

ACCEPTANCE OF NOTIFICATION LETTER OF IMPLEMENTATION FOR MYGOV*NET SERVICES FROM THE GOVERNMENT OF MALAYSIA

1.0 Introduction

- 1.1 Pursuant to paragraph 9.03 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, Telekom Malaysia Berhad (TM) is pleased to announce that on 9 January 2023, its wholly-owned subsidiary, GITN Sdn Berhad (GITN) has accepted the Notification Letter of Implementation from the Government of Malaysia (GOM) to extend the MyGov*Net concession (MyGov*Net) for another 10 years.
- 1.2 MyGov*Net is the Government integrated telecommunication network that connects more than 10,000 Government premises in Malaysia and Malaysian Embassies overseas. This secured and dedicated Government network integrates with the intranet, internet, Government Campus Network and Public Sector Data Centre.

2.0 Salient Terms

- 2.1 The salient terms of the Notification Letter of Implementation, are *inter alia* as follows:
- (a) MyGov*Net will be for a period of 10 years starting from 1 January 2023 until 31 December 2032; and
 - (b) The project value of MyGov*Net is at a cap of RM4,900,808,571.00 (Ringgit Malaysia Four Billion Nine Hundred Million Eight Hundred and Eight Thousand and Five Hundred Seventy-One only), inclusive of 6% Sales and Service Tax.
- 2.2 Further details and information will be announced upon the execution of the agreement between GITN and the GOM.

3.0 Financial Effects

3.1 Share Capital and Substantial Shareholders' Shareholdings

MyGov*Net will not have any effect on the issued share capital and the substantial shareholders' shareholdings of TM.

3.2 Earnings and Net Assets

Whilst MyGov*Net will contribute positively to the earnings and net assets of TM Group for the current financial year ending 31 December 2023 and over the concession period, the new concession is lower in value compared to previously with impact on the earnings of TM Group over the concession period.

4.0 Risks

The major risk factors affecting MyGov*Net include changes in economic and global supply environment, which TM Group has taken the necessary steps to mitigate.

5.0 Directors' and Substantial Shareholders' Interest

None of the Directors and/or major shareholders or persons connected to the Directors or major shareholders of the Company has any direct or indirect interest in MyGov*Net.

This announcement is dated 9 January 2023.