

The Board of Directors
Cablenet Communication Systems plc
Nimeli Court, Block A, Floor 2,
41-49 Ayiou Nicolaou Street,
Engomi, 2048,
Nicosia, Cyprus

21 May 2026

Dear Sirs,

Cablenet Communication Systems plc – Financial Analysis Summary (the “Update FAS”)


In accordance with your instructions and in line with the requirements of the MFSA Listing Policies, we have compiled the Update FAS set out on the following pages and which is being forwarded to you together with this letter.

The purpose of the Update FAS is that of summarising key financial data appertaining to Cablenet Communication Systems plc (a public limited liability company registered under the laws of Cyprus bearing company registration number HE 137520) (the “Company” or “Issuer”). The data is derived from various sources or is based on our own computations and analysis of the following:

- (a) historic financial data for the three years ended 31 December 2023 to 2025 has been extracted from the Issuer’s audited statutory financial statements for the three years in question, as and when appropriate;
- (b) the forecast data for the financial year ending 31 December 2026 has been provided by management of the Issuer;
- (c) our commentary on the results of the Issuer and on the respective financial position is based on the explanations provided by the Issuer;
- (d) the ratios quoted in the Financial Analysis Summary have been computed by us applying the definitions as set out and defined within the Update FAS; and
- (e) relevant financial data in respect of competitors as analysed in part D has been extracted from public sources such as the web sites of the companies concerned, or financial statements filed with the Registrar of Companies.

The Update FAS is provided to assist potential investors by summarising the more important financial data of the Issuer. The Update FAS does not contain all data that is relevant to potential investors and is intended to complement, and not replace, financial and/or investment advice. The Update FAS does not constitute an endorsement by our firm of the securities of the Issuer and should not be interpreted as a recommendation to invest. We shall not accept any liability for any loss or damage arising out of the use of the Update FAS and no representation or warranty is provided in respect of the reliability of the information contained in this report. As with all investments, potential investors are encouraged to seek professional advice before investing.

Yours sincerely,



Doreanne Caruana

Head of Corporate Advisory

FINANCIAL ANALYSIS SUMMARY

UPDATE 2026



Prepared by Rizzo, Farrugia & Co (Stockbrokers) Ltd, in compliance with the Listing Policies issued by the Malta Financial Services Authority, dated 5 March 2013 and last updated on 21 August 2021.

21 May 2026



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IMPORTANT INFORMATION

PURPOSE OF THE DOCUMENT

Cablenet Communication Systems plc (the “Company”, “Cablenet”, or “Issuer”) issued €40 million 4% bonds maturing in 2030 pursuant to a prospectus dated 21 July 2020 (the “Bond Issue”). In terms of the Listing Policies of the MFSA dated 5 March 2013 and last updated on 21 August 2021. The purpose of this report is to provide an update to the FAS (the “Update FAS”) on the performance and on the financial position of the Company.

SOURCES OF INFORMATION

The information that is presented has been collated from a number of sources, including the Company’s website (www.cablenet.com.cy), the audited financial statements for the years ended 31 December 2023, 2024 and 2025, and forecasts for financial year ending 31 December 2026.

Forecasts that are included in this document have been prepared and approved for publication by the directors of the Company, who undertake full responsibility for the assumptions on which these forecasts are based.

Wherever used, FYXXXX refers to financial year covering the period 1st January to 31st December. The financial information is being presented in thousands of Euros, unless otherwise stated, and has been rounded to the nearest thousand.

PREVIOUS FAS ISSUED

The Company has published the following FAS which are available on its website:

21 July 2020 (appended to the prospectus)

10 May 2021

26 May 2022

08 May 2023

13 May 2024

09 May 2025

ABBREVIATIONS

FTTH	Fibre-To-The-Home
ICT	Information & Communication Technology
ISP	Internet Service Provider
MNO	Mobile Network Operator
OCECPR	Office of Electronic Communications & Postal Regulations
RAN	Radio Access Network
VPN	Virtual Private Network

PART A BUSINESS AND MARKET OVERVIEW UPDATE

1. INTRODUCTION

Cablenet Communication Systems plc (“**Cablenet**”, the “**Company**” or the “**Issuer**”) is a public limited liability company incorporated in Cyprus on 10 April 2003, with company registration number HE 137520. The Company’s principal activities comprise the provision of telecommunication and entertainment services. The Issuer operates exclusively within Cyprus.

Cablenet offers multiple packages of Internet, telephony, TV and Sports content as well as mobile telephony services, to its retail base and its corporate clients. Its business services can be tailored to serve a broad client base, ranging from small to large business clients and include value-added services such as VPN connectivity, colocation and hosting, DDoS protection, ICT solutions, and hardware and software provisioning.

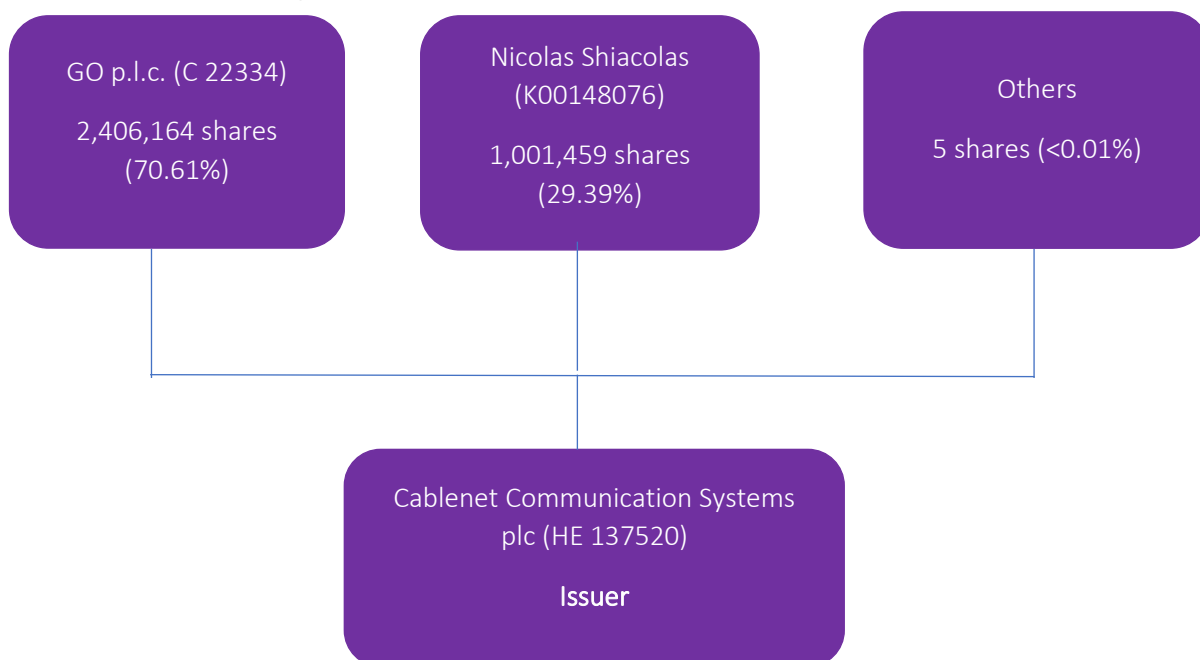
Since May 2021, through a RAN¹ sharing agreement, Cablenet has been able to utilise Cyta’s market-leading, in terms of reach and quality, mobile network. This arrangement was further enhanced in 2022 through access to Cyta’s sites alongside the utilisation of Cablenet’s own 4G spectrum. In 2025 (amendment agreed in 2024), the RAN Sharing agreement made available to Cablenet full use of 5G technology in its own spectrum, which was also enhanced with additional bands secured by the Company in 2024. The latest enhancement represents a substantial improvement and investment in the capabilities of the network, bringing it in competitive parity, albeit from the middle of 2025 onwards. The Company’s mobile proposition—centred on unlimited data plans—has been a primary driver of subscriber growth.

The Company remains on a long-term trajectory towards establishing itself as a national fully integrated (quad-play) telecom operator, focusing on expanding fixed network coverage, while scaling up the mobile services segment.

¹ Radio Access Network (RAN) is a method by which telecom operators share their network infrastructure with other operators. In this case, Cablenet utilises the mobile network of Cyta against a predetermined fee.

2. GROUP STRUCTURE

The current shareholding structure is as follows:



3. CORPORATE GOVERNANCE AND MANAGEMENT

BOARD OF DIRECTORS

The Company's board of directors as at the date of this document comprises the following:

Nikhil Prakash Patil	Non-Executive Chairman
Kelvin Camenzuli	Non-Executive Director
Lassaad Ben Dhiab	Non-Executive Director
Faker Hnid	Non-Executive Director
Neoclis Nicolaou	Non-Executive, Independent Director
Michael Warrington	Non-Executive, Independent Director
Menelaos Shiacolas	Non-Executive Director
Marios Kalochoritis	Non-Executive Independent Director
Reuben Attard	Non-Executive Director (<i>appointed on 22 December 2025</i>)

Norbert Prihoda held the post of a non-executive director of the Company until 26 September 2025.

The Company Secretary is Dr Francis Galea Salomone.

SENIOR MANAGEMENT

The Company's senior management team is composed of the following:

Ioannis Mavridis	Chief Executive Officer
Velisarios Masouras	Chief Financial Officer
Pambos Moyseos	Chief Commercial Officer
Panagiotis Kouloumbrides	Chief Core Networks Officer
Michael Pericleous	Chief Access Network Officer
Sofia Antoniou	Chief People Officer (<i>appointed with effect from 04 May 2026</i>)
Ingrid Camilleri	Chief Digital Transformation Officer

During 2025,

- *Chrystalla Karagiorgi (who occupied the role of Chief Human Resources Officer) resigned, effective 30 November 2025; and*

- *Elias Theodorou (who occupied the role of Chief Strategy & Operations Officer) resigned, effective 30 November 2025.*

4. OPERATIONAL DEVELOPMENTS

CUSTOMER BASE & MOBILE SERVICE OFFERING

Cablenet continued to pursue its strategic objective of growth of its client base and strengthening its market share across all nationally deliverable services. The Company's 2025 performance reflects continued expansion across its core segments, supported by ongoing investment in network infrastructure and the continued growth of its mobile operations. However, it was adversely impacted by a combination of significant investments (i.e. upgraded RAN Sharing capabilities impacting operating expenditure) and aggressive competitor moves (where the competition was offering 12 months free broadband and lower-priced 5G unlimited mobile plans, at just €5.99 per month).

The Company's total customer base grew by 5% in 2025, to 261,000 subscribers, largely reflective of the continuing popularity of the Company's mobile plans and to the Company's strategy to maintain market share growth momentum, increasing the number of relationships and customers reached nationally. Mobile subscribers increased to 171,000 (2024: 157,000), supported by strong demand for unlimited data offerings and the inaugural rollout of 5G services. This continued shift towards mobile services is supporting customer growth and strengthening the Company's market position, while gradually evolving the overall revenue mix. In H2 2025, Cablenet launched its revamped device

financing proposition, improving its competitive standing in the largest segment (post-paid mobile) in the country's telecommunications market.

In contrast, the fixed broadband subscriber base performance was mixed in 2025. The Company's business client base expanded modestly to 5,198 accounts (2024: 5,026), while the retail base declined slightly to 83,000 (2024: 85,000), reflecting aggressive moves by the competition to increase their market share in a concentrated market structure dominated by a small number of established operators.

SPORTS BROADCASTING

Premium sports content remains a core component of Cablenet's television offering and a key differentiator in a competitive market. The Company retained exclusive broadcasting rights for three Cypriot football clubs, with two such contracts having been successfully extended until May 2032 during the course of 2024 and 2025. In November 2025, the Company secured a new contract with an additional football club covering exclusive broadcasting rights until May 2032. Beyond domestic football, the Company holds exclusive broadcasting contract for the French Ligue 1 championship through to May 2029.

Cablenet continued its content-sharing arrangements with Cyta and Primetel into 2025, with new agreements extended through to 31 July 2026. While these partnerships enhance content availability and customer retention, they also affect the comparability of financial performance across periods, as revenue and associated costs are lower (due to them being shared).

NETWORK INFRASTRUCTURE

During 2025, Cablenet continued to invest in its network infrastructure, focusing on expanding its fibre footprint while maintaining and upgrading its hybrid fibre-coaxial (HFC) network. The Company's long-term objective remains achieving approximately 80% household coverage with fibre infrastructure.

Based on the latest census data indicating 492,931 dwellings in Cyprus, Cablenet's combined FTTH and HFC network coverage reached approximately 235,000 households by the end of 2025 (2024: 230,000). While this represents continued incremental expansion, the pace of growth remains relatively measured. However, Cablenet is actively expanding its use of the incumbent's wholesale fibre network to reach and serve additional households outside its own footprint and as a prelude to further network expansion.

5. MAJOR ASSETS

The Company's major assets are primarily Property, Plant & Equipment (PPE), Intangible Assets and Right-of-Use Assets, in line with its business model.

PPE includes €44.5 million of network infrastructure, €3.8 million of furniture, fixtures, equipment and computer hardware and €1.4 million of leasehold buildings and improvements. The intangible assets mainly include football rights and international capacity rights. The increase in the value of such assets (+€11 million) was partially offset by the depreciation & amortisation charge for the year (of €6.8 million). With regards to the Right-of-Use (ROU) Assets, these mainly comprise leases of offices, warehouses and retail shops across Cyprus used by the Company in its provision of services, leases related to motor vehicles, as well as 4G and 5G Spectrum Licences.

	FY2023	FY2024	FY2025
	€'000	€'000	€'000
Property, plant and Equipment (PPE)	51,085	51,121	51,020
Intangible Assets	29,541	42,661	46,823
Right-of-Use (ROU) Assets	17,814	17,897	15,952
Major Non-Current Assets (MNCA)	98,440	111,679	113,795
Total Assets	117,813	127,392	128,091
<i>MNCA / Total Assets</i>	83.56%	87.67%	88.84%

6. MARKET OVERVIEW

THE TELECOMS INDUSTRY

Connectivity is at the heart of today's modern society as a push towards digitalisation of every aspect in life is increasingly evident. Global broadband operators are investing substantial sums into their infrastructure to support next generation 5G and fibre networks whilst having to operate in a highly competitive environment and service a more cost-conscious customer.

THE CYPRIOT TELECOMS INDUSTRY

Cablenet operates in areas that cover approximately 66.2% (2024:64.8%) of the country's households and is present in all five regions of the country but more concentrated on four of those: Nicosia, Larnaca, Limassol and Paphos.

Four market players compete in the Cypriot telecoms market: Cyta (incumbent), Cablenet, Epic and Primetel.

In terms of market share, split by service offering, during 2025 Cablenet registered a marginal decrease in its fixed broadband subscriptions by 2% to approximately 83,000 subscribers reflecting the intensifying competition in this segment of the market. Nonetheless, Cablenet maintained its position as the second largest broadband operator with a market share of 21.9% (Q4 2024: 23.2%) ahead of Primetel (with a market share of 9.7%; Q4 2024: 10.2%) and Epic (market share of 9.2%; Q4 2024: 8.0%). Meanwhile, Cyta continued to strengthen its leading position further with a market share of 59.3% (Q4 2024: 58.5%).

Similarly, within the pay-TV segment, Cablenet maintained its second dominant position in terms of market share, albeit at a lower level of 25.9% (2024: 30.7%) reflecting the competition from over-the-top (OTT) media streaming services (such as Netflix, Amazon Prime and Disney+) and as some customers cut back on pay-TV discretionary spending. Cyta continued to dominate the market as it ended 2025 at 54.7% (2024 52.0%) in market share. Meanwhile, Epic's market share was unchanged at 4.4% whilst Primetel's market share increased to 15.0% from 12.9% as at the end of 2024.

In contrast, in the mobile segment, Cablenet's subscriber base continued to grow at a faster pace than the growth in the overall market. Cablenet's mobile subscribers grew by around 9% to reflect a market share of 10.6% of national subscribers. At 10.6%, Cablenet now jointly holds the third largest position in the market alongside Primetel. However, while Cablenet increased its market share during 2025, Primetel's share declined from 10.8% to 10.6% over the same period.

Meanwhile, the two leading companies in terms of market share, Cyta and EPIC, closed 2025 with a market share of 52.1% (2024: 51.1%) and 26.6% (2024: 27.7%) respectively.

SOURCES USED FOR THE MARKET OVERVIEW:

[https://ocepr.ee.cy/images/files_uploads/katanalotes/paratiritirio-
agoras/EC_Report_FixedTelephonyBroadbandTelecomBulletin_GR_Q4.25.pdf](https://ocepr.ee.cy/images/files_uploads/katanalotes/paratiritirio-
agoras/EC_Report_FixedTelephonyBroadbandTelecomBulletin_GR_Q4.25.pdf)

[https://ocepr.ee.cy/images/files_uploads/katanalotes/paratiritirio-
agoras/EC_Report_MobileTelecomBulletin_GR_Q4.25_-_may_version.pdf](https://ocepr.ee.cy/images/files_uploads/katanalotes/paratiritirio-
agoras/EC_Report_MobileTelecomBulletin_GR_Q4.25_-_may_version.pdf)

PART B FINANCIAL ANALYSIS

7. INTRODUCTION TO PART B

The following sections provide an overview of the historic financial information of the Company over the past three financial periods ending 31 December 2025 and an outlook for the current financial year ending 31 December 2026.

8. THE INCOME STATEMENT

	FY2023(A) €'000	FY2024(A) €'000	FY2025(A) €'000	FY2026(F) €'000
Revenue	74,272	72,069	69,678	75,220
Direct Costs	(34,419)	(31,136)	(31,829)	(37,010)
Gross Profit	39,853	40,932	37,849	38,209
Operating Costs	(18,923)	(18,614)	(18,956)	(16,881)
Other Income	228	528	209	135
EBITDA	21,141	22,845	19,102	21,464
Depreciation & Amortisation	(19,431)	(19,277)	(18,906)	(18,972)
Operating Profit	1,709	3,569	196	2,492
Net Finance Costs	(3,874)	(3,854)	(4,408)	(5,010)
Profit/Loss Before Tax	(2,164)	(286)	(4,212)	(2,519)
Taxation Expense	(160)	(302)	822	-
Profit for the Year	(2,324)	(588)	(3,390)	(2,519)

EBITDA	21,141	22,845	19,102	21,464
Operating Profit	1,709	3,569	196	2,492
Depreciation & Amortisation	19,431	19,277	18,906	18,972

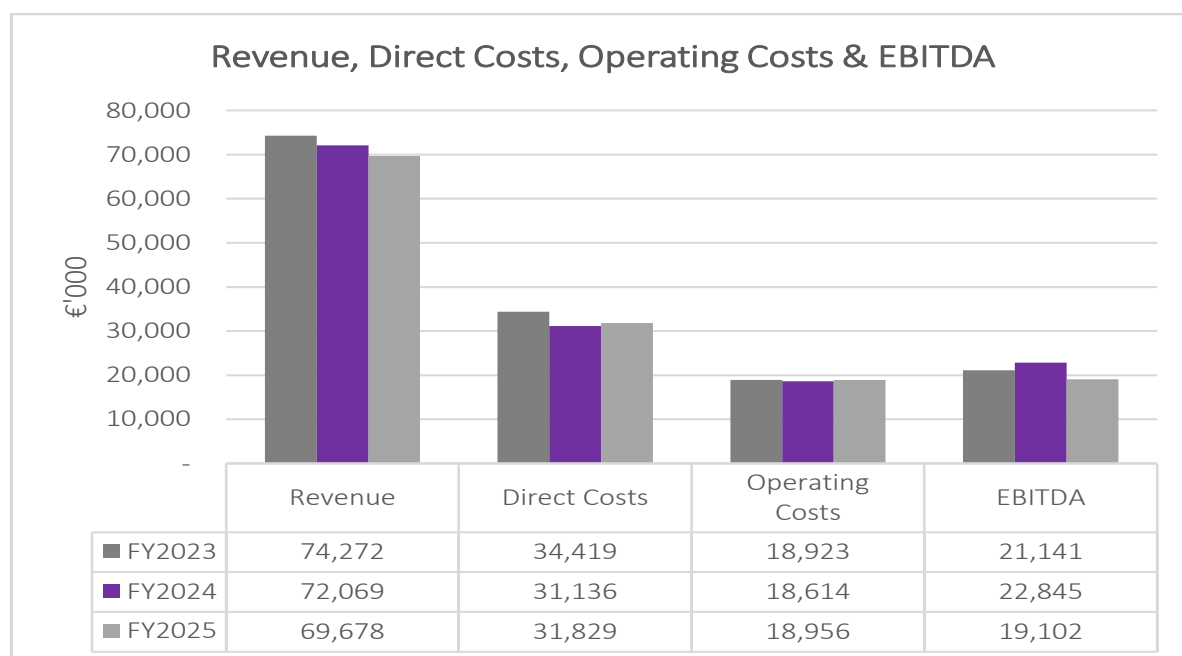
REVIEW OF FY2025

During FY2025, the Company recorded a decline in revenue of 3.3% to €69.7 million (FY2024: €72.1 million), following a similar contraction in the prior year. The decrease was primarily driven by lower sports content revenues after the expiration of the trilateral broadcasting agreement with Cyta and Primetel and its replacement with another one bilaterally with Cyta, as well as reduced sales of mobile handsets, which are typically low margin.

Direct costs (excluding depreciation and amortisation) increased by 2.2% to €31.8 million, despite the decline in revenue. This reflects higher RAN sharing charges and increased costs associated with

servicing the growing business and mobile customer base, partially offset by lower costs linked to football broadcasting rights and handset sales.

As a result, gross profit declined by 7.5% to €37.8 million, with the gross profit margin compressing to 54.3% (FY2024: 56.8%).



Operating costs (excluding depreciation and amortisation) increased modestly by €0.3 million to €19.0 million, reflecting continued investment in commercial and operational capabilities. Consequently, EBITDA declined by 16.4% to €19.1 million (FY2024: €22.8 million), reflecting the impact of lower sports-content related revenues, increased RAN sharing costs, and continued investment in mobile growth.

Depreciation and amortisation charges remained elevated at €18.9 million (FY2024: €19.3 million), reflecting the capital-intensive nature of the business. Network infrastructure continues to account for the largest share of depreciation (€6.8 million), followed by amortisation of football broadcasting rights (€4.9 million), which increased in line with contract extensions and new agreements signed during the year. Additional charges relate to IT equipment and spectrum licences (including 4G and 5G).

Net finance costs increased to €4.4 million (FY2024: €3.9 million), driven by IFRS 16 interest component associated with football rights liabilities. As a result, the Company reported a loss before tax of €4.2 million, compared to a near break-even position in FY2024.

Overall, the Company reported a net loss of €3.4 million for FY2025, reflecting the impact of lower sports-content related revenues, increased RAN sharing costs and a changing revenue mix. Nevertheless, the Company continued to maintain positive EBITDA generation and operating cash flows during the year, while continuing to invest in its strategic growth initiatives and network infrastructure.

The Board of Directors indicated in the Annual Report that a return to profitability is now expected in FY2027, with gradual improvement in revenue and operating performance anticipated from FY2026 onwards.

VARIANCE ANALYSIS – FY2025

	FY2025(A)	FY2025(F)	Variance
	€'000	€'000	
Revenue	69,678	73,761	-6%
Direct Costs	(31,829)	(32,361)	-2%
Gross Profit	37,849	41,400	-9%
Operating Costs	(18,956)	(18,134)	5%
Other Income	209	90	131%
EBITDA	19,102	23,356	-18%
Depreciation & Amortisation	(18,906)	(18,981)	0%
Operating Profit	196	4,374	-96%
Net Finance Costs	(4,408)	(4,215)	5%
Profit/Loss Before Tax	(4,212)	160	-2735%
Taxation Expense	822		
Profit for the Year	(3,390)	160	-2221%
	-		
EBITDA	19,102	23,356	-18%
Operating Profit	196	4,374	-96%
Depreciation & Amortisation	18,906	18,981	0%

Revenue underperformed expectations, coming in 6% below forecast at €69.7 million (forecast: €73.8 million). The shortfall was primarily attributable to lower football broadcasting rights-related revenue (closely matched by a corresponding direct costs improvement, a result of the renewal of the bilateral sports content agreement with CYTA) and to a lesser degree by a lower volume of device sales. While growth in mobile and B2B subscribers provided some support, this was slower than originally anticipated and insufficient to offset the decline in other revenue streams.

Direct costs were 2% lower than forecast at €31.8 million, reflecting some degree of cost containment. The cost reduction was partially offset by contractual increases in RAN sharing costs, driven by the continued investment in expanding the capacity and capabilities of the Company's mobile network infrastructure during FY2025. As a result, the decrease in direct costs was insufficient to offset the revenue shortfall, resulting in gross profit being 9% below forecast at €37.8 million.

Operating costs exceeded expectations by 5%, reaching €19.0 million (forecast: €18.1 million), primarily due to the extraordinary redundancy payments to employees as a result of corporate reorganisation to improve governance and efficiency. As a result of the combined impact of lower revenues and higher operating costs, EBITDA came in significantly below expectations at €19.1 million, representing an 18% negative variance compared to the €23.4 million forecast.

Meanwhile, depreciation & amortisation came very close to the forecast reported last year, and while finance costs were higher, this related primarily to the IFRS16 interest component associated with football rights liabilities.

Consequently, operating profit fell substantially short of expectations at €0.2 million (forecast: €4.4 million). At the bottom line, the Company reported a loss before tax of €4.2 million, compared to a forecast profit of €0.2 million, representing a material variance.

OUTLOOK FY2026

Looking ahead, own network reach is expected to accelerate and approach 250,000 homes passed, with additional homes covered via wholesale fibre. Revenue is projected to recover to €75.2 million, driven primarily by growth in post-paid mobile subscribers, expansion in B2B and B2C customers, and a higher device sales volume.

Direct costs are forecast to increase to €37.0 million, reflecting contractually higher RAN sharing costs and increased device sales, which carry low contribution margins and therefore dilute overall profitability.

Operating costs are expected to decline, mainly due to lower administration fees and reduced HR-related expenses, providing some relief at the EBITDA level. As a result, EBITDA is projected to improve to €21.5 million, corresponding to a margin of 28.5% (FY2025: 27.4%).

Despite this improvement, finance costs are expected to exceed €5.0 million following the drawdown of additional debt facilities, limiting the flow-through of operating gains to the bottom line. Consequently, the Company is expected to continue its operational recovery trajectory in FY2026, although profitability at net level is projected to remain constrained by elevated finance costs and depreciation, with a forecast loss before tax of €2.5 million, albeit an improvement compared to FY2025.

9. STATEMENT OF FINANCIAL POSITION

	FY2023(A)	FY2024(A)	FY2025(A)	FY2026(F)
	€'000	€'000	€'000	€'000
ASSETS				
Property, Plant & Equipment	51,085	51,121	51,020	50,253
Right-of-Use Assets	17,814	17,897	15,952	13,130
Intangible Assets	29,541	42,661	46,823	40,826
Financial assets at amortised cost	178	170	579	602
Inventories	504	280	665	601
Trade & Other Receivables	14,689	11,523	9,065	12,782
Deferred Tax Assets	1,141	1,331	2,111	2,111
Bank Deposits & Cash in Hand	2,861	2,408	1,876	3,692
TOTAL ASSETS	117,813	127,392	128,091	123,997
EQUITY & LIABILITIES				
Equity				
Share Capital	5,750	5,827	5,827	5,827
Other Reserves	26,393	27,679	27,679	27,679
Accumulated Losses	(32,498)	(33,086)	(36,477)	(39,131)
Total Equity	(355)	420	(2,971)	(5,625)
Liabilities				
Borrowings	51,882	53,940	64,005	62,337
Lease Liabilities	12,225	11,988	9,836	7,539
Trade & Other Payables	39,097	34,855	26,186	32,974
Football Rights Liability	14,389	25,123	30,009	25,747
Tax Liabilities	575	1,067	1,025	1,025
Total Liabilities	118,168	126,972	131,062	129,622
TOTAL EQUITY & LIABILITIES	117,813	127,392	128,091	123,997

CABLENET'S ASSET BASE

Cablenet's asset base remains heavily concentrated in non-current assets, reflecting the capital-intensive nature of its operations. Property, plant and equipment, intangible assets, and right-of-use assets continue to form the core of the Company's asset structure, as highlighted in Section 5 of this report.

In FY2025, total assets increased marginally to €128.1 million (FY2024: €127.4 million). The most notable movement was the increase in intangible assets to €46.8 million (FY2024: €42.7 million), driven by the extension and acquisition of football broadcasting rights.

Conversely, right-of-use assets declined to €16.0 million, reflecting ongoing lease amortisation, while trade receivables continued to decrease, indicating tighter working capital management or changes in revenue mix.

LIABILITIES

The Company's liabilities are primarily composed of borrowings, football rights liabilities, lease obligations, and trade and other payables.

Borrowings Analysis	FY2023	FY2024	FY2025
	€'000	€'000	€'000
Current Borrowings	2,949	3,454	3,649
Non-Current Borrowings	48,933	50,486	60,356
Total Debt	51,882	53,940	64,005
Cash & Equivalents	2,861	2,408	1,876
Net Debt	49,021	51,532	62,129

Net debt increased significantly in FY2025 to €62.1 million (FY2024: €51.5 million), reflecting additional borrowings during the year. This increase was largely driven by a €21 million loan from the majority shareholder, GO plc, which was used to refinance existing shareholder loans and settle intra-group obligations.

Trade & Other Payables	FY2023	FY2024	FY2025
	€'000	€'000	€'000
Trade Payables	13,125	12,946	11,048
Amounts due to Shareholders	11,716	12,219	5,570
Deferred Subscriptions Income	5,767	2,067	1,294
Accruals	2,499	1,342	2,204
Refundable Security Deposits on Subscriptions	3,384	3,497	3,437
Other Payables	2,607	2,784	2,634
	39,097	34,855	26,186

Trade and other payables declined to €26.2 million (FY2024: €34.9 million), primarily due to the restructuring of amounts owed to the shareholder into loan financing, as explained above.

Football rights liabilities increased further to €30.0 million (FY2024: €25.1 million), reflecting continued investment in premium sports content, as explained earlier in this report. This amount reflects an additional €9 million of value, net of amortisation charges for the year.

EQUITY BASE

The Company's equity position remained negative in FY2025, with total equity reaching negative €3.0 million. This was driven by the continued accumulation of losses, increasing to €36.5 million.

OUTLOOK FY2026

Total assets are expected to decrease to €124.0 million, primarily due to ongoing amortisation of intangible assets, particularly football rights, exceeding new additions, primarily related to upgrades of the cable network, customer premises equipment purchases and software upgrades.

Trade receivables are projected to increase to €12.8 million, reflecting the expected growth in revenues which includes device financing and other service revenues, while cash balances are expected to improve to €3.7 million, supported by stronger operating performance.

Borrowings are expected to decline modestly to €62.3 million as some cash generation is used to reduce overdraft balances. Overall leverage is expected to improve during FY2026, supported by the reduction in borrowings and, more significantly, by the projected recovery in EBITDA.

Movements in payables are expected to reflect increased activity in device financing, while football rights liabilities are projected to decline as scheduled payments are made.

The Company is expected to remain in a negative equity position, with further losses in FY2026 widening the accumulated deficit.

10. STATEMENT OF CASH FLOWS

	FY2023(A)	FY2024(A)	FY2025(A)	FY2026(F)
	€'000	€'000	€'000	€'000
Net Cash from Operating Activities	19,952	23,087	19,523	23,927
Net Cash Used in Investing Activities	(21,048)	(18,570)	(15,206)	(13,317)
Free Cash Flows	(1,096)	4,517	4,317	10,610
Net Cash Used in Financing Activities	2,971	(4,622)	(5,948)	(6,155)
	1,875	(105)	(1,632)	4,455
Cash & Cash Equivalents:				
At the Beginning of the Year	(3,320)	(1,445)	(1,550)	(3,182)
At the End of the Year	(1,445)	(1,550)	(3,182)	1,273

Cablenet generated €19.5 million in net cash from operating activities in FY2025 (FY2024: €23.1 million). The decline reflects the weaker operating performance during the year, with lower EBITDA partially offset by non-cash adjustments (primarily depreciation and amortisation) and working capital movements.

Investing activities resulted in a net cash outflow of €15.2 million (FY2024: €18.6 million). Capital expenditure on property, plant and equipment remained broadly stable at €9.1 million (FY2024: €9.8 million), reflecting continued investment in network infrastructure. In addition, the Company deployed €4.2 million towards football broadcasting rights, relating to contract extensions and new agreements, while a further €1.9 million was invested in other intangible assets, primarily software.

As a result, the Company generated positive free cash flow of €4.3 million (FY2024: €4.5 million), indicating that operating cash flows remained sufficient to cover ongoing investment requirements, despite the weaker earnings during the year.

Financing activities resulted in a net cash outflow of €5.9 million (FY2024: €4.6 million outflow). During the year, the Company restructured its obligations to its majority shareholder, GO plc, through a €21 million loan facility. This facility was primarily used to refinance €11.3 million of existing borrowings and €7.0 million of outstanding intra-group trade payables, with €1.7 million drawn down before year-end (the balance drawn in early FY2026). In addition, the Company incurred €4.5 million in interest payments and €3.3 million in lease-related payments.

Overall, after funding investing and financing activities, the Company recorded a net cash outflow of €1.6 million for the year. This, combined with an opening net overdraft position, resulted in a closing net cash deficit of €3.2 million.

OUTLOOK FY2026

Operating cash flows are expected to improve to €23.9 million in FY2026, supported by higher forecast EBITDA and broadly stable working capital dynamics.

Investing cash outflows are projected to decline to €13.3 million in FY2025. Capital expenditure on network infrastructure is expected to remain ongoing but broadly controlled. The Company will continue to invest in strategic network infrastructure upgrades and mobile enhancements aimed at further improving customer experience, supporting higher network speeds and capacity, and strengthening the Company's long-term competitive positioning.

Financing cash outflows are expected to remain elevated at €6.2 million, driven by bond interest, shareholder loans interest payments, as well as continued lease-related payments, including those associated with football rights.

As a result, the Company is projected to generate a net cash inflow of €4.5 million in FY2026, leading to a positive closing cash position of €1.3 million.

11. RATIO ANALYSIS

The following set of ratios have been computed from the Company's figures, both historical and projections.

Note: where the ratios were non-comparable because of a negative return or a negative result, the ratio has been recorded as 'n/a'.

	FY2023 (A)	FY2024 (A)	FY2025 (A)	FY2026 (F)
Contribution Margin <i>(Gross Profit / Revenue)</i>	53.7%	56.8%	54.3%	50.8%
EBITDA Margin <i>(EBITDA / Revenue)</i>	28.5%	31.7%	27.4%	28.5%
Operating Profit Margin <i>(Operating Profit / Revenue)</i>	2.3%	5.0%	0.3%	3.3%
Net Profit Margin <i>(Net Profit / Revenue)</i>	N/A	N/A	N/A	N/A
Interest Cover Ratio <i>(EBITDA / Net Finance Cost)</i>	5.46x	5.93x	4.33x	4.28x
Net Debt to EBITDA <i>(Net Debt / EBITDA)</i>	2.32x	2.26x	3.25x	2.73x
Gearing Ratio <i>(Total Borrowings / Equity + Borrowings)</i>	98.5%	99.9%	102.0%	107.4%
Gearing Ratio (2) <i>(Net Borrowings / Equity + Net Borrowings)</i>	100.7%	99.2%	105.0%	110.6%
Current Ratio <i>(Current Assets / Current Liabilities)</i>	0.33x	0.27x	0.27x	0.37x

Cash Ratio

0.06x

0.05x

0.04x

0.08x

(Cash & Equivalents / Current Liabilities)

The Company's margin profile weakened during FY2025 compared to FY2024, following the strong operational uplift recorded in the prior year. Contribution margin declined to 54.3% (FY2024: 56.8%), reflecting a shift in revenue mix towards lower-margin segments, particularly within mobile services. This trend is expected to continue into FY2026, with contribution margin forecast to decline further to 50.8%, primarily reflecting the anticipated significant growth in lower-margin device sales as part of the Company's broader commercial strategy and customer acquisition efforts.

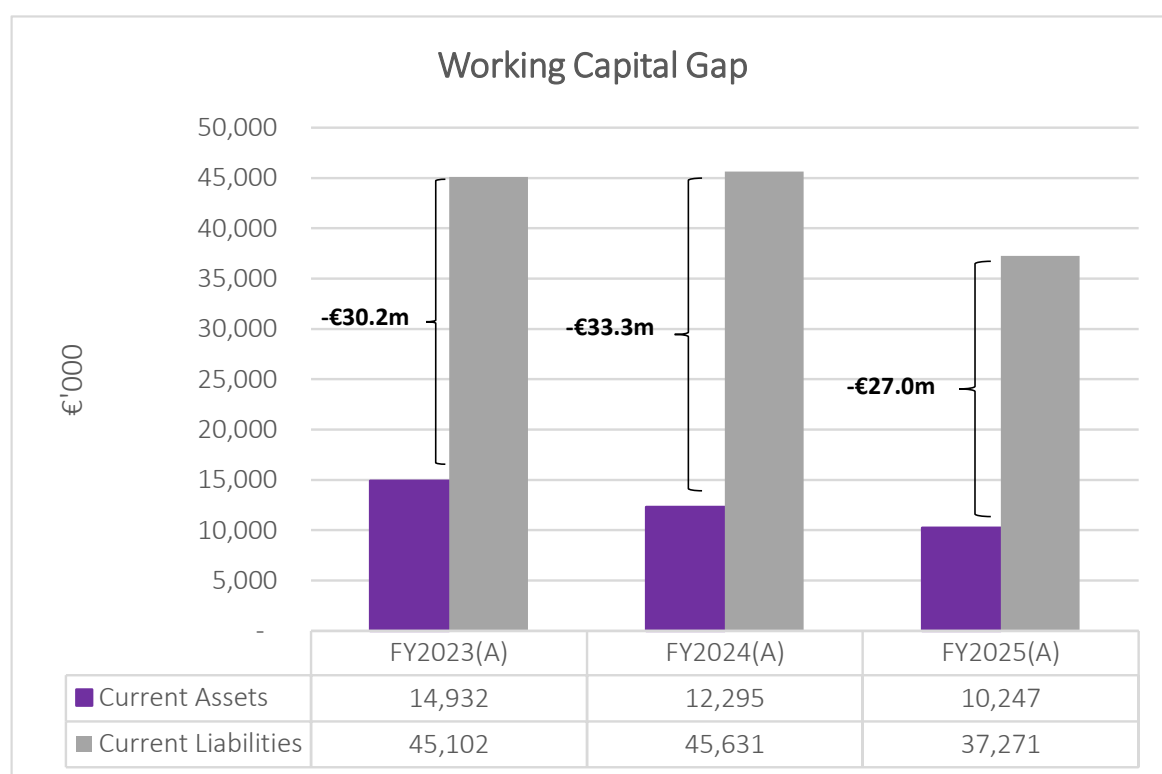
Similarly, EBITDA margin reduced to 27.4% in FY2025 from 31.7% in FY2024, primarily reflecting the decline in EBITDA during the year, driven by increased RAN sharing costs and a changing revenue mix. However, a modest recovery is projected in FY2026 (28.5%), supported by the expected improvement in revenue, gross profit and EBITDA generation, alongside the benefits of ongoing cost management initiatives. At the operating profit level, margins compressed significantly to 0.3% in FY2025 (FY2024: 5.0%), highlighting continued pressure from depreciation, amortisation, and other operating costs. A partial recovery to 3.3% is expected in FY2026, although operating profitability remains relatively thin.

Despite the decline in EBITDA, the Company maintained a relatively adequate interest cover ratio of 4.3x in FY2025 (FY2024: 5.9x), indicating continued capacity to service finance costs, albeit with reduced headroom. This ratio is expected to remain broadly stable at 4.28x in FY2026.

Leverage increased materially during FY2025, with Net Debt to EBITDA rising to 3.25x (FY2024: 2.26x), reflecting a combination of lower EBITDA and additional shareholder-related financing utilised during the year as part of the Company's broader refinancing and funding structure. Encouragingly, this ratio is forecast to improve to 2.73x in FY2026, driven by anticipated EBITDA recovery and a slight reduction in total debt levels.

The Company's gearing position remains elevated, reflecting the capital-intensive nature of the telecommunications sector and the Company's continued investment programme and growth strategy. While gearing metrics remain high and are projected to stay above 100% in FY2026, the Company expects its overall financial profile to improve gradually, supported by stronger operating performance and a modest reduction in borrowings beyond 2026.

From a liquidity perspective, the Company remains in a structurally negative working capital position, with current ratios of 0.27x in both FY2024 and FY2025 and expected to remain at similar levels in FY2026. This is also reflected in the persistent working capital gap illustrated in the chart, where current liabilities significantly exceed current assets across all periods. While this may appear adverse at face value, it remains broadly consistent with the operating dynamics of the telecommunications sector, where revenue is largely prepaid or collected quickly, while supplier and other obligations benefit from longer payment terms. This notwithstanding, the Company’s shareholders supported it over the years through shareholders’ loans and unwithdrawn declared dividends.



While liquidity ratios remain below conventional benchmarks, this continues to reflect the operating characteristics of the telecommunications sector and the Company’s investment phase. The Company continues to generate recurring operating cash flows and benefits from ongoing shareholder backing, providing additional liquidity comfort and supporting its ability to meet operational and investment requirements.

The cash ratio remains low, as it declined to 0.04x in FY2025 while expecting to improve to 0.08x in FY2026. While such levels are not uncommon in capital-intensive telecommunications businesses, the projected improvement reflects the anticipated strengthening in operating cash flow generation and cash balances during FY2026, notwithstanding the Company’s ongoing investment programme and elevated debt levels.

Overall, while the Company continues to operate within sector norms in terms of working capital structure, FY2025 reflects a clear deterioration in profitability, leverage, and coverage metrics compared to FY2024. The FY2026 forecast points to partial recovery, but in the annual report for FY2025, the board declared their confidence that the Company will return to profitability as from FY2027.

PART C RELATED PARTIES' LISTED SECURITIES

GO plc is the parent company of Cablenet, owning 70.61%. GO plc has its shares listed on the Official List of the Malta Stock Exchange. Details of its listed securities are included hereunder:

Number of shares in issue (as at the date of this FAS): 101,310,488 shares

ISIN: MT0000090101

GO plc also has a €60 million bond listed on the Official List of the Malta Stock Exchange, details of which are included hereunder:

Bond Details: 3.5% unsecured maturing in 2031

ISIN: MT0000091216

Furthermore, **Klikk Finance plc**, a wholly owned subsidiary of GO plc (save for one share), has €1.6 million of bonds outstanding (original issue of €2 million) which trade on Prospects MTF of the Malta Stock Exchange, details of which are included hereunder:

Bond Details: 5.5% unsecured maturing in 2027

ISIN: MT0001541201

Furthermore, GO plc owns 51% of **BMIT Technologies plc**, which makes the latter a sister company of Cablenet. The shares of BMIT Technologies plc are also listed on the Official List of the Malta Stock Exchange, details of which are included hereunder:

Number of shares in issue (as at the date of this FAS): 218,720,233

ISIN: MT0002130103

On 30 October 2025, BMIT Technologies plc acquired 49% of the issued share capital of **Malta Properties Company plc** ('MPC'). MPC's shares are listed on the Official List of the Malta Stock Exchange, details of which are included hereunder:

Number of shares in issue (as at the date of this FAS): 101,310,488 shares

ISIN: MT0000990102

MPC also has a €25 million bond listed on the Official List of the Malta Stock Exchange, details of which are included hereunder:

Bond Details: 4.0% secured maturing in 2032

ISIN: MT0000991217

PART D COMPARATIVES

The table below compares the Company's bonds with other local corporate bonds having maturities closest to the Company's bonds. The list excludes issues by financial institutions. The comparative set includes local groups whose assets, strategy and level of operations vary significantly from those of the Company and are therefore not directly comparable. Nevertheless, the table below provides a sample of some comparatives:

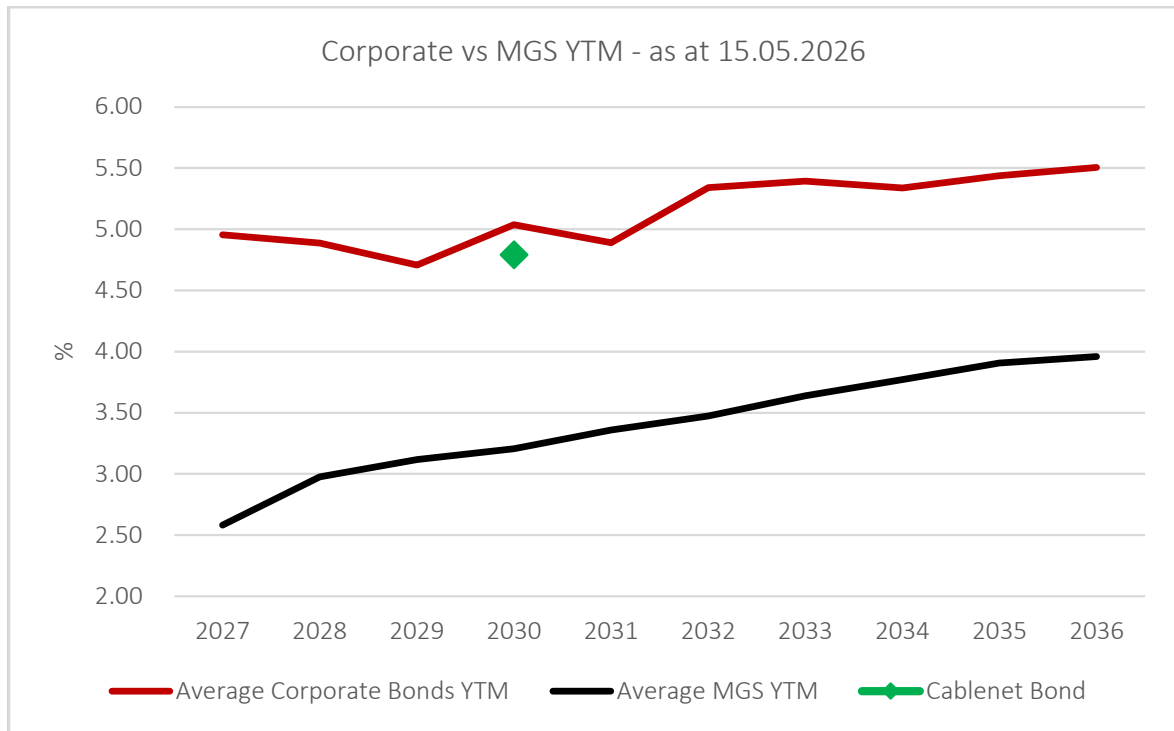
Bond Details	Amounts Outstanding (€)	Gearing*	Net Debt to EBITDA	Interest Cover**	YTM as at 15.05.2026
4.50% Endo Finance plc 2029 (Unsecured)	13,500,000	58.8%	5.5x	2.2x	4.53%
4.00% SP Finance plc 2029 (Secured)	12,000,000	36.1%	2.5x	11.3x	4.11%
3.75% TUM Finance plc 2029 (Secured) (Puttable)	20,000,000	59.9%	23.7x	2.8x	4.99%
3.75% AX Group plc 2029 (Unsecured)	10,000,000	39.2%	4.9x	4.0x	4.21%
4.00% Cablenet Communication Systems plc 2030 (Unsecured)	40,000,000	104.3%	3.7x	4.3x	4.79%

Source: Yield to Maturity from rizzofarrugia.com, based on bond prices of 15 May 2026. Ratio workings and financial information quoted have been based on the respective issuers' unadjusted published financial data (or their guarantors, where and as applicable)

**Gearing - (Net Debt/ Net Debt + Total Equity)*

***Interest Cover: (EBITDA / Net Finance Costs)*

The following shows the average yield to maturity of listed corporate bonds and MGS covering a nine-year period, and how Cablenet’s bond compares to such average yields. All the yields presented hereunder are as at 15 May 2026.



At a yield-to-maturity of 4.79%, Cablenet’s bonds are priced 25 basis points below the equivalent average corporate bonds YTM for 2030 maturities and at a 158-basis points premium over the average MGS YTM for 2030 maturities.

PART E GLOSSARY

INCOME STATEMENT EXPLANATORY DEFINITIONS

Revenue	Total revenue generated by the company from its business activity during the financial year.
EBITDA	Earnings before interest, tax, depreciation and amortization, reflecting the company's earnings purely from operations.
EBIT (or Operating Profit)	Earnings before interest and tax.
Depreciation and Amortization	An accounting charge to compensate for the reduction in the value of assets and the eventual cost to replace the asset when fully depreciated.
Finance Income	Interest earned on cash bank balances and from the intra-group companies on loans advanced.
Finance Costs	Interest accrued on debt obligations.
Net Profit	The profit generated in one financial year.

CASH FLOW STATEMENT EXPLANATORY DEFINITIONS

Cash Flow from Operating Activities	The cash used or generated from the company's business activities.
Cash Flow from Investing Activities	The cash used or generated from the company's investments in new entities and acquisitions, or from the disposal of fixed assets.
Cash Flow from Financing Activities	The cash used or generated from financing activities including new borrowings, interest payments, repayment of borrowings and dividend payments.
Free Cash Flow (FCF)	FCF represent the amount of cash remaining from operations after deducting capital expenditure requirements.

STATEMENT OF FINANCIAL POSITION EXPLANATORY DEFINITIONS

Assets	What the company owns which can be further classified in Current and Non-Current Assets.
Non-Current Assets	Assets, full value of which will not be realised within the forthcoming accounting year.
Current Assets	Assets which are realisable within one year from the statement of financial position date.
Liabilities	What the company owes, which can be further classified in Current and Non-Current Liabilities.
Current Liabilities	Obligations which are due within one financial year.
Non-Current Liabilities	Obligations which are due after more than one financial year.
Equity	Equity is calculated as assets less liabilities, representing the capital owned by the shareholders, retained earnings, and any reserves.

PROFITABILITY RATIOS

Contribution Margin	Contribution margin is gross profit achieved during the financial year expressed as a percentage of total revenue.
EBITDA Margin	EBITDA as a percentage of total revenue.
Operating Profit Margin	Operating profit margin is operating profit achieved during the financial year expressed as a percentage of total revenue.
Net Profit Margin	Net profit margin is profit after tax achieved during the financial year expressed as a percentage of total revenue.
Return on Equity	Return on equity (ROE) measures the rate of return on the shareholders' equity of the owners of issued share capital, computed by dividing profit after tax by shareholders' equity.

Return on Capital Employed

Return on capital employed (ROCE) indicates the efficiency and profitability of a company's capital investments, estimated by dividing operating profit by capital employed.

Return on Assets

Return on assets (ROA) measures the rate of return on the assets of the company. This is computed by dividing profit after tax by average total assets.

LIQUIDITY RATIOS

Current Ratio

The current ratio is a financial ratio that measures whether a company has enough resources to pay its debts over the next 12 months. It compares a company's current assets to its current liabilities.

Cash Ratio

Cash ratio is the ratio of cash and cash equivalents of a company to its current liabilities. It measures the ability of a business to repay its current liabilities by only using its cash and cash equivalents and nothing else.

