



## NewsRelease

*This news release contains forward-looking statements. For a description of the related risk factors and assumptions, please see the section entitled "Forward-Looking Statements Disclaimer" later in this news release.*

### **MTS Reports Strong Fourth Quarter Results and Achieves Annual Guidance -- 2008 outlook reaffirmed --**

#### ***Fiscal 2007 Highlights***

- *EPS from continuing operations increased by 15.6% year-over-year*
- *Achieved revenue guidance, high end of EBITDA and free cash flow guidance, and exceeded EPS guidance*
- *Total in quarter revenue from continuing operations up by 2.1%*
- *Achieved double-digit increase in growth services revenues*
- *Growth services represented 40% of total revenues in 2007*
- *2007 annualized cost reductions of \$41.6 million, in line with savings target*
- *Declared first quarter dividend of \$0.65 per share*

**WINNIPEG, Manitoba, February 5, 2008** – Manitoba Telecom Services Inc. ("MTS" or the "Company") (TSX: MBT) today announced its eighth successful quarter of solid business performance. In 2007, growth services revenues increased by 12.6%, and EPS<sup>1</sup> from continuing operations<sup>2</sup> increased by 15.6%. The Board of Directors (the "Board") declared a cash dividend of \$0.65 per share for the first quarter of 2008, which is payable on April 15, 2008 to shareholders of record on March 17, 2008.

"These results underline how 2007 marked a turning point for MTS. With the successful execution of the strategy we developed in 2006, we have proven that we can meet the competitive challenges of our industry and we are now looking at the future with a positive view of a growing business," said Pierre Blouin, Chief Executive Officer. "Results are in line with our business plan at all levels as we continue to capitalize on strong customer relationships and our ability to bring innovative new services to market. We are pleased to have exceeded our increased 2007 EPS guidance range and to be at the high end of our guidance ranges for EBITDA<sup>3</sup> and free cash flow<sup>4</sup>."

EPS from continuing operations exceeded the Company's 2007 guidance and increased by 8.8% to \$0.62 per share in the fourth quarter of 2007, and by 15.6% to \$2.89 for the year. This was a result of higher EBITDA, lower debt charges and lower amortization.

EBITDA from continuing operations in the fourth quarter was \$154.8 million, and for the year, increased by 0.8%, to \$655.1 million as compared to a year ago. Higher year-end EBITDA reflects strong performance in growth services revenues and lower expenses resulting from successful cost reduction initiatives. Overall, these solid results contributed to free cash flow from continuing operations of \$10.1 million and \$258.5 million for the quarter and full year, respectively.

Revenues from continuing operations increased by 2.1% to \$489.2 million in the fourth quarter of 2007 as compared to the same period last year as a result of stronger performance from both

the Enterprise Solutions and Consumer Markets divisions. Full year revenue from continuing operations results were down 0.5% to \$1,906.6 million as compared to 2006. These results reflect the Company's business strategy to increase growth services revenues in the Enterprise Solutions division and the Consumer Markets division to offset declines in its legacy services, and the loss of business revenue as Rogers Communications Inc. ("Rogers") and AT&T Corp. ("AT&T") continued to migrate their communications traffic to their own networks. If the revenues from Rogers and AT&T were excluded, fourth quarter and full year revenue from continuing operations would be positive by 4.8% and 2.3%, respectively.

Growth services revenues, which include wireless, high-speed Internet, digital television, converged Internet protocol ("IP") and unified communications services, were up by 15.0% to \$204.7 million in the fourth quarter of 2007, and by 12.6% to \$759.5 million for the year. Growth services contributed approximately 42% of total revenue in the fourth quarter of 2007 and 40% for the year, which is well ahead of the 37% and 35% contributions, respectively, for the same periods of 2006.

For the full year, the 2007 cost reduction program has achieved \$41.6 million in annualized savings, which is in line with the Company's objective to achieve annualized expense savings of \$40 million to \$50 million.

## FINANCIAL HIGHLIGHTS

<i>in millions of dollars, except per share amounts</i>	<i>three months ended December 31</i>		<i>% change</i>	<i>fiscal year ended December 31</i>		<i>% change</i>
	<b>2007</b>	<b>2006<sup>5</sup></b>		<b>2007</b>	<b>2006<sup>5</sup></b>	
<b>Continuing Operations</b>						
EPS	0.62	0.57	8.8	2.89	2.50	<b>15.6</b>
EBITDA	154.8	156.7	(1.2)	655.1	649.7	<b>0.8</b>
Free Cash Flow	10.1	37.6	(73.1)	258.5	287.1	<b>(10.0)</b>
Growth Services Revenues	204.7	178.0	15.0	759.5	674.3	<b>12.6</b>
Legacy Services Revenues	284.5	301.1	(5.5)	1,147.1	1,242.2	<b>(7.7)</b>
Revenues	489.2	479.1	2.1	1,906.6	1,916.5	<b>(0.5)</b>
<b>Reported</b>						
Basic EPS	0.22	3.18	(93.1)	2.61	4.40	<b>(40.7)</b>
EBITDA	151.8	119.9	26.6	656.7	609.5	<b>7.7</b>
Free Cash Flow	(5.0)	(21.2)	76.4	247.7	170.0	<b>45.7</b>
Revenues	489.2	479.1	2.1	1,905.8	1,926.4	<b>(1.1)</b>

MTS provides financial information on continuing operations in order to assist investors in understanding its underlying financial performance. MTS's definition of continuing operations excludes certain non-recurring items such as restructuring costs and the retroactive impact of regulatory decisions, as well as its directories business, which has been reclassified as discontinued operations following the announced sale of this business in the third quarter of 2006.

"Double-digit gains for growth services combined with our success in achieving our cost reduction initiatives of \$41.6 million and stabilizing legacy services declines have positioned MTS as a stronger company," said Wayne Demkey, Chief Financial Officer. "In fact, overall

revenues on a quarterly basis are growing for the first time in eight quarters. MTS is successfully leveraging its business plan to deliver excellent value to shareholders.”

## **DIVISIONAL HIGHLIGHTS**

The Company’s Enterprise Solutions division continued to deliver solid results and margins in the fourth quarter of 2007. Throughout the year, this division has been leveraging improvements in its market focus, cost management and leadership in IP-based products, as well as its efforts to target the Canadian mid-market segment. Next generation data revenues continued their strong performance, increasing by 27.0% over the fourth quarter of 2006, while its IP-virtual private network (“IP-VPN”) customer count increased to 261, reflecting the continued strong demand for innovative next generation IP-based services offered to business customers.

The Enterprise Solutions division won \$243 million in new contracts in 2007, partly reflecting the success of its “rainmaker” mid-market national business initiative launched in 2006 to increase sales through a new sales team focused on new accounts in key urban centres. This momentum is continuing into 2008 with a recent contract signed in early January with Passport Canada, Security and Intelligence Case Management Solution.

The Company also announced the completion of a project to extend its fibre optic network to the province of Newfoundland, as well as the acquisitions, MCS-Multinet Communications Services Inc. (“Multinet Communications”), which strengthens the Company’s presence in the province of Quebec, and ICU Technologies Inc. (“ICU Technologies”), which enhances the Company’s unified communications services portfolio.

Fourth quarter performance in the Company’s Consumer Markets division reflects the continued strong performance of growth services, and the success of the division’s strategy of bundling products and services for customers. Digital television and high-speed Internet services once again delivered double-digit growth in subscribers and revenues as compared to the same period last year. Wireless customers grew by 11.0%, with wireless services revenues increasing by 12.4%, and consumer high-speed Internet customers increased by 12.1%, with Internet services revenues increasing by 17.9%.

Digital television customers increased by 16.1%, with revenues increasing by 25.3% as compared to the fourth quarter of 2006. The Company’s market share increased by 2% to 76,000 customers, representing 32% of the market.

The Consumer Markets division’s residential access lines demonstrated continued stability as line losses continued to diminish as compared to previous quarters.

Based on a preliminary review of the upcoming wireless spectrum auction rules, the Company is currently in discussions with potential partners concerning its possible participation. The Company will not make any decisions about whether or how to proceed until it has completed its analysis and discussions with potential partners regarding the range of strategies available for entry.

## 2008 OUTLOOK

The Company expects the positive momentum of 2007 to continue throughout 2008, resulting in a return to growth for total revenue, and continuing solid growth for EBITDA, EPS and free cash flow based on solid performance in the fourth quarter of 2007.

Growth services are expected to continue to achieve double-digit gains, and are anticipated to comprise an estimated 45% of total revenue in 2008, as compared to 40% in 2007.

MTS expects to see its most significant improvements in 2008 in its Enterprise Solutions division, which operates nationally under the Allstream brand. This division is expected to increase revenues and EBITDA within a range of 1% to 3% including all revenues from Rogers and AT&T. Initiatives including the “rainmaker” sales program, the acquisition late in 2007 of Montreal-based Multinet Communications, and the launch in 2008 of a more focused cross-selling program targeting specific single-product customers, will contribute to growth.

The Consumer Markets division continues to deliver best in class performance against cable company competition based on the strength of its superior customer value proposition provided by its bundle and win-back strategies, and enhanced by forbearance from regulation in specific Manitoba markets. The wireless business is performing well as a result of the success experienced in new customer additions generated by successful marketing campaigns.

The Company expects to achieve additional cost savings of \$20 million to \$30 million, as compared to \$41.6 million in 2007, through further network optimization, back-office system enhancements, and improvements in operating efficiencies.

Excess free cash flow before dividends is estimated at \$250 million to \$280 million in 2008, which is sufficient to cover all cash requirements, including non-recurring items like restructuring expenses, and all pension costs.

Capital spending is expected to remain in the range of 14% to 15% of revenues, and will be focused on growth services.

<b>2008 Financial Outlook – Continuing Operations</b>	
Revenues	\$1.920 B to \$1.980 B
EBITDA	\$660 M to \$680 M
EPS	\$2.95 to \$3.15
Free Cash Flow	\$250 M to \$280 M
Capital Expenditures	14% to 15% of revenues

For assumptions underlying the Company's 2008 outlook, refer to "Material Assumptions" in the Company's release dated December 7, 2007 and its fourth quarter 2007 Management's Discussion and Analysis ("MD&A"), which are filed on SEDAR and the Company's Web site.

## **OTHER DEVELOPMENTS**

### **Enterprise Solutions division announcements**

#### **MTS Allstream acquires Multinet Communications**

On November 7, 2007, the Company's subsidiary, MTS Allstream Inc. ("MTS Allstream") announced that it had acquired Multinet Communications, a Montreal-based telephony systems and customer network solutions provider. Multinet Communications strengthens MTS Allstream's competitive position by expanding its unified communications solutions delivery and service capabilities on a national basis, and particularly in the province of Quebec – one of the key business markets and areas of investment for MTS Allstream. The selection of Multinet Communications for its skilled workforce and strong presence in Quebec demonstrates MTS Allstream's commitment to success in that province. Multinet Communications was established more than 20 years ago and has a solid base of more than 7,000 customers nationally, primarily in the retail and hospitality industries. More than 50% of these customers are Quebec-based companies, and the majority of Multinet Communications' 80 employees are located in Montreal and Quebec City.

#### **MTS Allstream acquires ICU Technologies**

On January 14, 2008, MTS Allstream announced that it had acquired ICU Technologies. This acquisition enhances MTS Allstream's video capability nationally and strengthens its overall unified communications portfolio, which is a key growth area for the Company. ICU Technologies is the second company that MTS Allstream has acquired in the last three months to grow its unified communications portfolio, and the acquisition is in keeping with MTS Allstream's long track record of prudently investing in businesses that leverage its core competencies. ICU Technologies is an Ontario company focused on the sales, service and support of enterprise-wide, innovative videoconferencing solutions with an existing customer base of mainly mid- to large-size Canadian corporations in the manufacturing, finance, education and medical sectors, as well as federal and provincial government departments. By acquiring ICU Technologies' expertise and resources, MTS Allstream has taken another important step in becoming the preferred unified communications solutions provider for all Canadian enterprise customers.

#### **MTS Allstream completes expansion of fibre optic network to Newfoundland**

On December 4, 2007, MTS Allstream announced that it had expanded its facility-based IP broadband network to Newfoundland. This expansion was the final leg of a coast-to-coast national fibre optic network designed to provide MTS Allstream customers with cost effective, advanced IP-based products and services. This expansion enables MTS Allstream to bring new competitive alternatives and solutions to the businesses of Newfoundland, including innovative next generation IP-based services. Most importantly, this network expansion establishes two new and diverse submarine cables connecting Newfoundland to the mainland, with over 3,000 kilometres of new fibre infrastructure, and delivers the robustness and reliability that is increasingly important in all businesses and communities. MTS Allstream participated in a

consortium led by Persona Communications Corp., now owned by Eastlink, in this major redundant fibre optic build stretching from Halifax, Nova Scotia to St. John's, Newfoundland.

### **PRIMUS Canada awards three-year contract extension to MTS Allstream**

On December 5, 2007, MTS Allstream announced that it had secured a three-year extension to its existing contract with PRIMUS Telecommunications Canada Inc. ("PRIMUS"), the country's largest alternative communications carrier. Under the terms of this contract, MTS Allstream will continue its longstanding relationship with PRIMUS by supplying IP data networking, long distance and local services to support PRIMUS's residential and commercial business across Canada. This announcement reinforces MTS Allstream's position as PRIMUS's national carrier of choice, and further strengthens MTS Allstream's position as a leading national communications provider with the ability to meet customers' requirements, regardless of scale and complexity.

### **Consumer Markets division announcements**

#### **MTS Allstream to work with Microsoft and Alcatel-Lucent to introduce enhanced broadband Internet and TV services**

On January 17, 2008, MTS Allstream announced that it will introduce next generation high-speed Internet and digital television services to Manitoba customers, with more high-definition TV offerings, personal and digital video recorder functionality, improved guide features and other advances. The new services will be powered by a combination of network connectivity provided by Alcatel-Lucent Canada Inc. ("Alcatel-Lucent") and the award-winning Microsoft Mediaroom Internet Protocol Television ("IPTV") and multimedia platform. MTS Allstream plans to introduce an initial set of services on a limited basis in 2008, and is considering a trial location outside of Winnipeg. Not only will the new services provide the basis for advanced digital television services, but it will support improvements to the Company's high-speed Internet service, and the opportunity for new services and features that cross different platforms, including wireless. In addition, the new services will reinforce the success of MTS Allstream's bundling strategy and competitive strength without impacting its capital spending in 2008.

#### **MTS Allstream welcomes forbearance ruling in Portage la Prairie**

On November 8, 2007, MTS Allstream announced that it welcomed a decision issued by the Canadian Radio-television and Telecommunications Commission ("CRTC") which granted retail deregulation, known as forbearance, in the Portage la Prairie, Manitoba, residential local services market. This decision helps MTS Allstream provide better service to its customers, and will provide opportunities to simplify its pricing structure and develop new, innovative services and promotions that cross all of its lines of business. MTS Allstream had filed its forbearance application for the Portage la Prairie market on September 27, 2007.

#### **MTS Allstream expands wireless coverage to 13 new sites in Northern Manitoba**

On January 31, 2008, MTS Allstream announced that it had expanded wireless coverage along Northern Manitoba's Highway 6 to include 13 new cellular sites from Ashern to Thompson. The expansion enables MTS Allstream's customers in the areas to access wireless e-mail, downloads, Web browsing, gaming, streaming audio and streaming video, in addition to the ability to make and receive calls on their wireless devices.

### **MTS Allstream brings PC/Xbox high-speed Internet offer to Manitobans just in time for Christmas**

On October 31, 2007, MTS Allstream announced a great purchase plan just in time for the Christmas shopping rush. Eligible MTS high-speed Internet customers could purchase an Xbox 360™ Elite gaming system, a Compaq Presario desktop computer or an HP Pavilion notebook computer, and have it delivered to their door and conveniently charged to their monthly Internet bill. MTS Allstream is always looking for ways to enhance the quality and variety of services that it provides to its customers and in this instance, its established relationships with Microsoft and HP have helped bring another exciting new offering which does enhance the value of its bundles and rewards its most loyal customers.

### **MTS Mobility brings location-based services to wireless customers**

On November 21, 2007, MTS Allstream announced the launch of three new location-based services, known as Locate Services, which are available exclusively to MTS Mobility customers. Through a combination of wireless and Internet technology, MTS Allstream offers the ability to determine the location of a wireless device via applications that offer increased security and convenience. These exclusive services include Seek & Find®, which allows subscribers to locate family and friends by viewing the location of their wireless device in real-time from an Internet connection; #TAXI®, which enables customers to automatically and easily order a taxi in many cities across Manitoba and Canada; and GoTrax®, which allows business customers to locate their mobile employees in real-time on an interactive map from a desktop or laptop computer.

MTS Allstream's Locate Services use assisted global positioning satellite ("AGPS") technology by combining the accuracy of GPS and code division multiple access network technology ("CDMA") to determine locations. These services are available to customers with AGPS-enabled devices within MTS Mobility 1x and 1xEV-DO coverage areas. Service is also available when roaming within Canada where coverage exists.

### **MTS Mobility Get Stuff downloads receives face lift**

On December 21, 2007, MTS Allstream announced the availability of increased functionality on Get Stuff, the mobile content site provided to MTS Mobility customers. MTS Allstream has teamed up with Motricity, Inc., a leading provider of mobile content services and solutions, to offer a catalogue of more than 600,000 ringtones, screensavers, games and applications. The updated getstuff.mts.ca site has a simplified look and feel, enhanced search capability and bundling, and offers an even wider selection of downloads. Get Stuff provides more choice when it comes to downloading fun items to cell phones and with this new service, customers can subscribe to a Tone Club which allows them to download three ringtones each month for a recurring monthly charge. In addition, MTS Allstream will promote new content and contests via getstuff.mts.ca and through the mobile browser deck on MTS Mobility cell phones.

### **MTS TV partners with The Weather Network to provide a new weather channel**

On November 26, 2007, MTS Allstream announced that MTS TV customers can tune into a new channel dedicated to the weather. MTS TV Weather has a local focus while offering provincial, national and international weather summaries throughout the day, and displays text information in a rotating format, including the date, time and current temperature. While viewing MTS TV Weather, customers can relax to the sounds of PopAdult provided by Galaxie™, the continuous music network of the Canadian Broadcasting Corporation. MTS TV Weather is

produced in association with Pelmorex Communications Inc., the parent company that owns and operates The Weather Network, and is included in the basic MTS TV package.

#### **RDI latest addition to MTS TV channel lineup**

On November 15, 2007, MTS Allstream announced the addition of Le Réseau de l'information ("RDI") to the channel line up of MTS TV, the digital television service it offers in Winnipeg, Manitoba. With news bureaus across Canada, RDI is North America's first French-language news network and provides live coverage of major events, newscasts every half-hour, as well as a diverse selection of informational programming on a wide range of topics. Winnipeg is home to a vibrant Francophone community and MTS Allstream is pleased to make RDI accessible by all MTS TV subscribers in the basic package.

#### **Next generation BlackBerry® Pearl™ 8130 smartphone now available with MTS Mobility**

On November 20, 2007, MTS Allstream announced the availability of the BlackBerry Pearl 8130 smartphone through MTS Mobility. As MTS Allstream continues to offer the latest in wireless technology to Manitobans, this next generation device comes complete with advanced phone features, media player, digital camera with video recording, built-in GPS and expandable memory. This phone also includes Facebook® for BlackBerry smartphones, a new software application which enhances the capabilities of Facebook for mobile users, and SureType® keyboard technology featuring word completion and spell check. The BlackBerry Pearl 8130 has an impressive set of data capabilities, which both individual and business customers will appreciate.

#### **MTS Allstream to sponsor 2008 Canadian Men's Curling Championship**

On November 22, 2007, MTS Allstream announced that it will be a key sponsor and the exclusive telecommunications provider for the Legends of Rock 2008 the Canadian men's curling championship to be held March 8 to 16, 2008 in MTS Centre in Winnipeg. MTS Allstream is thrilled to be part of yet another world class sporting event at MTS Centre and as the exclusive telecommunications sponsor, it will provide financial support and in-kind support for the event's telecommunications infrastructure.

#### **Corporate announcements**

##### **A century of connecting Canadians: 100<sup>th</sup> birthday for MTS**

On January 15, 2008, the Company celebrated its 100<sup>th</sup> birthday with CEO Pierre Blouin marking the historic milestone by ringing The Toronto Stock Exchange opening bell. Initially established to provide telephone service to the people of Manitoba, MTS has evolved into one of Canada's most important innovators in telecommunications, and has had a significant impact on the way Canadians live and work every day. Among the large number of advances attributable to the Company are the first Telex message (1956), the world's first rural fibre optic transmission (2001), and Canada's first Internet and e-mail service for personal digital assistants (2001), virtual private network (1990) and national IP trunking solution (2006). In addition to celebrations across Canada, including an event hosted by Mr. Blouin at the Company's headquarters in Winnipeg, a special anniversary Web site was launched at [www.connectingcanadians.ca](http://www.connectingcanadians.ca).

## **Quarterly Conference Call**

MTS's fourth quarter 2007 conference call with the investment community is scheduled for 4:00 p.m. Eastern time on February 5, 2008. Investors are invited to listen to the conference call. The dial-in number is 1-800-733-7560. A live audio Webcast of the investor conference call can be accessed by visiting the Investors section of the MTS Web site ([www.mtsallstream.com](http://www.mtsallstream.com)). A replay of the conference call will be available until midnight Eastern time on February 15, 2008, and can be accessed by dialing 1-877-289-8525 or 1-416-640-1917 (access code 21257662#).

## **Note**

MTS's interim MD&A for the three months ended December 31, 2007 and supplementary financial information are available in the Investors section of the MTS Web site at [www.mtsallstream.com](http://www.mtsallstream.com).

### ***About Manitoba Telecom Services Inc.***

*Manitoba Telecom Services Inc. is one of Canada's leading national communication solutions providers, delivering innovative products and services through its Enterprise Solutions and Consumer Markets divisions. The Enterprise Solutions division, which operates under the Allstream brand nationally and under the MTS brand in Manitoba, is a leading competitor in the national business and wholesale markets. This division offers customers a portfolio of solutions tailored to the needs of medium and large businesses looking for success in a world of rapidly evolving technology – Internet protocol-based communications, unified communications, voice and data connectivity services. The Consumer Markets division leads every telecommunications market segment in Manitoba, delivering a full suite of next generation wireless, high-speed Internet and data, digital television and wireline voice services under the MTS brand, as well as small business services across Canada under the Allstream brand, and security and alarm monitoring services through a subsidiary AAA Alarm Systems Ltd., which also operates in other western provinces. The Company's extensive national broadband fibre optic network spans more than 24,300 kilometres, and provides international connections through strategic alliances and interconnection agreements with other international service providers. Manitoba Telecom Services Inc.'s common shares are listed on The Toronto Stock Exchange (trading symbol: MBT). For more information, please visit: [www.mtsallstream.com](http://www.mtsallstream.com).*

## **Forward-Looking Statements Disclaimer**

This news release includes forward-looking statements and information (collectively, the "statements") about our corporate direction, business opportunities, financial objectives, and future financial results and performance that are subject to risks, uncertainties and assumptions. As a consequence, actual results in the future may differ materially from any conclusion, forecast or projection in such forward-looking statements. Forward-looking statements reflect our expectations as at February 5, 2008. Examples of statements that constitute forward-looking information may be identified by words such as "believe", "expect", "project", "anticipate", "could", "target", "forecast", "intend", "plan", "outlook", "pending", and other similar terms. Factors that could cause anticipated opportunities and actual results to differ materially from those expected, and the material factors or assumptions that were applied in drawing a conclusion or making a forecast or projection set out in such forward-looking statements, include, but are not limited to, the items identified in our interim MD&As for the first, second, third, and fourth quarters of 2007, and our 2006 annual MD&A. Except as required by law, we disclaim any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

Factors that could cause actual results to differ materially include, but are not limited to, the intensity of competitive activity from both traditional and new competitors (competitive conditions); the ability to retain major customers (customer relationships); decisions by the federal regulator that affect our ability to compete effectively or to enter into new business opportunities (developments in federal regulation); general economic and market conditions and the level of consumer confidence and spending, and the demand for, and prices of, our products and services (market conditions and economic fluctuations); the ability to manage labour relations effectively (collective agreements); the ability to anticipate, and respond to, changes in technology (technology); and other risk factors listed from time to time in our comprehensive public disclosure documents, including our 2006 Annual Report and in other filings with the Canadian securities regulatory authorities. Unless otherwise stated, all amounts are expressed in Canadian dollars. For further information, refer to the "Risks and Uncertainties" sections in our 2006 annual MD&A and our interim MD&As for the first, second, third, and fourth quarters of 2007.

Additional information relating to our Company, including our Annual Information Form, is available on SEDAR at [www.sedar.com](http://www.sedar.com). This news release and the financial information contained herein have been reviewed by our Audit Committee and approved by our Board of Directors.

-30-

**FOR FURTHER INFORMATION, PLEASE CONTACT:**

**Investor contact:** Ian Chadsey  
Vice-President Investor Relations  
(204) 941-8283  
[investor.relations@mtsallstream.com](mailto:investor.relations@mtsallstream.com)

**Media contact:** Greg Burch  
Manager Corporate Communications  
(416) 345-3576 or  
(204) 941-8576  
[media.relations@mtsallstream.com](mailto:media.relations@mtsallstream.com)

---

<sup>1</sup> EPS is earnings per share.

<sup>2</sup> Refer to MTS's fourth quarter 2007 interim MD&A for the definition of continuing operations.

<sup>3</sup> EBITDA is earnings before interest, taxes, amortization, other income and discontinued operations. EBITDA should not be construed as an alternative to operating income or to cash flows from operating activities (as determined in accordance with Canadian generally accepted accounting principles) as a measure of liquidity.

<sup>4</sup> Refer to MTS's fourth quarter 2007 interim MD&A for the definition of free cash flow.

<sup>5</sup> The prior period figures have been reclassified to conform to the current year's presentation of discontinued operations.