



April 9, 2025

Bezeq – The Israel Telecommunication Corporation Ltd.
(the “Company”)

Attn.
Israel Securities Authority
Tel Aviv Stock Exchange Ltd.

Immediate report – Ruling on the hearing on policy principles for gradual copper switch off

Further to the Company's immediate report dated July 23, 2024 and the description in section 2.7.2.3 to the Description of Company Operations in the Company's Periodic Report for 2024, regarding the publication of a hearing by the Ministry of Communications on the policy principles for gradual copper switch off, an immediate report is hereby released that on April 9, 2025, the Minister of Communications announced the adoption of the recommendations of the ministerial team to develop a plan for switching off the copper networks of the Company and Hot, in favor of a full transition from copper to fiber optic infrastructure by 2030.

Under the decision, the copper switch off will be in several stages as set out in the decision. The main points include:

- Stage A – exemption from copper deployment in areas of new construction
- Stage B – gradual switch off of the copper network – during the year, the requirement to connect new retail and wholesale subscribers to copper infrastructure will be eliminated in areas where a fiber network is available. Once 85% of users in a specific area receive fiber service, copper networks can be switched off with notice of at least three months.
- Stage C – from 2030 onwards, copper networks will be switched off in all areas where fiber optic infrastructure is available for every residential apartment, even if in certain areas, fewer than 85% of users receive fiber optic service, provided customers and wholesale service providers are given sufficient notice.

It should be noted that according to the decision (contrary to what was proposed at the hearing), telecommunication infrastructure owners will only be required to bury fiber cables underground if an entity, such as a local authority, initiates and finances excavation work for installing infrastructure underground.

To implement the copper switch-off plan, the Ministry plans to amend the Communications (Telecommunications and Broadcasting) Law, 1982 and introduce provisions through secondary legislation or licenses under the law.

The Company anticipates that switching off the copper network will lead to reductions in the Company's ongoing costs and investments in the short term, amounting to tens of millions of shekels annually.

Yours sincerely,

Bezeq The Israeli Telecommunications Corp Limited

The above information constitutes a translation of the Immediate Report published by the Company. The Hebrew version was submitted by the Company to the relevant authorities pursuant to Israeli law, and represents the binding version and the only one having legal effect. This translation was prepared for convenience purposes only.