COMPANY ANNOUNCEMENT

The following is a Company Announcement issued by Cablenet Communication Systems p.l.c. (the **"Company**") pursuant to the Capital Markets Rules as issued by the Malta Financial Services Authority in accordance with the provisions of the Financial Markets Act (Chapter 345 of the Laws of Malta) as they may be amended from time to time.

Quote

Class 1 Transaction

The Board of Directors announces that on 19 August 2026, the Company entered into a Bilateral Agreement (the "**Agreement**") with BMIT Technologies (Cyprus) Limited (**"BMIT Cyprus"**), a limited liability company incorporated under the laws of Cyprus with company registration HE496364. Pursuant to the Agreement and subject to the satisfaction of a number of conditions precedent, the Company has agreed to transfer, by way of novation, all of its rights, title, interest, obligations and liabilities in and to the capacity IRU rights (the "**Asset**") under the subsea cable capacity agreements (the "**IRU Agreements**") made between the Company and the Cyprus Telecommunication Authority ("**CYTA**"), in exchange for the receipt of the consideration described below (the "**Proposed Sale**").

The Asset comprises an indefeasible right of use ("**IRU**") representing five per cent (5%) of the total prevailing capacity of the Arsinoe Submarine Cable System (Egypt–Cyprus–France), a high-capacity subsea fibre optic cable system owned and operated by CYTA. The Arsinoe system is a key international connectivity corridor linking Cyprus to both Egypt and France, providing direct access to critical intercontinental subsea infrastructure.

Pursuant to the Proposed Sale and upon its completion, Cablenet will, by way of a novation agreement to be entered into between Cablenet, BMIT Cyprus and CYTA, dispose its relevant rights and obligations associated with the Asset. BMIT Cyprus is a wholly owned subsidiary of BMIT Technologies p.l.c. (C 48299, **"BMIT"**), a public limited company incorporated under the laws of Malta and both BMIT and Cablenet are majority-owned subsidiaries of GO p.l.c.. Simultaneously, the Company and BMIT Cyprus will enter into a pricing agreement governing the terms on which the Company will retain the system capacity it's currently using for its own operational requirements for the duration of the IRU and the ability to acquire additional capacity in the future.

The completion of the Proposed Sale is conditional on the satisfaction (or, where applicable, waiver) of a number of conditions precedent, including: (i) execution of a number of agreements involving either Cablenet, CYTA or BMIT Cyprus; (ii) written confirmation from Bank of Cyprus Public Company Limited releasing the floating charge over the Asset and consenting to the transfer; (iii) corporate approvals from both Cablenet and BMIT Cyprus; (iv) formal clearance from the Cypriot Tax Department confirming that the transfer of the Asset constitutes a transfer of a going concern for VAT purposes and is exempt from VAT under Cypriot law; and (v) no breach of warranties having occurred (together the "Conditions Precedent"). The Conditions Precedent must be satisfied or waived on or before 31 October 2026, or such other date as the parties may agree in writing (the "Long Stop Date"). If the Conditions Precedent have not been satisfied or waived by the Long Stop Date, the Agreement shall automatically terminate and neither party shall have any further liability to the other, save for any accrued rights and obligations existing at the date of termination.

Subject to the satisfaction of the Conditions Precedent, the Asset will be transferred to BMIT Cyprus with all rights and entitlements pertaining thereto, subject to the warranties given by the Company under the Agreement and, save for the floating charge in favour of Bank of Cyprus Public Company Limited which will be released as a condition precedent to completion, free from encumbrances.

The Agreement is governed by the laws of the Republic of Cyprus and the Courts of the Republic of Cyprus have non-exclusive jurisdiction in respect of any dispute arising thereunder.

1. Purpose and Rationale

The Proposed Sale will enable the Company to monetise its historical investment in the IRU, strengthen its liquidity position and fund investments into the pillars supporting Cablenet's growth, its network and operations, while also maintaining access to the cable system capacity required for its operations.

2. Consideration and Payment Terms

The total consideration for the Proposed Sale is €6,918,000 (six million nine hundred and eighteen thousand Euro) (the "**Sale Price**"), calculated on the basis of the net book value of the Asset as at 30 June 2026. The Sale Price will be received in two tranches — a first tranche of €2,600,000 (two million six hundred thousand Euro) received on the completion date, and a second tranche of €4,318,000 received by 31 December 2026.

3. Impact on the Company

The Proposed Sale is proof of Cablenet's disciplined and structured approach in how and where capital is deployed, the alignment of such deployment with the company's strategic objectives and the maximisation of benefits accruing from such deployment.

Cablenet continues to see meaningful market opportunity for growth in its core business segments of fixed and mobile telecommunication services and a strong rationale for continuing to invest in them. The Proposed Sale will allow the Company to monetise the Asset and redeploy the proceeds to other business areas that require capital and hold the ability to generate higher returns and profitability.

The net book value of the Asset, as at 30 June 2026, amounts to €6,917,894 and represents 5.4% of Cablenet's Total Assets as of the 30 June 2026 balance sheet contained in the Half Year 2026 Financial Statements.

The financial result attributable to the Asset for the financial year ended 31 December 2025 was a loss before tax of €465,314.

Following application of the Class Tests set out in the Capital Markets Rules, the Proposed Sale is classified as a **Class 1** Transaction.

4. Management and Key Personnel

There are no key individuals that need to be identified pursuant to Capital Markets Rule 5.164.9.

The Company considers BMIT and BMIT Cyprus to be related parties. As the Proposed Sale constitutes a Material Related Party Transaction in terms of the Capital Markets Rules, it has been reviewed, assessed and approved by the Company's Audit Committee, following which, the Board of Directors has approved the Proposed Sale.

Unquote

Dr. Francis Galea Salomone LL.D.
Company Secretary

19 August 2026