



25 November 2008

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Sir David Tweedie
International Accounting Standards Board
30 Cannon Street
LONDON EC4M 6XH

Dear Sir David,

Simplifying Earnings per Share – proposed amendments to IAS 33

We are pleased to respond to the IASB Exposure Draft on proposed amendments to IAS 33 Earnings per Share.

We understand that the objective of this exposure draft is to reduce the differences between IAS 33 and SFAS 128 and to achieve convergence in the denominator of the earnings per share (EPS) calculation. In addition, the paper proposes to clarify and simplify the calculation of EPS.

We agree with the general principles of the proposed changes outlined in the ED; however we note that Telstra's equity structure does not comprise of hybrid financial instruments and thus we have limited exposure to the implications of the proposed amendments.

Please contact me on +613 9634 6470 if you require any further explanation of this letter.

Yours sincerely,

A handwritten signature in black ink, appearing to read "David Anderson".

David Anderson
Director Corporate Accounting