

## Subsidiary and associated undertakings

Brief details of principal operating subsidiary and associated undertakings at 31 March 1997, all of which were unlisted unless otherwise stated, were as follows:

| Subsidiary undertakings                  | Activity  | Group interest in allotted capital (b) | Country of operations (c) |
|--|---|--|---------------------------|
| Albacom SpA (a)                          | Communication related services and products provider      | 35% ordinary(d)                        | Italy                     |
| BT Australasia Pty Limited (a)           | Communication related services and products provider      | 100% ordinary<br>100% preference       | Australia                 |
| BT (CBP) Limited (a)                     | Financial market telecommunication equipment provider     | 100% ordinary                          | International             |
| BT Cableships Limited (a)                | Cableship owner   | 100% ordinary                          | International             |
| BT Communications Management Limited (a) | Telecommunication services provider                       | 100% ordinary                          | International             |
| BT France SNC (a)                        | Communication related services and products provider      | 100% equity                            | France                    |
| BT Limited (a)                           | Communication related services and products provider      | 100% ordinary                          | International             |
| BT (Hong Kong) Limited (a)               | Communication related services and products provider      | 100% ordinary<br>100% preference       | Hong Kong                 |
| BT North America Inc (a)                 | Communication related services and products provider      | 100% common                            | USA                       |
| BT Property Limited (a)                  | Property holding company                                  | 100% ordinary                          | United Kingdom            |
| BT Subsea Cables Limited                 | Cable maintenance and repair                              | 100% ordinary                          | United Kingdom            |
| BT Telecomunicaciones SA (a)             | Communication related services and products provider      | 100% ordinary(e)                       | Spain                     |
| BT (Worldwide) Limited (a)               | International telecommunication network systems provider  | 100% ordinary                          | International             |
| Call Connections Limited (a)             | Cellular services provider                                | 60% ordinary<br>60% preference         | United Kingdom            |
| Cellnet Solutions Limited (a)            | Messaging service provider for cellular telephone systems | 60% ordinary                           | United Kingdom            |
| Concert Communications Company (a)       | Telecommunication services and network systems provider   | 75% ordinary                           | International             |

**SUBSIDIARY AND ASSOCIATED UNDERTAKINGS**

| <b>Subsidiary undertakings</b><br>(continued) | Activity   | Group interest<br>in allotted<br>capital (b) | Country of operations (c) |
|---|--|--|---------------------------|
| First State Computing Unit Trust (a)          | Systems integration and application development        | 100% equity                                  | Australia                 |
| Manx Telecom Limited (a)                      | Telecommunication services supplier                    | 100% ordinary                                | Isle of Man               |
| Syntegra Groep BV (a)                         | Systems integration and application development        | 100% equity                                  | Netherlands               |
| Telecom Securicor Cellular Radio Limited (a)  | Mobile cellular telephone system provider and operator | 60% ordinary                                 | United Kingdom            |
| Westminster Cable Company Limited             | Cable television service provider                      | 100% ordinary                                | United Kingdom            |
| Yellow Pages Sales Limited (a)                | Yellow Pages sales contractor                          | 100% ordinary                                | United Kingdom            |

(a) Held through intermediate holding company.

(b) The proportion of voting rights held corresponds to the aggregate interest percentage held by the holding company and subsidiary undertakings, unless otherwise stated.

(c) All overseas undertakings are incorporated in their country of operations. Subsidiary undertakings operating internationally are all incorporated in England and Wales.

(d) Control established via intermediate holding company.

(e) The company has agreed to purchase the 50% interest in BT Telecomunicaciones SA that it does not already own; pending completion, the company has full control of the subsidiary company's voting rights.

| <b>Associated undertakings</b>            | Activity   | Share capital or debt securities                                    |                  | Country of operations (d) |
|---|--|---|------------------|---------------------------|
|   |  | Issued (c)  | Percentage owned |                           |
| Bharti Cellular Limited (a)               | Mobile cellular telephone system provider and operator | Rs1.05 billion  | 23%              | India                     |
| Clear Communications Limited (a)          | Telecommunication services supplier                    | Equity NZ\$101m   | 25%              | New Zealand               |
| MCI Communications Corporation (a) (b)    | Telecommunication services supplier                    | Equity US\$74m<br>Notes US\$2,877m<br>Preferred securities US\$750m | 20%<br>–<br>–    | USA                       |
| Springboard Internet Services Limited (a) | Internet service provider                              | £5.6m   | 50%              | UK                        |
| Telenordia AB (a)                         | Communication related services and products provider   | Equity SKR102m  | 33%              | Sweden                    |
| Telfort BV (a)                            | Communication related services and products provider   | Equity NLG 0.5m   | 50%              | Netherlands               |
| VIAG INTERKOM GmbH & Co (a)               | Communication related services and products provider   | Equity DM208m   | 50%              | Germany                   |

(a) Held through intermediate holding company.

(b) Listed company.

(c) Equity comprises ordinary or common shares.

(d) All overseas undertakings are incorporated in their country of operations.