



Convenience translation

In any case of inconsistency, the immediate report in Hebrew shall prevail

Cellcom Israel Ltd. (the "Company")

Immediate report dated March 23, 2026

Subject: **Procedural arrangement – the Company’s claim against IBC**

Further to section to Section 18.1.5(4) of Part A of the Company’s Periodic report for 2025 (the “**Periodic Report**”), regarding, inter alia, a claim filed by the Company with the District Court in Tel Aviv–Jaffa against I.B.C. Israel Broadband Company (2013) Ltd. (“**IBC**”), the Company hereby updates that on March 23, 2026, the Court granted the force of a decision to a procedural arrangement submitted by the parties (the “**Procedural Arrangement**”), which resolves the disputes governed therein for the duration of the legal proceedings (until a final, non-appealable judgment).

The principal terms of the Procedural Arrangement are as follows:

1. The Company shall complete the amount of the bank guarantees it provided to IBC in accordance with the agreed mechanism (see Section 18.1.5(1) of the Periodic Report), subject to the condition that IBC will not realize (draw upon) the bank guarantees in respect of amounts subject to interpretative disputes between the parties.
2. IBC undertakes to refrain from issuing tax invoices that include, directly and/or indirectly, payments that are in dispute between the parties.
3. The Company undertook to pay IBC, when due, the ongoing payments (including for Q4 2025) for infrastructure services for the bundle of lines derived from the updated commitment rate (15%, see Section 18.1.5(2) of the Periodic Report), out of a total of up to approximately 2 million customer premises.
4. For each additional line that the Company purchases beyond the foregoing in Section (3), the Company shall pay IBC a per-line price in accordance with the IRU Agreement, without any commitment as to scope or rate (15% or otherwise) out of IBC’s total deployment as it exists at the time of purchase.
5. With respect to the lines purchased and/or to be purchased as set forth in Sections (3) and (4) above, IBC undertakes to provide Cellcom with all services relating to such additional lines, without any additional and/or other conditions.

The Procedural Arrangement resolves the disputes governed therein for the duration of the legal proceedings (until a final, non-appealable judgment), and nothing therein, or by omission therein, shall prejudice any of the parties’ claims or rights, nor shall it constitute an admission of any claim.