IDT Corporation, through its subsidiary IDT Telecom, Inc., is one of the largest providers of telecommunications services in the U.S., utilizing its own backbone and fiber optic network to route calls both domestically and around the world. The Company is also a leader in the prepaid calling card industry, with calling card revenues of more than $1 billion. Our 192 brands sold 200 million cards worldwide last year.

IDT’s corporate mission is to provide value for new and existing customers by creating and bringing to market a broad range of innovative and cost-effective communication services on a global basis.

IDT principally operates through four distinct entities: IDT Corporation, IDT Telecom, Inc., Winstar Holdings, LLC and IDT Media, Inc.

IDT Corporation has a long history of innovation, pioneering the international call-back industry and Internet telephony. IDT launched Net2Phone®, the leader in Internet telephony, sometimes referred to as Voice over Internet Protocol (VoIP). Today, IDT has approximately a 20% equity stake in Net2Phone® and exercises voting control over the company.

IDT Telecom, a 95%-owned subsidiary, operates a wholesale “carrier” business and a consumer long distance business, as well as a calling card business. While the majority of its revenues are U.S.-based, the Company’s IDT Europe division, established in 1998, has become the single largest provider of prepaid calling cards in the U.K.

Winstar Holdings, LLC purchased the U.S. assets of Winstar Communications, Inc. out of bankruptcy in December 2001. Winstar Holdings, LLC provides local, long distance and Internet communications to businesses and government agencies using its state-of-the-art fixed-wireless technology.
Table of Contents

2 Eight Year Financial History
   Virtually debt free, with $13 per share of cash and marketable securities
4 Chairman’s Letter to Shareholders
   2,500 dedicated employees contributing to IDT’s success
5 CEO’s Letter to Shareholders
   Substantial structures and processes ensure proper corporate governance
6 IDT Network
   A global telecommunications network that spans the U.S., Europe, Latin America and Asia
8 Prepaid Calling Cards
   A commanding leadership position, with over 6 cards sold each second
10 Wholesale Carrier
   A dominant entity in the wholesale sector
12 Consumer Long Distance
   Fastest-growing business in 2002
14 Winstar Holdings, LLC
   ‘Last mile’ broadband connections for business
16 IDT Media
   A robust portfolio of media and entertainment businesses
18 Map and timeline
   Twelve amazing years of steady worldwide growth
20 IDT in the Community
   Significant contributions on the corporate and employee levels

Inside Back Cover: Management & Board Membership

Fast Investment Facts

- Founded by Howard Jonas in 1990
- IPO on NASDAQ March 15, 1996
- Now trading on NYSE with tickers IDT.B and IDT
- 80 million shares outstanding
- 2,500 employees in 13 countries
- $1 billion in cash and marketable securities, debt free
- $1.5 billion in annual revenues
- Over 1 billion minutes billed every month
- Listed in Fortune 1,000 largest U.S. companies
### Eight Year Financial History

**Dollars in millions, except per share items**

<table>
<thead>
<tr>
<th>Years Ending</th>
<th>Jul-02</th>
<th>Jul-01</th>
<th>Jul-00</th>
<th>Jul-99</th>
<th>Jul-98</th>
<th>Jul-97</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Telecom Minutes Billed (Millions)</strong></td>
<td>11,307.0</td>
<td>7,049.6</td>
<td>4,244.6</td>
<td>2,772.3</td>
<td>805.8</td>
<td>233.8</td>
</tr>
<tr>
<td><strong>Revenues</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Retail Telecom</td>
<td>1,121.7</td>
<td>816.4</td>
<td>520.5</td>
<td>395.5</td>
<td>137.2</td>
<td>35.3</td>
</tr>
<tr>
<td>Wholesale Telecom</td>
<td>308.0</td>
<td>388.1</td>
<td>502.5</td>
<td>289.0</td>
<td>166.7</td>
<td>64.7</td>
</tr>
<tr>
<td><strong>Telecom Total</strong></td>
<td>1,430.7</td>
<td>1,204.5</td>
<td>1,023.0</td>
<td>684.5</td>
<td>303.9</td>
<td>100.0</td>
</tr>
<tr>
<td>Media/Ventures</td>
<td>21.3</td>
<td>26.4</td>
<td>14.8</td>
<td>16.9</td>
<td>20.0</td>
<td>32.9</td>
</tr>
<tr>
<td>Winstar</td>
<td>79.6</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net2Phone</td>
<td>56.1</td>
<td>30.7</td>
<td>11.5</td>
<td>2.4</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Revenues</strong></td>
<td>1,531.6</td>
<td>1,230.9</td>
<td>1,093.9</td>
<td>732.2</td>
<td>335.4</td>
<td>135.2</td>
</tr>
<tr>
<td><strong>Income (Loss) from Operations (Before Impairment Charges)</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Retail Telecom</td>
<td>63.0</td>
<td>(69.5)</td>
<td>(11.5)</td>
<td>12.3</td>
<td>1.0</td>
<td>2.3</td>
</tr>
<tr>
<td>Wholesale Telecom</td>
<td>(29.0)</td>
<td>(34.1)</td>
<td>(5.4)</td>
<td>12.6</td>
<td>9.5</td>
<td>3.4</td>
</tr>
<tr>
<td><strong>Telecom Total</strong></td>
<td>34.0</td>
<td>(103.6)</td>
<td>(19.9)</td>
<td>24.9</td>
<td>10.5</td>
<td>5.7</td>
</tr>
<tr>
<td>Media/Ventures</td>
<td>(20.9)</td>
<td>(66.3)</td>
<td>(39.1)</td>
<td>(8.2)</td>
<td>(7.0)</td>
<td>(8.1)</td>
</tr>
<tr>
<td>Winstar</td>
<td>(96.6)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Corporate</td>
<td>(26.5)</td>
<td>(63.5)</td>
<td>(31.7)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net2Phone</td>
<td>(129.9)</td>
<td>(24.4)</td>
<td>(2.7)</td>
<td>(1.1)</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Income (Loss) from Operations (Before Impairment Charges)</strong></td>
<td>(110.0)</td>
<td>(233.4)</td>
<td>(216.6)</td>
<td>(7.7)</td>
<td>0.8</td>
<td>(3.4)</td>
</tr>
<tr>
<td>Impairment Charges</td>
<td>(114.3)</td>
<td>(199.4)</td>
<td>0.0</td>
<td>0.0</td>
<td>0.0</td>
<td>0.0</td>
</tr>
<tr>
<td>Interest and Other Income (Expense)</td>
<td>(34.3)</td>
<td>1,180.2</td>
<td>609.5</td>
<td>(3.3)</td>
<td>(0.3)</td>
<td>(0.4)</td>
</tr>
<tr>
<td>Minority Interests</td>
<td>(22.1)</td>
<td>(5.7)</td>
<td>59.3</td>
<td>3.3</td>
<td>(3.9)</td>
<td>0.0</td>
</tr>
<tr>
<td>Income Taxes</td>
<td>124.3</td>
<td>(208.4)</td>
<td>(218.4)</td>
<td>(7.3)</td>
<td>2.5</td>
<td>0.0</td>
</tr>
<tr>
<td>Extraordinary Item/Change in Accounting</td>
<td>(147.0)</td>
<td>0.0</td>
<td>(3.0)</td>
<td>(3.3)</td>
<td>(0.1)</td>
<td>0.0</td>
</tr>
<tr>
<td><strong>Net Income (Loss)</strong></td>
<td>(303.3)</td>
<td>532.4</td>
<td>230.8</td>
<td>(18.2)</td>
<td>(1.0)</td>
<td>(3.8)</td>
</tr>
<tr>
<td>Per Common Share</td>
<td>($4.04)</td>
<td>$7.79</td>
<td>$3.30</td>
<td>($0.27)</td>
<td>($0.02)</td>
<td>($0.09)</td>
</tr>
<tr>
<td>Cash Flow from Operations</td>
<td>21.7</td>
<td>26.2</td>
<td>(77.1)</td>
<td>(18.3)</td>
<td>30.6</td>
<td>(4.4)</td>
</tr>
<tr>
<td>Purchases of Property, Plant &amp; Equipment</td>
<td>39.2</td>
<td>106.5</td>
<td>101.2</td>
<td>48.1</td>
<td>41.3</td>
<td>7.1</td>
</tr>
<tr>
<td>Investments and Acquisitions, Net of Cash Acquired</td>
<td>81.4</td>
<td>73.7</td>
<td>38.8</td>
<td>10.7</td>
<td>0.0</td>
<td>2.1</td>
</tr>
</tbody>
</table>

**Year End Position**

- **Cash and Marketable Securities**: $1,010.0, 1,094.6, 393.0, 130.8, 175.6, 7.7
- **Working Capital**: 808.4, 915.4, 347.9, 179.4, 166.4, 4.9
- **Total Assets**: 1,607.9, 1,881.6, 1,218.1, 515.3, 417.2, 58.5
- **Long Term Debt**: 45.4, 50.2, 56.1, 128.7, 113.1, 9.1
- **Stockholders’ Equity**: 869.5, 1,076.2, 466.2, 253.4, 238.7, 25.3
- **Per Common Share**: $10.95, $14.97, $7.57, $3.73, $3.61, $0.58
- **Common Shares Outstanding (Millions)**: 79.4, 71.9, 61.9, 68.0, 66.2, 43.6
- **Options Outstanding**: 16.4, 19.0, 13.3, 7.2, 6.4, 8.8
- **Employees**: 2,533, 1,660, 1,280, 1,271, 712, 360

* Net2Phone was not consolidated in Fiscal 2001 and 2002. The impact of IDT’s stake in Net2Phone is one of the items contributing to Interest and Other Income.
Consolidated revenues increased 24% in fiscal 2002, with most of the gain in IDT Telecom. Double digit revenue growth has been a staple of IDT corporate history. A key financial goal since early fiscal 2001 has been to maintain growth while preserving our substantial cash position, which stands at $13 per share.

IDT Telecom’s growth of minutes billed has exceeded 50% for the last three fiscal years, driving double digit revenue growth despite a very competitive pricing environment. In fiscal 2002 the Company was able to reduce per minute costs faster than per minute prices, and generate EBITDA (earnings before interest, taxes, depreciation and amortization) of $88.7 million.

IDT Corporation has considerable financial strength in comparison to the communications industry in which it participates, and more broadly in comparison to the services sector of the economy and to the S&P 500. Our current ratio (current assets divided by current liabilities) is 1.9 times that of the S&P 500, and our total debt to equity, at 8%, is orders of magnitude below the industry norms.

(Expense) during those years.
Dear Shareholder:

Day to day, a company is nothing more than the collective effort of its employees. Speaking as the first employee of this Company, I understand that IDT’s success is due to the fact that my fellow employees are the best, most talented, most dedicated professionals not only in the telecommunications industry, but any industry.

It is because of the quality of IDT’s employees that I am free of the horrible burden shouldered by many chairmen this year. I do not have to come to the shareholders to try to spin the poor performance of the corporation or the indiscretions of its managers. This year, once again, I can present to the shareholders with pride a report of an excellent year at IDT.

IDT is a survivor. It has good, solid, profit-generating businesses, and its margins are getting better and better. Its revenues continue to increase quarter over quarter. IDT’s cash position continues to be excellent, with over a billion dollars in the bank and virtually no debt.

The only way I know of to ensure that IDT builds on its success is to retain and attract the best personnel that our country has to offer. As Chairman of one of the newest Fortune 1000 companies, I pledge to pursue that goal vigorously in the coming years.

Howard S. Jonas
Chairman of the Board
Dear Shareholder:

The events of this past year confirm for me the importance of the decisions that we made years ago to ensure that management deserves the trust placed in them by the shareholders.

At IDT, we have always had a three-tier, staggered Board of Directors. The outside Board members are distinguished individuals, extremely successful, and passionately independent.

The IDT Board’s Audit Committee consists solely of outside Board members, convenes every two weeks, and often meets alone with our auditors. The Board also has a compensation committee made up entirely of outside directors, and a treasury committee with a majority of outside members. In short, we have long-standing structures in place to help ensure proper corporate governance. We have long ago divided the functions of Chairman and CEO.

It is from this background that I can state with pride that we have had a very good year. We have not only expanded our revenues and enhanced our balance sheet, but we have expanded our business and diversified our assets. This past fiscal year, our revenues have exceeded $1.5 billion, and we have sold over 11 billion voice minutes. Our balance sheet is as strong as ever, with over $1 billion in cash and unencumbered assets, and virtually no debt. We have over 550,000 residential and business long distance customers in the U.S., and we maintain operations in Western Europe, South and Central America, Russia, and Israel.

These achievements are meaningless unless we maintain the trust of our shareholders. Howard and I, as well as the rest of IDT’s management, are dedicated to meriting that trust.

James A. Courter

Vice Chairman and CEO
IDT operates a seamless global telecommunications network spanning the U.S., Europe, Latin America and Asia.

The Company’s fully-redundant backbone and network infrastructure utilizes the most advanced telecom switching technologies, providing customers around the world with a broad array of competitively priced, ultra-reliable telecommunications, Internet access and Internet telephony services.
IDT’s vast network facilities, including more than 200 Nortel, Lucent and Sonus switches, undersea fiber optic backbone and satellite and terrestrial bandwidth, allow it to expand the range and reliability of its data and voice transmission service, while reducing costs. At the heart of this network is the Company’s sophisticated, state-of-the-art Network Operations Center, which closely monitors the network 24 hours a day, seven days a week, 365 days a year.

To maintain its position as one of the world’s leading facilities-based providers of high-quality, low-cost telecommunications services, IDT is continually developing and implementing new technologies in anticipation of customers’ changing demands and expectations.

The acquisition of assets from Winstar Communications, Inc., completed in December 2001, provides IDT with a cutting-edge network combining local and long-haul broadband transport with voice, data switching and hosting facilities. Winstar’s unique set of network assets, which was purchased for an exceptionally low price, includes the nation’s largest amount of fixed wireless spectrum as well as broadband connectivity to approximately 3,000 buildings with almost 100,000 tenants in 22 major metropolitan markets.

In addition, IDT recently obtained a fully operational 20-leg network of OC-3 and OC-12 bandwidth from the estate of Star Telecommunications, doubling the size of its domestic backbone. This valuable additional bandwidth, which was acquired at a fraction of its original cost, allows IDT to carry increased voice and data traffic into 13 major metropolitan cities in the U.S. and expand its enterprise and prepaid calling card businesses into many new markets.

IDT’s high-speed network provides customers with high quality, competitively priced international and domestic telecommunications services that change the way people communicate with one another.
IDT is the market leader in the prepaid calling card industry, currently selling more than 18 million cards per month in the U.S. Through Union Telecard Alliance, LLC, in which IDT owns a 51% interest, IDT distributes cards to approximately 250,000 retail locations nationwide. IDT’s cards are targeted to the fast-growing ethnic and immigrant populations, particularly the Hispanic community. These cards feature calling plans to more than 230 countries, with rates that are generally well below those offered
by most major carriers. While approximately 65% of IDT’s prepaid calling card sales are generated from its strong base in the East Coast, the Company has been rapidly expanding its operations into such fast-growing markets as Arizona, California and Texas.

A recent trend is the explosive growth in private label prepaid calling cards. Printed with a company’s logo, these cards are sold by mass-marketers, used as promotional giveaways or utilized by corporations to manage employees’ long distance telephone charges. IDT has secured contracts to become the exclusive prepaid calling card provider for several companies including Walgreens, the nation’s largest retail pharmacy chain.

IDT’s international calling card operations also made major gains during Fiscal 2002. Focusing primarily on Western Europe, IDT has become the leading calling card provider in the U.K., having sold more than 12 million cards, and has achieved significant market penetration in Spain, Germany, Belgium and the Netherlands. The Company recently began marketing cards in South America and in targeted Asian markets.

For all of IDT’s calling cards, long distance services are provided by a state-of-the-art telecommunications platform and network, providing crisp, clear, low-cost calling to almost anywhere in the world.

Prepaid Calling Cards are IDT Telecom’s biggest business, accounting for more than 80% of IDT Telecom revenues. In Fiscal 2002 calling card minutes increased more than 50%, revenues increased more than 30%, and gross profits more than doubled.
IDT is recognized in the industry as the most aggressive, flexible and quality-driven company in the wholesale carrier arena.

Acting as a “carrier’s carrier,” IDT routes millions of minutes of international telecommunications traffic daily for more than 170 telecom providers around the world, including most of the largest and financially sound Tier 1 global carriers. Through its superior switching and network infrastructure, and as a result of its existing and expanding telecom traffic in key worldwide markets, IDT offers discounted rates and high-quality service for these telephone companies, allowing them to focus their efforts and resources on maintaining and growing their core businesses.
Much of IDT’s success in the wholesale business is due to its focus on niche markets such as South America and the Caribbean. Over the past year the Company has made significant inroads into Eastern Europe, terminating over 100 million minutes in that region alone. Furthermore, we have just begun to expand into Asia and the subcontinent, where we expect to see significant growth in the coming year.

An important development in IDT’s wholesale carrier business has been the increase in the number of bilateral agreements with foreign telecom providers. By establishing direct connections with these carriers, IDT can improve the quality of placed calls, increase traffic flow, reduce costs and improve margins.

The recent transformation of the wholesale carrier business, including declining prices, increased margin pressure as well as the overall reduction of investment capital in the market, has forced many less efficient competitors out of the wholesale marketplace. Over the past three quarters, as prices have stabilized, IDT has seen significant improvement in its carrier operations, resulting in increased revenue per minute on certain routes and reduced margin pressure. With its ability to negotiate advantageous rates, obtain access to financial resources and focus attention on cost controls and maximizing system efficiency, IDT has emerged as one of the industry’s most dominant players in the wholesale carrier business.

Over the past two years, IDT Telecom has substantially transformed its wholesale carrier operations from a low margin arbitrage operation competing primarily on price, to longer-term relationships in which quality and trust are as critical as price. Our disciplined approach to our carrier business has resulted in reduced financial exposure while simultaneously increasing margins and profits.
IDT’s Consumer Long Distance services are positioned extraordinarily well in the market, providing one of the best flat rate long distance plans available, with no games or gimmicks. IDT has a value proposition that consumers are very responsive to, providing quality service at a fair price, with no hidden charges.
It is perhaps not surprising, therefore, that Long Distance services was IDT’s fastest growing business in Fiscal 2002. Over the past year, in fact, our consumer base doubled. As of October 1, we had 550,000 active long distance customers, and over 50,000 consumers are now signing up each month.

IDT’s unique plan provides a permanent flat rate of just five cents per minute for all state-to-state calls within the continental U.S., 24 hours a day, seven days a week, with the small monthly fee of just $3.95. In addition, IDT offers competitive in-state long distance and IntraLATA rates, as well as great international rates. Our popular calling cards are included as part of the long distance package and conveniently billed on the long distance bill with no per-call charges, surcharges, or monthly fees. The cards feature a domestic calling rate of just ten cents per minute for every long distance call within the continental U.S. and Canada.

IDT’s Consumer Long Distance services has not gone unnoticed by the media. The Wall Street Journal’s survey of long distance carriers, its independent survey of cellular and long distance telephone companies (October 3, 2002), which included MCI, Sprint and AT&T, gave IDT’s plan a “Thumbs-Up,” the highest ranking given. The Wall Street Journal reported, “In an age of impossible-to-decipher bills, IDT stands out as an exception. The discount carrier’s rate structure is so simple (five-cents-a-minute round the clock) reading the bill doesn’t require a calculator to weed out hidden fees and charges.”

![Graphs showing Revenue, Gross Profits, and Profit Margin from 1998 to 2002]
Winstar Holdings, LLC, a wholly owned subsidiary of IDT Corporation, is a broadband services provider to commercial customers. The Company possesses the largest holding of commercial spectrum in the U.S. and delivers a wide range of communications services, including local and long distance phone service, high-speed Internet and data communications and Web hosting services. By owning and operating the key elements of its end-to-end broadband network, Winstar is able to provide business customers of all sizes with superior service at highly competitive prices.

**Winstar’s Network**

Winstar’s broadband network, currently available in 22 domestic markets, covers the largest business centers in the country. Almost 100,000 tenants in approximately 3,000 buildings have access to Winstar’s comprehensive set of broadband services. Additionally, Winstar has substantial government contracts, providing service for over 50,000 phone numbers to customers including members of Congress, the CIA, the Department of Defense, the EPA, and many others. Winstar also has access rights to approximately 1,800 additional buildings in major markets nationwide.

Winstar’s advanced, facilities-based network is based on a hybrid fixed-wireless and fiber infrastructure, providing cost-effective solutions for delivering broadband capacity
across the crucial “last mile” through small rooftop antennas on commercial and government office buildings, and then through the office building to the end-user’s workstation.

Unlike most of its competitors, Winstar predominately uses its own network to deliver services from its switching sites, nodes and hubs directly to its customers’ locations. By offering a “last mile” connection independent of other telephone companies’ last mile facilities, Winstar provides added redundancy and security for businesses and government agencies seeking reliable back-up services.

Winstar provides wireless connectivity to customers through the use of licensed commercial spectrum in the 38 GHz and other bands. The Company’s spectrum holdings cover 100% of the U.S., including the entire business market.

Other key aspects of Winstar’s network include:

- 154 operational domestic hub sites
- 21 local and long distance voice switches, 51 data switches and 35 core routers
- Rights to intra-city fiber covering approximately 1,200 fiber miles, with an expectation to reach 3,800 fiber miles by year-end
- Interstate fiber backbone consisting of approximately 250 fiber miles, with an expectation to obtain rights to use 1,500 fiber miles by year-end
- Access to nationwide fiber network
- State-of-the-art Network Operating Centers located in Herndon, VA and Seattle, WA
- 99.999% link availability

**Future Growth**

Fueled by the integration of bandwidth-intensive applications that enhance businesses’ operating efficiency and productivity, the demand for broadband connectivity continues to grow exponentially. Industry sources estimate U.S. broadband services will generate over $15 billion in revenues during 2002. Looking ahead, the Yankee Group projects growth of 361% over the next five years.

With its broad national footprint and access to a growing and attractive customer base, Winstar is uniquely positioned to capitalize on business customers’ needs for fast and reliable voice, Internet and data services.

Winstar’s strong management team is leading several important initiatives intended to improve Winstar’s financial position. The Company is continuing its efforts to reduce operating expenses, expand relationships with existing customers, acquire new customers and upgrade its retail sales force. In addition, Winstar is bringing added value to its customers by marketing IDT’s domestic and international long distance services as part of its product line.
IDT Media, Inc., formed in 2001 as an IDT operating subsidiary, has made strong, timely advances in industries ripe for investment. The goal of this division is to leverage proprietary technologies, new business models and market innovation to create a portfolio of media-related businesses.

**Talk America Radio Network**

Talk America Radio Network syndicates a broad variety of original radio content to more than 1,000 radio stations throughout the nation. Relocated to state-of-the-art digital studios in Newark, New Jersey, Talk America continues to expand its affiliate network in mid-sized radio markets and has begun to break into the top 10 national radio markets with its unique blend of long-form and short-form programs. Talk America’s world-class lineup
of popular radio personalities includes Mort Crim (pictured), Bruce Williams, Barry Farber, national “Helpful Hints” guru Heloise and dynamic lecturer and author Shmuley Boteach. In addition, the execution of a formal relationship with national rep firm Dial Global holds the promise of a significant increase in advertising revenues.

WMET 1150 AM

IDT Media’s first radio station acquisition, WMET, is a 1,000-watt station now under expansion to 50,000 watts. This upgraded daytime signal will blanket metropolitan Washington, D.C., the nation’s eighth-ranked radio market. WMET will serve as the perfect platform for Talk America’s influential programming, setting the agenda in our nation’s capital.

Digital Production Solutions/The Global Animation Studio

Digital Production Solutions, LLC (DPS), a November 2001 start-up, has developed patent-pending technology that allows the Company to produce film and broadcast quality 3-D animation at 2-D animation prices, offering video producers turn-key solutions for production planning, production management and post-production. DPS produced the “Subway Race to the Stadium” big screen game for the New York Yankees, which is seen at every home Yankees game, and is currently producing a 26-episode run of the popular European and Canadian children’s animated series “Monster by Mistake” under an agreement with CCI Entertainment, Ltd. DPS also recently announced an agreement with developer Cartoon Pizza, a U.S.-based leader of children’s entertainment, to produce an animated children’s series called “Monster Monster Trucks.”

CTM Brochure Display, INC.

With more than 8,000 display racks in over 25 states and provinces, CTM Brochure Display dominates the distribution of travel and entertainment brochures in the eastern U.S. and Canada. A series of strategic acquisitions by CTM over the past year have augmented falling revenue in a business still recovering from the decline in tourism, positioning CTM to expand its geographic reach and market penetration.

IDT Call Center Services

The five million daily calls that pass through IDT’s call center offer the opportunity for incremental product and service sales. We generate advertising revenue by placing promotional offers targeted to a particular demographic on our automated voice response system. Currently, we have agreements with financial services and credit card providers, as well as purveyors of educational content, that allow our customers to take advantage of special offers.
**IDT Timeline**

- **1990**: Introduced international call reorigination (or call-back) services. Company name was International Discount Telecommunications Corp.
- **1995**: Introduced wholesale telephone service.
- **1996**: IPO of IDT on NASDAQ.
- **1996**: Launched Net2Phone, premier Internet telephony service.
- **1997**: Began marketing prepaid phone calling cards.
- **1998**: Ranked 6th out of the 100 most dynamic telecommunications companies by Forbes Magazine and named 8th in Deloitte & Touche’s Technology Fast 50.
- **1998**: Acquired InterExchange Inc., operator of the premier international calling card platform.
- **1999**: Acquired controlling interest in Union Telecard Alliance, LLC.
- **1999**: IPO of Net2Phone on NASDAQ.
- **1999**: Announced 5 cents per minute consumer long distance service.
- Sold Net2Phone shares to AT&T
- Reported its first 500 million minute month
- Listed on NYSE and acquired PT-1 Communications, Inc. prepaid calling card business
- Ranked 96th on the Forbes 500 profits sub-list of the largest U.S. corporations
- Reacquired controlling interest of Net2Phone
- Acquired Talk America Radio Network
- Acquired assets of Winstar Communications, Inc.
- Reported first billion minute month
- Acquired WMET AM radio station in Washington, D.C. area
- Acquired nationwide fiber capacity from bankrupt Star Telecommunications, Inc.
We at IDT are proud of our role as one of the leading companies in the global telecommunications industry, providing customers with a wide range of innovative and cost-effective products and services. We are also proud of our efforts to make the world a better place by supporting the communities in which we live and work.

Below are some of the ways that IDT is making a difference in Newark, NJ, home of the Company’s worldwide headquarters, as well as in the greater metropolitan area:

- Significant contribution to the 9/11 Fund and various other 9/11 relief causes
- Sponsorship of a literacy program and an “English as a Second Language” course at the Newark Public Library
- Operation of a mobile soup kitchen that serves over 1,000 meals each week
- Sponsorship of several Newark-area organizations, including Rutgers Business School, the New Jersey Institute of Technology, the Scholarship Fund for Inner City Children, the Newark Museum, the New Jersey Historical Society, and the New Jersey Performing Arts Center
- Support and funding for the Metropolitan New Jersey Chapter of the American Red Cross, Cerebral Palsy of North Jersey, the Liberty Science Center, the New Jersey Symphony Orchestra, and the International Rescue Committee
- Administration of a matching gift program for employees funded through the IDT Charitable Foundation
Board Membership

**IDT Corporation**

Chairman of the Board: Howard S. Jonas, Founder of IDT Corporation and Jonas Publishing Corp.

Management Directors: James A. Courter, Stephen R. Brown, Michael Fischberger, Moshe Kaganoff, Marc E. Knoller, Joyce J. Mason, Geoffrey Rochwarger

Independent Directors

- Meyer A. Berman, founder of M.A. Berman Co.
- J. Warren Blaker, Professor, Fairleigh Dickinson University. Former CEO of University Optical Products, Inc.
- Saul K. Fenster, President Emeritus of the New Jersey Institute of Technology.
- Michael J. Levitt, Chairman of Stone Tower Capital LLC. Former partner, Hicks, Muse, Tate & Furst, Inc.
- William A. Owens, Vice Chairman of the Board and Co-Chief Executive Officer of Teledesic LLC. Former Vice Chairman of the Joint Chiefs of Staff.
- Paul Reichmann, Chairman of Canary Wharf Group plc., CEO of the Reichmann Group of Companies.
- William F. Weld, Principal, Leeds Weld & Co. Former Governor of Massachusetts.

**IDT Telecom, Inc.**

Chairman of the Board: Howard S. Jonas, Founder of IDT Corporation and Jonas Publishing Corp.

Management Directors: James A. Courter, Morris Lichtenstein, Jonathan Levy, Kathleen Timko

Independent Directors

- Jack Kemp, former 9-term U.S. Congressman, and former Secretary of Housing & Urban Development.
- Vito Spitaleri, Financial Advisor. Former Vice President and Treasurer of Mars, Inc.

**IDT Media, Inc.**

Chairmen of the Board: Howard S. Jonas, Stephen R. Brown

Management Directors: James A. Courter, Mitchell Burg, Jonathan Reich, President of Worldwide Sales and Marketing of Net2Phone, Inc.

Independent Directors

- Rudy Boschwitz, Chairman of the Advisory Committee of the Center for Global Food Issues. Former U.S. Senator.
- Rabbi Irwin Katsof, Executive Director of the Jerusalem Fund of Aish HaTorah.
- Frank R. Lautenberg, former 3-term U.S. Senator and former Chairman and CEO of Automatic Data Processing.
- Paul Laxalt, President and Founder of The Paul Laxalt Group, former U.S. Senator and former Governor of Nevada.
- Roberto Muller, President and CEO of The Muller Sports Group. Prior President of Reebok International. Founder of PONY Sports & Leisure.

**Winstar Holdings, LLC**

Chairman of the Board: Howard S. Jonas, Founder of IDT Corporation and Jonas Publishing Corp.

Management Managers: James A. Courter, E. Brian Finkelstein, Stephen M. Greenberg, CEO of Net2Phone, Inc.

Independent Managers

- Clare Calandra, President of the CLC Group. Former EVP and COO of TyCom Ltd., VP and General Counsel for Tyco Submarine Systems. Chief Counsel for AT&T General Business Systems.
- Jacob J. Lew, EVP and Professor at New York University. Former Director of the U.S. Office of Management and Budget.
- George Rupp, President of the International Rescue Committee. Prior President of Columbia and Rice Universities.
- Howard Safir, Chairman and CEO of SafirRosetti. Former New York City Police Commissioner.
- Herbert H. Tate, Of Counsel, Wolff & Samson, P.A. Former President of the N.J. Board of Public Utilities.