4%	11.1%		0.3	
\$ 627.8	\$ 529.5	\$	98.3	18.6%

#### Notes:

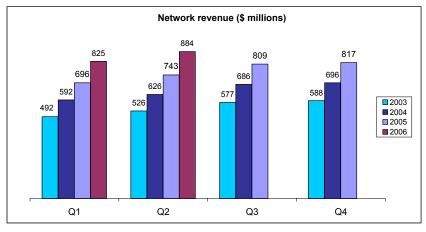
<sup>1</sup> EBITDA includes restructuring and workforce reduction costs.

### TELUS Wireless Operations - Historical Trend

				Qua	Quarterly							2006	2005		
\$ millions		Q2/06		Q1/06	 Q4/05		Q3/05		Q2/05		Q1/05		June YTD	Anı	nual
Revenues															
Network revenue	\$	884.0	\$	824.7	\$ 816.9	\$	808.8	\$	743.4	\$	695.5	\$	5 1,708.7	\$ 3,0	064.6
Equipment revenue		61.3		57.2	59.9		55.4		58.6		57.0	_	118.5		230.9
Total external revenue		945.3		881.9	876.8		864.2		802.0		752.5		1,827.2	3,2	295.5
Intersegment revenue		5.2		5.9	6.3		5.7		5.7		5.8	_	11.1		23.5
Total operating revenues		950.5		887.8	883.1		869.9		807.7		758.3		1,838.3	3,3	319.0
Total operating expense		509.7		491.9	557.6		456.3		441.2		420.9		1,001.6	1,8	376.0
EBITDA <sup>1</sup>	\$	440.8	\$	395.9	\$ 325.5	\$	413.6	\$	366.5	\$	337.4	Ş	836.7	\$ 1,4	443.0
Restructuring and workforce reduction costs	\$	0.9	\$	1.8	\$ -	\$	-	\$	-	\$	-	ę	2.7	\$	-
COA expense	\$	120.9	\$	117.9	\$ 188.7	\$	113.7	\$	102.1	\$	89.8	S	3 238.8	\$ 4	494.3
EBITDA excluding COA	\$	561.7	\$	513.8	\$ 514.2	\$	527.3	\$	468.6	\$	427.2	ŝ	5 1,075.5	\$ 1,9	937.3
EBITDA margin (total revenue)		46.4%		44.6%	36.9%		47.5%		45.4%		44.5%		45.5%	4	43.5%
EBITDA margin (network revenue)		49.9%		48.0%	39.8%		51.1%		49.3%		48.5%		49.0%	4	47.1%
Retention spend % network revenue		6.2%		6.2%	7.3%		5.4%		5.7%		5.5%		6.2%		6.0%
Capital expenditures	\$	147.4	\$	61.5	\$ 143.9	\$	86.5	\$	114.8	\$	59.6	ç	208.9	\$ 4	404.8
Capital expenditure intensity		15.5%		6.9%	16.3%		9.9%		14.2%		7.9%		11.4%	1	12.2%
EBITDA less capex	\$	293.4	\$	334.4	\$ 181.6	\$	327.1	\$	251.7	\$	277.8	Ş	627.8	\$ 1,0	038.2
	L														

#### Notes:

<sup>1</sup> EBITDA includes restructuring and workforce reduction costs.



# TELUS Wireless Operating Statistics

		Qt	r 2		June YTD				
population coverage in millions	2006	2005	Change	% Change	2006	2005	Change %	6 Chang	
Subscriber gross adds (000s)									
Postpaid	205.7	209.9	(4.2)	-2.0%	385.4	394.8	(9.4)	-2.4%	
Prepaid	100.9	88.7	12.2	13.8%	196.0	157.0	39.0	24.8%	
Total	306.6	298.6	8.0	2.7%	581.4	551.8	29.6	5.4%	
Subscriber net adds (000s)									
Postpaid	103.3	103.9	(0.6)	-0.6%	173.7	178.7	(5.0)	-2.8%	
Prepaid	20.6	27.2	(6.6)	-24.3%	42.7	32.6	10.1	31.0%	
Total	123.9	131.1	(7.2)	-5.5%	216.4	211.3	5.1	2.4%	
Digital subscribers (000s) <sup>1</sup>									
End of period					4,543.9	3,873.5	670.4	17.3%	
Percentage of total subscribers					95.9%	93.4%	2.5		
Subscribers (000s) <sup>1</sup>									
Postpaid					3,840.5	3,419.0	421.5	12.3%	
Prepaid					896.6	728.7	167.9	23.0%	
Total					4,737.1	4,147.7	589.4	14.2%	
ARPU (\$) <sup>2</sup>	\$63.18	\$60.84	\$2.34	3.8%	\$61.76	\$59.65	\$2.11	3.5%	
Data ARPU	\$4.45	\$2.30	\$2.15	93.5%	\$4.09	\$2.15	\$1.94	90.2%	
Churn rate <sup>2</sup>	1.30%	1.37%	(0.07)		1.32%	1.41%	(0.09)		
Average minutes of use (MOU) per subscriber <sup>2</sup>	412	405	7	1.7%	399	388	11	2.8%	
COA, per gross addition (\$)	\$394	\$342	\$52	15.2%	\$411	\$348	\$63	18.1%	
Population coverage - digital incl. roaming/resale <sup>3</sup>					31.0	30.2	0.8	2.6%	
Total employees					6,949	6,372	577	9.1%	
Full Time Equivalent (FTE) employees					6,605	6,012	593	9.9%	

#### Notes:

<sup>1</sup> Digital subscriber figures are included in the subscriber totals

<sup>2</sup> Based on combined postpaid and prepaid figures

<sup>3</sup> Includes expanded coverage due to roaming/resale agreements principally with Bell Wireless and Aliant Telecom Wireless of approximately 7.5 million PCS POPs.

### TELUS Wireless Operating Statistics - Historical Trend

			2006	2005				
population coverage in millions	Q2/06	Q1/06	Q4/05	Q3/05	Q2/05	Q1/05	June YTD	Annual
Subscriber gross adds (000s)								
Postpaid	205.7	179.7	262.3	213.2	209.9	184.9	385.4	870.3
Prepaid	100.9	95.1	158.3	93.4	88.7	68.3	196.0	408.7
Total	306.6	274.8	420.6	306.6	298.6	253.2	581.4	1,279.0
Subscriber net adds (000s)								
Postpaid	103.3	70.4	143.2	104.6	103.9	74.8	173.7	426.5
Prepaid	20.6	22.1	91.8	33.4	27.2	5.4	42.7	157.8
Total	123.9	92.5	235.0	138.0	131.1	80.2	216.4	584.3
Digital subscribers (000s) <sup>1</sup>								
End of period	4,543.9	4,404.8	4,297.0	4,040.5	3,873.5	3,720.8	4,543.9	4,297.0
Percentage of total subscribers	95.9%	95.5%	95.1%	94.3%	93.4%	92.6%	95.9%	95.1%
Subscribers (000s) <sup>1</sup>								
Postpaid	3,840.5	3,737.2	3,666.8	3,523.6	3,419.0	3,315.1	3,840.5	3,666.8
Prepaid	896.6	876.0	853.9	762.1	728.7	701.5	896.6	853.9
Total	4,737.1	4,613.2	4,520.7	4,285.7	4,147.7	4,016.6	4,737.1	4,520.7
ARPU (\$) <sup>2</sup>	\$63.18	\$60.31	\$62.54	\$64.01	\$60.84	\$58.42	\$61.76	\$61.51
Data ARPU	\$4.45	\$3.71	n/a	n/a	\$2.30	\$2.00	\$4.09	n/a
Churn rate <sup>2</sup>	1.30%	1.33%	1.42%	1.33%	1.37%	1.45%	1.32%	1.39%
Average minutes of use (MOU) per subscriber <sup>2</sup>	412	386	410	408	405	371	399	399
COA, per gross addition (\$)	\$394	\$429	\$449	\$371	\$342	\$355	\$411	\$386
Population coverage - digital incl. roaming/resale <sup>3</sup>	31.0	30.6	30.6	30.2	30.2	30.2	31.0	30.6
Total employees <sup>4</sup>	6,949	6,906	6,931	5,785	6,372	6,284	6,949	6,931
Full Time Equivalent (FTE) employees⁵	6,605	6,472	n.m.	n.m.	6,012	5,892	6,605	n.m

#### Notes:

<sup>1</sup> Digital subscriber figures are included in the subscriber totals

<sup>2</sup> Based on combined postpaid and prepaid figures

<sup>3</sup> Includes expanded coverage due to roaming/resale agreements principally with Bell Wireless and Aliant Telecom Wireless

of approximately 7.5 million PCS POPs.

<sup>4</sup> Total number of active employees for third quarter of 2005 does not include those inactive due to labour disruption.

<sup>5</sup> The measure of full time equivalent employees is not reported in the third or fourth quarter of 2005, as it does not factor in the effect of overtime hours on staff equivalents because of the labour disruption.

