

Remarks by

Darren Entwistle
President & CEO

TELUS
2007 Annual General Meeting

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Bonjour et bienvenue a l'assemblée générale annuelle de TELUS.

Votre société a un long passé et une base solide ici au Québec.

Today, TELUS is:

- a world leading telecommunications provider;
- recognised for our innovation and thought leadership;
- generating excellent financial results; and
- consistently outpacing our global peers.

In my remarks today, I will explain how our winning strategy and disciplined focus on TELUS' core business, in the Canadian market, has, over a seven year period:

- *positioned your company at the forefront* of technological innovation, making the future friendly for our customers;
- *positioned your company at the forefront* of our global peers with respect to the excellence of our strategy, financial performance and ongoing creation of shareholder value; and

- *positioned your company at the forefront* in the commitment to our social responsibilities, reflecting our desire to be Canada's premier corporate citizen.

I will conclude my remarks with TELUS' corporate priorities for 2007, and provide highlights of this year's first quarter results, which were released this morning.

The outstanding returns enjoyed by investors can be attributed to TELUS' execution of our proven national growth strategy, and our team's relentless focus on the six strategic imperatives that have guided our organization since our journey took shape back in 2000.

Indicative of our success in emerging as a national company, is the growth of the TELUS team in Quebec and Ontario, from 300 people in 2000, to 10,000 team members today.

Nous exploitons la puissance d'Internet pour offrir les meilleures solutions aux Canadiens, à la maison, au travail ou sur la route.

Once again in 2006, the adherence to this strategy, coupled with our strong execution to plan, enabled your company to drive outstanding earnings and cash flow growth, resulting in our fourth consecutive year of double digit increases in our share price.

In the last seven years, shareholders who invested in TELUS have benefited from a 60 per cent increase in your company's share price.

By contrast, in this same period, the average telecommunications stock in the world has lost 40 per cent in value, while the average public company on the resource-rich, Toronto Stock Market is up 34 per cent.

This means your company outperformed our global telecom peers by 167 per cent, and outperformed the Toronto Stock Exchange by 76 per cent.

TELUS' consistent strategy has resulted in strong and sustained growth in total customer connections since 2000, as evidenced by these charts.

Indeed, total customer connections are up 3.6 million or 50 per cent in the last seven years.

As shown here, in 2006 alone, your company added 500,000 new customer connections across wireline and wireless voice and data services.

Importantly, losses in our traditional businesses are being more than offset by this growth.

Encouragingly, high speed Internet growth was again strong, up 20 per cent in our customer base, with 154,000 new connections in 2006.

This is the best result for TELUS in four years . . . le meilleur résultat depuis quatre ans.

At the same time, our fast growing wireless customer base was up 12 per cent, representing 535,000 net customer additions last year.

This is our second highest result in the last seven years . . . notre deuxième résultat le plus élevé des sept dernières années.



Check against delivery

Our record performance in 2006 is a testament to your company's winning strategy.

At the consolidated level, we delivered robust revenue growth of seven per cent, with our operating profit up a strong nine per cent to \$3.6 billion dollars, driven by our wireless operations and as well, the resiliency of our wireline business.

Moreover, your company generated record net income of \$1.1 billion dollars, up an incredible \$422 million dollars from the year before.

Finally, free cash flow was up a robust nine per cent to \$1.6 billion dollars.

TELUS' strategy has produced a distinct shift in our revenue streams to reflect a more robust balance between our mature voice business and our higher-growth wireless and data businesses.

As shown here, wireless and data revenues have more than doubled from 28 per cent seven years ago, to 64 per cent of TELUS' total revenue today.

This means, wireless and data revenues have quadrupled over the last six years to account for today, \$5.6 billion dollars in our revenue mix.

It should be encouraging for shareholders, who have invested significant cash into the wireless growth opportunity for almost two decades now, to now see the healthy balance between our wireless and wireline operating income.

Seven years ago, wireless represented only 17 per cent of our consolidated operating profit. Today, wireless represents 52 per cent of TELUS' profit.



Check against delivery

This reinforces the efficacy of the investments TELUS has made in the expansion of our national operations with a concentration on wireless and data networking services.

Clearly, TELUS' significant investment in wireless, combined with a relentless focus on profitable customer growth is paying off for customers and shareholders alike.

It is creating record levels of revenue, operating margin and cash flow, as well as releasing tremendous value for shareholders.

In 2006, TELUS posted strong wireless revenue growth of 17 per cent and operating profit growth of 21 per cent.

Moreover, wireless cash flow grew tremendously, up 27 per cent to \$1.3 billion dollars.

It is evident from these charts, comparing North American telcos, that TELUS is achieving the goal of profitable customer growth within the Canadian wireless industry.

Indeed, in 2006, your company ranked number one in North America in terms of profitability with an operating margin of 45 per cent.

Particularly important for creation of shareholder value, TELUS generated a wireless cash flow yield of 34 per cent of revenue, which again places your company number one overall in North America.



Check against delivery

In terms of TELUS' performance since 2000, your company generated on average, 16 per cent annual growth in revenue, and a remarkable 49 per cent annual growth in operating profit.

TELUS' intense dedication to client care is resulting in excellent customer retention as reflected by a low monthly churn rate of 1.3 per cent in 2006.

In fact, your company has consistently ranked in the top three globally over the last seven years in terms of our excellence in customer loyalty and retention.

Cela, reflète l'excellente performance de TELUS en matière de satisfaction de la clientèle.

TELUS' strong revenue per customer combined with an excellent customer loyalty create tremendous economic value for our investors when they are combined.

The average wireless customer relationship with TELUS has increased to 75 months, resulting in lifetime revenue per customer of \$4,850 dollars, which is an industry high.

Specifically, this is 19 per cent higher when compared to our closest industry peer.

This result, combined with a prudent level of capital expenditures, is expanding cash flow for shareholders.

Let me illustrate, the investment phase of building our national wireless business consumed \$1 billion dollars of shareholder money over the three year period from 2000 to 2002.



Check against delivery

Since 2003, however, TELUS' wireless business has shifted firmly into the cash generation phase.

Indeed, to the end of 2006, your company's wireless business has generated \$3.6 billion dollars of cash flow.

The Canadian wireless industry is, without a doubt, a remarkable success story, one that is marked by innovation and one that is marked by customer choice.

Since the inception of the industry in 1985, wireless firms in Canada have invested approximately \$20 billion dollars in bringing exciting new services and new technology to 31 million Canadians.

Clearly, in this industry, relying on market forces to the maximum extent possible has produced one of the most successful growth and innovation stories in the Canadian economy over the past 20 years.

Indeed, there remains material room for growth in the Canadian wireless industry, and that's good for shareholders and customers alike.

Given that Canada's wireless market started several years after the U.S., industry observers forecast that wireless penetration will continue increasing in Canada by 450 to 500 basis points each year, to reach 70 per cent penetration by 2009.

During this time, analysts expect the Canadian wireless industry will invest a further \$5 billion dollars to launch new technology, build new infrastructure and bring innovative services to the market for the benefit of our customers.

Au Canada, le marché du sans-fil, pourrait passer à plus de cinq millions de nouveaux clients au cours des trois prochaines années.

Your company is well positioned to win a fair portion of this expanding business through the excellence of our operations, our strategy, and the innovative wireless solutions for our clients.

To illustrate, TELUS' next generation, high speed wireless data network now covers more than 50 regions across the country, reaching two-thirds of the Canadian population.

This national initiative involves an investment of \$150 million dollars.

Ici au Quebec, en deux mille six, TELUS a investi dix millions de dollars, pour étendre son réseau sans fil numérique, dans plusieurs régions.

Je suis fier d'annoncer que nous allons investir vingt trois millions de dollars supplémentaires, pour que trente nouvelles communautés bénéficient de notre réseau sans fil.

Building on TELUS' unique mobile entertainment and messaging services under the SPARK portfolio, or Euphorique ici au Quebec, our high speed wireless network provides a suite of differentiated, value-add solutions for consumers and businesses that want to *do more* with their mobile devices. This includes:

- downloading digital music;
- playing interactive video games in colour;
- trading multimedia messages; or
- watching 24 channels of mobile TV on your handset.

Moreover, in very responsible fashion socially, we recently introduced Kid Find, a new GPS locating service, bringing increased security and peace of mind to parents.

Adding to this list of innovative wireless solutions, TELUS will soon be offering the Blackberry World Edition this summer.

This new device integrates TELUS' powerful high speed data capabilities with superior CDMA coverage in North America, and adds to that GSM international capabilities to keep our clients connected, whether they are at home or traveling the world.

The Blackberry World Edition delivers a powerful combination of productivity tools and multimedia capabilities in a sleek new design.

Additionally, TELUS recently launched Amp'd Mobile services, adding the 16th wireless brand for Canadians to choose from in the Canadian wireless industry.



Check against delivery

Amp'd is engaging the young adult market with tailored content and a unique user-interface that allows customers, that allows young people, to personalize their entertainment preferences.

Amp'd is a highly differentiated, premium solution, and this complements TELUS' own position in the market with our innovative brand and our high revenue per customer.

Innovative solutions like these are, without a doubt, a catalyst for continued wireless growth as the cell phone increasingly becomes the one device people cannot leave home without.

I am pleased to report that the momentum in wireless continues into 2007.

La croissance du secteur sans fil se poursuit en deux mille sept.

Our first quarter results released today once again evidence double digit growth in revenue, operating profit and customers.

In the first quarter, TELUS experienced a revenue increase of 13 per cent, based on a 12 per cent growth in wireless customers, as well as a three per cent increase in the average revenue per customer or ARPU that we generate.

Notably, this was the 17th consecutive quarter of increased ARPU at TELUS. This result is entirely due to the strength of the new data applications that we are bringing to market.

TELUS also generated a 17 per cent increase in wireless operating profit with cash flow up five per cent to \$353 million dollars for the quarter.



Check against delivery

We continue to invest in this high growth business with our full year capital expenditures in wireless projected to increase by 29 per cent year over year.

We are investors in this sector, and we are investors in this country. Clearly, Q1 was another strong quarter of wireless performance at TELUS.

Let us now turn our attention to the wireline business.

TELUS' focus on delivering profitable growth from data services and national expansion in Quebec and Ontario, is aimed at offsetting revenue and margin pressure in our incumbent operations that are inherent to the global industry on the wireline front.

Your company is addressing the challenging dynamics of the industry in three ways:

First, we are driving broadband access in our consumer markets of Eastern Quebec, Alberta and B.C., and using this next generation technology platform to launch innovative solutions, such as TELUS TV.

Second, TELUS is leading the way in delivering best-in-class data solutions to select markets in the business and public sectors across Canada, generating new revenue and profitable growth.

For example, TELUS is achieving significant scale in our Quebec and Ontario wireline operations, with \$950 million dollars of revenue, \$200 million dollars of operating profit and a greatly improved cash flow at \$25 million dollars.

Finally, TELUS is building on the success of our past Operational Efficiency Programs by continuing to harvest opportunities for improved efficiencies throughout the organisation.



Check against delivery

On the consumer front, our large and growing high speed Internet customer base is the platform for TELUS' Future Friendly Home strategy.

Building from 84,000 customers back in 2000, TELUS has seen an 11-fold increase to almost 950,000 high-speed Internet customers today across B.C., Alberta and Eastern Quebec.

We are investing an additional \$600 million dollars over the next three years to expand and enhance our broadband infrastructure across the West and into Eastern Quebec.

Nous offrons présentement, le service Internet haute vitesse dans plus de cent régions du Québec.

Through innovative marketing programs, TELUS is increasing the number of people connecting to high speed Internet.

Nous améliorons ainsi les connaissances techniques de nos communautés partout au Québec.

This enhanced platform fuels our growth and supports exciting TELUS services, such as television and webcast entertainment solutions.

Your company has been rolling out TELUS TV to deliver a fully digital television experience to communities in Alberta, B.C., and now more recently in Eastern Quebec.

TELUS TV offers customers meaningful product differentiation through exciting new functionality, choice and service excellence that reflects our customers' viewing preferences.

To this end, it is important to note for shareholders, your company is taking a disciplined approach, and building a new business through innovation rather than short sighted, price discounting.

The TV business represents an attractive opportunity for TELUS to build a legacy for future shareholder value creation to the benefit of all.

TELUS is also delivering cool new services via the Internet, further demonstrating that we wish to be differentiated from our competitors.

Je suis heureux d'annoncer, que TELUS et La ligue de hockey junior majeur, du Quebec, ont conclu, une entente, pour présenter les parties de hockey, sur Internet.

Quebec's major junior hockey teams will have all their games broadcast live via the Internet, exclusively by TELUS. This will include all 630 games during the next hockey season.

TELUS est la seule entreprise à offrir ce service au Québec.

This agreement reinforces our commitment to amateur sports and support of athletes, from the playground to the podium, all across Canada and here in Quebec.

Let us turn now to the business market, where TELUS is leveraging the growth in key industries including the public sector, healthcare, financial services and energy.



Check against delivery

Our public sector customers rely on us to drive improvements in the delivery of healthcare, education, public safety, and a multitude of other services for citizens across Canada.

To this end, in 2006, TELUS secured a landmark, \$140 million dollar contract with the Government of Ontario to provide fully managed network services and security solutions, significantly strengthening our position and presence in Ontario.

In addition, TELUS recently secured 60 per cent of the Federal Government's wireless business, following a competitive bid process.

This contract underscores the importance of wireless number portability for your company.

Our business customers rely on our technology to achieve their goals of growing revenue, reducing costs, improving service and mitigating risk in their organisations.

We are proud of our track record in designing and implementing innovative solutions that are essential to the requirements of these sectors, and helping customers to realise their business and public sector objectives.

Your company has shown *the thought leadership* that has yielded cost savings and improved social services for public sector organisations across this country.

By way of example, ici au Quebec, your company is enabling self-service applications for new parents who use the Quebec Parental Insurance Plan.



Check against delivery

Through TELUS' managed contact center solution, new parents can now access financial support in a convenient and confidential manner online.

In addition, our partnership with Marguerite-Bourgeoys school board makes your company the official service provider for all school boards in the greater Montreal and Laval regions, supporting more than in total, 650 schools across these regions.

Grâce à notre réseau IP, les élèves peuvent utiliser des outils d'apprentissage en ligne et se brancher sur le monde.

Moreover, TELUS has produced *the thought leadership* that has brought differentiated solutions to the challenges faced by the healthcare sector - challenges that are not going away in our country.

TELUS' technology and scale are allowing public sector agencies to drive efficiencies in regionalized healthcare, reducing costs and improving patient care.

For example, TELUS is the first in Canada to bring to market the Integrated, Hospital Bedside Terminal.

This technology provides secure access to clinical applications, and as well communication, entertainment and Internet services right at the patient's bedside.

Ici au Quebec, TELUS offre des services uniques en collaboration avec la Régie de l'assurance maladie au Québec.

This partnership enables centralised patient information, security of information, and better care for the citizens of this province.



Check against delivery

TELUS has been instrumental in supporting the development of a province-wide healthcare network solutions since the first telehealth session between Rimouski and Québec City, which took place 15 years ago

Today, through TELUS' IP technology, your company is enabling remote patient diagnostics and care across Quebec.

TELUS is connecting patients in rural communities to doctors in major urban centres without incurring the expense, disruption and risk of associated patient travel.

TELUS has *also* demonstrated *the thought leadership* that has seen our leading IP solutions established successfully at the Laurentian Bank of Canada, L'Industrielle Alliance and Canadian Tire Financial Services.

For example, we have connected more than 350 branches and business locations of L'union Canadienne across Canada with our leading IP network.

We are providing solutions such as video-conferencing, security and contact centre services, enabling L'union Canadienne to improve their productivity and as well the service they afford their customers.

At Canadian Tire Financial Services, TELUS is delivering a total IT solution that includes a creative banking application, managed hosting and 24 by 7 user support.

This provides an exciting opportunity for TELUS and Canadian Tire to meet the on-line service needs of its four million customer relationships.



Check against delivery

Undoubtedly, TELUS' technology solutions have become the communications model for the financial services industry.

Our leading IP network is also helping large Quebec-based enterprises continue to grow.

We have implemented IP network solutions with customers here including Volvo Group North America, Dèssau-Soprin and Rona.

For example, our innovative technology solutions are enabling Rona to enhance efficiencies and deliver superior customer service in its 100 stores across Canada.

Indeed, this year TELUS realized a new milestone, migrating over 250 business customers within the enterprise market onto TELUS' leading IP network.

By contrast, our competitors are still in the early stages of migrating customers to their emerging IP technology.

Finally, your company has also shown *the thought leadership* that has catapulted TELUS to the leading position in the energy sector.

TELUS is providing turn-key communications infrastructure for remote oil mining camps and mission-critical business applications, focusing innovative services directly on the needs of the natural resources sector.

TELUS believes IP innovation is not just for large businesses.

Small business customers have been challenged in the past to avail themselves of advances in technology that have typically accrued to large businesses, and



Check against delivery

TELUS is responding by tailoring our IP solutions to the unique requirements of market.

The first solution of its kind in Canada, TELUS Business One combines all the necessary IT and communications needs in one easy to use service for our small business customers.

This includes email messaging, mobile voice and data, security, desktop backup and shared hosting . . . all in one simple package, with one bill and one flat rate per month.

Business One exemplifies our future friendly promise for small businesses across this country.

The best measure of a strategy and its execution is the amount of cash invested, generated and returned over a defined period.

We remain committed to creating long term value for our shareholders, and indeed our track record in this respect has been nothing short of exemplary.

As shown here, for the three year period from 2000 to 2002, TELUS invested \$1.1 billion dollars in three areas:

Firstly, in building our high speed data infrastructure in Eastern Quebec and Western Canada;

Secondly, in building our national wireline and wireless platforms into Quebec and Ontario; and



Check against delivery

Finally, we invested our shareholders money in building a lower cost structure for the future.

In 2006, TELUS' superior asset mix generated significant free cash flow at \$1.6 billion dollars and, as shown, \$5.2 billion dollars in total since 2003.

Ici au Québec, depuis deux mille, TELUS a investi presque quatre milliards de dollars.

Voici vraiment la preuve de notre engagement à investir au Québec et à nous positionner solidement dans le marché québécois.

TELUS continues to make the necessary investments in key areas that support the exciting evolution and future of our business.

Contrary to many of our peers, TELUS has increased our capital expenditures in 2007 by \$130 million dollars to \$1.75 billion dollars in total.

The significant and differentiated exposure we realise from our wireless cash flow affords your company the ability to invest for the future in both our wireless and wireline businesses, ensuring that TELUS remains a long-term growth story.

Importantly, in the first quarter of 2007, the wireline side of our business again demonstrated strong resiliency in what can only be construed as a tough market.

Indeed, revenue and operating profit were up, albeit slightly, year over year.

Notably, data revenues as part of our strategy were up a strong 11 per cent, underpinned by 18 per cent growth in high speed Internet, and as well our enhanced data and hosting services within the business domain.

Importantly, cash flow was maintained at just over \$200 million dollars.

Let us now turn to another important theme for TELUS investors.

We have demonstrated for many years our track record for balancing the interests of our debt holders with shareholders.

For debt holders, TELUS is poised to refinance \$1.5 billion dollars of debt, which is due next month, saving your company \$33 million dollars in annual interest charges.

Your company has a long standing, public commitment to our shareholders to return cash, and in this regard we are doing this in two ways:

Firstly, TELUS has delivered three successive dividend increases over the past three years of 33, 38 and 36 per cent, respectively.

Aujourd'hui, le conseil d'administration a de nouveau annoncé un dividende de trente sept point cinq sent.

Secondly, we have executed on three consecutive, normal course issuer bids to re-purchase TELUS shares and cancel them. Many companies announce these programs but not very many companies realise them.

Since 2004, TELUS has repurchased and cancelled nearly 43 million shares for some \$2 billion dollars.

Indeed, if we continue to execute our share repurchase program at the same level as the first quarter of 2007, we will reduce our share base by circa four per cent by the end of this year.

As a leading communications company, TELUS embraces the leadership role we hold in conducting business in a socially responsible manner.

Our unwavering commitment to be Canada's premier corporate citizen is reflected in our approach to achieving long-term growth that is sustainable.

TELUS and our team members strive to conduct business with a focus on economic, environmental and social sustainability practices.

We also believe that in order to do well in business, we, as a collective, must do 'good' in the communities where we live, work and serve as professionals and as citizens.

Since 2000, TELUS and our team members have demonstrated our corporate values in action by volunteering more than 1.7 million hours of service and contributing more than \$91 million to charitable organisations across Canada.

Cette contribution inclut quinze millions de dollars ici au Québec.

In terms of our environmental leadership, starting this year in June, in partnership with Tree Canada, TELUS will plant a tree for every mobile phone returned through our recycling program.

This initiative will make a positive difference in communities across Canada, by reducing waste and helping create a clean, friendly future.



Check against delivery

The following video highlights our commitment to be Canada's premier corporate citizen.

Let us take a look at our dedication to give where we live.

What a remarkable demonstration of TELUS' compassion and commitment to give where we live . . . nous donnons où nous vivons.

Karen Radford plays a key leadership role, bringing TELUS' community initiatives to fruition.

Karen est membre de l'équipe TELUS au Québec, et du Comité d'investissement communautaire de Montréal mis sur pied par TELUS.

TELUS was very proud to see Karen named one of Canada's Top 40 under 40, and for the past three years, one of the 100 most powerful women in Canada.

Recently, Karen received a major honour, and was named Woman of the Year by the Canadian Women in Communications organisation.

Anyone who knows Karen, including the Board, knows Karen is a role model for TELUS, is a role model for our communities, and is a role model for the 11,000 women on our team, incluant les deux mille femmes ici, au Québec.

Je vais maintenant demander à Karen de décrire nos investissements communautaires ici au Québec.

Merci, Karen.

Nous vous remercions de l'excellent travail que vous accomplissez.

Je suis heureux que les efforts de TELUS nous ont mérité le respect de la communauté internationale.

In 2006, for the sixth consecutive year, your company was the only North American telco to be included in the global Dow Jones Sustainability Index, recognizing your company's economic, environmental and social leadership.

Moreover, since 2000, TELUS has been recognised twice as Canada's Best Environmental Citizen by Corporate Knights, an organisation specialising in and evaluating corporate social responsibility.

I encourage you to view a copy of TELUS' social responsibility report online, and do some good for the environment.

Notably, this report has been ranked number one in North America by PRNews, a leading public relations journal.

In addition, SustainAbility, a UK-based research company, named TELUS' report on social responsibility one of the top 50 globally.

Moreover, our team members and alumni were integral to the success of TELUS' first inaugural National Day of Service, held on September 30, 2006.

On this day, more than 5,000 TELUS team members, their families and their friends gave their time and gave their energy to 1,400 volunteer activities across Canada, again demonstrating our collective commitment to changing the lives of those people less fortunate than ourselves.

I personally had the privilege of joining Karen and the Montreal team at the Mission Bon Accueil et l'hôpital Sainte-Justine.



Check against delivery

Cette expérience a été pour nous tous, une leçon d'humilité.

I am tremendously proud of the passion, participation and the considerable impact the TELUS team had on the lives of Canadians on this one very special day that is now institutionalised in our community calendar.

This year, TELUS' National Day of Service will take place on September 29, and I ask you, come join us and see how can work together to help those less fortunate than ourselves.

Clearly, our team members have embraced TELUS' winning strategy for sustainable growth and as well in concert our community spirit. Notably, they are TELUS' 12th largest shareholder, owning some 6.6 million shares as a collective.

Nous souhaitons la bienvenue aux membres de l'équipe du Québec.

J'aimerais qu'ils se lèvent et qu'on les applaudisse pour leur contribution exceptionnelle.

Merci.

TELUS, your company, believes in reducing uncertainty for investors by setting clear and measurable targets or as we say at TELUS, "what gets measured, gets done."

Your company has established a track record of meeting or exceeding our financial and operating targets.



Check against delivery

Indeed, over the last six years, TELUS has met or exceeded 88 per cent of the 32 targets that we have set publicly with investors.

I am also pleased to report that our internal financial reporting process is in full compliance with the rigorous requirements of Section 404 of the US Sarbanes Oxley Act.

External parties have told us this is a best-in-class certification, providing confidence for stakeholders in the integrity of our financial statements.

Let us now turn to TELUS' corporate priorities for 2007 that are designed to deliver the future success of your company.

Our priorities are clear, transparent, public, and as follows:

Number one, aiming to advance our leadership position in our Consumer, Business and Wholesale markets;

Number two, driving improvements in productivity and service excellence that we afford our customers; and

Number three, strengthening the spirit of the TELUS team and our brand, developing the best talent in the global telecommunications industry.

À TELUS, nous mettons de l'avant une culture d'appartenance en favorisant une approche centrée sur notre entreprise, nos clients, notre équipe, et MA responsabilité.

As shown here, we have set challenging 2007 growth targets.



Check against delivery

The 2007 financial outlook is again decidedly positive for your company with high single digit growth in revenue and operating profit, and double digit growth forecast in earnings per share.

Based on our past performance and favourable global comparisons, we are confident that TELUS is positioned to build on the momentum we enjoy, continuing to generate value for investors in the years ahead.

As we strive together to achieve our full year targets, this slide demonstrates that we have started 2007 with a strong financial performance in the first quarter.

Once again, on a consolidated basis, TELUS delivered solid revenue growth of six per cent, with operating profit up nine per cent to \$938 million dollars in the quarter.

This was generated by 17 and 11 per cent increases in wireless and data revenue, respectively.

Earnings per share was up a remarkable 50% to 90 cents per share.

Cash flow this quarter was impacted by a large positive tax recovery received a year ago and as well higher capital investments as we put our money into our future.

Let me conclude with comparative performance observations on your company.

The challenging telecom environment in which we operate has affected negatively many incumbent telcos around the world, impacting their growth and their value.



Check against delivery

However, as shown, over the last four years, TELUS has achieved top quartile performance on a global basis for growth in revenue, operating profit and earnings per share.

Whilst many companies can post one good year's worth of results, it is another matter entirely to sustain performance excellence over a protracted period.

Your company is doing just that, and has posted the best stock performance amongst the top 20 global incumbent telcos over the last seven years.

Simply stated, through thought leadership and excellence in execution in 2007 and beyond, investors can expect TELUS to again strive to be the leader amongst our global peers . . . à ce que TELUS demeure un chef de file mondial.

I would like to conclude by thanking our customers, our shareholders, our team members, and our communities for their continuing support.

Grâce à son leadership, et, à ses réalisations exceptionnelles, l'équipe TELUS est prête pour les défis de deux mille sept et au-delà.

Let me now turn the meeting back to Brian.



Check against delivery

Thanks Brian.

It is important that I close today with a summary of TELUS' messages that we would like equity and debt investors to take away.

Our commitment is simple, clear, transparent, and it is three fold.

First, you have my commitment, the commitment of the Executive Leadership Team, and the commitment of the Board, to stay on our winning strategy to achieve national growth with the key growth tenets being data and wireless.

Second, we are executing on our corporate priorities as set out for 2007 and beyond that address in detail the challenges and opportunities inherent in our industry.

Finally, we are striving, as a management team, as a board, and as a collective to achieve our financial targets, with a view to increasing future share price and continuing to return cash to shareholders so you benefit directly and instantaneously in our success.

Merci d'avoir assisté à cette assemblée générale annuelle de TELUS.