

18 June 2003

Office of the Company Secretary

The Manager

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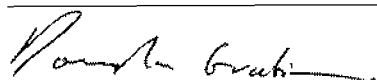
ELECTRONIC LODGEMENT

Dear Sir or Madam

Hong Kong CSL business continues to perform well

In accordance with the listing rules, I attach an announcement for release to the market.

Yours sincerely

A handwritten signature in black ink, appearing to read "Douglas Gration". The signature is written in a cursive, flowing style. It is positioned below a horizontal line that spans the width of the signature.

Douglas Gration
Company Secretary

Telstra Corporation Limited
ACN 051 775 556
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Hong Kong CSL business continues to perform well

The article in today's Australian referring to the carrying value of Telstra's mobile operation in Hong Kong, CSL, is pure speculation.

There has been no change to the guidance provided by Telstra management at the time of half-year results and the third quarter market update about the performance of CSL.

CSL continues to perform well notwithstanding the revenue impact of the SARS virus.

The basis of assessing the carrying value of Telstra's investments in its subsidiaries is their anticipated cash flow performance.

Telstra's policy is to review the carrying value of its investments every six months in preparing its statutory accounts.