



1st of July, 2005.

COMPANY ANNOUNCEMENT

Maltacom p.l.c. announces that its subsidiary companies Datastream Limited and Terranet Limited are to be merged. Datastream Limited is in the business of providing wholesale data services while Terranet Limited is an internet service provider.

This merger process which will be initiated with immediate effect, is intended to consolidate the operations of these two companies under one legal entity as part of a high level restructuring exercise with a view to maintaining its position as a leading provider of broadband internet and other data services.

A handwritten signature in blue ink, appearing to read "F. Galea Salomone".

**Dr. Francis Galea Salomone
Company Secretary**