

English summary of Cellcom Israel Ltd.'s immediate report filed with the Israeli Securities Authority,
on July 31, 2023

Cellcom Israel Ltd. (hereinafter: the "**Company**") filed with the Israeli Securities Authority a report noting that further to section 22.6.1(4) of chapter A of the Company's periodic report for 2022, regarding the additional payment imposed on the Company and other required entities at the rate of 0.5% of their taxable income (as defined in the Communications (Telecommunications and Broadcasting) Law, 5742-1982 and as detailed in the said section), for the incentive areas fund, which is used to participate in financing the deployment of fiber optic infrastructure in areas where Bezeq, the Israeli Telecommunication Corp. Ltd. has chosen not to deploy fiber optic infrastructure, the Company updates that on July 31, 2023, it was published in the records of the Communications Order (Telecommunications and Broadcasting) (Annual Rate of Payment to the Incentive fund until the year 2023) (temporary Provision), 2023, according to which in 2023 the payment rate of a required entity (including the Company) to the incentive fund will be 0% of its taxable income as stated.

The installation of the aforementioned order will result in savings in the Company's expenses in 2023 in the amount of approx. NIS 18 million (before tax).