

## **DIGI.COM BERHAD ("DIGI" OR THE "COMPANY")**

# Execution of Access Agreement ("AA") with Digital Nasional Berhad ("DNB") in relation to the 5G wholesale services

#### 1. Introduction

The Board of Directors of Digi ("Board") wishes to announce that Digi Telecommunications Sdn Bhd ("DigiTel"), a wholly owned subsidiary of Digi.Com Berhad, has on 30 October 2022 executed an AA with DNB for access to the 5G Single Wholesale Network ("SWN"). This agreement will enable DigiTel to enrich its current portfolio of services with the gradual deployment of 5G retail services for consumer and enterprise customers.

## 2. Details of the Access Agreement

The execution of this AA involves DigiTel:

- (i) Subscribing to DNB's National 5G Wholesale Network Product ("Base Product") for a period of 10 years commencing from the date of AA; and
- (ii) Having the option to purchase future 5G wholesale services to be rolled out by DNB, to develop innovative 5G enterprise and value-added services to serve customer needs.

#### 2.1 Business Model and Cost Structure

The 5G SWN policy and signing of the AA may lead to a gradual shift in Digi's operating model away from the traditional network ownership model towards a radio network leasing model, as 5G traffic grows.

### 3. Effects of the AA

The AA does not have any effect on the share capital and substantial shareholders' shareholdings of the Company.

The AA is not expected to have any significant effect on the earnings, net assets and gearing of Digi group for the financial year ending 31 December 2022.

## 4. AA Registration with MCMC

It is a requirement for the AA to be registered with the Malaysian Communications and Multimedia Commission ("MCMC") post execution.

# 5. Statement by the Board

The Board, having considered the AA, is of the opinion that the AA is in the best interest of the Company.

## 6. Interest of Directors and/or Major Shareholders and/or Persons Connected to them

None of the Directors and/or major shareholders of the Company and/or persons connected to them have any interest, whether direct and/or indirect, in the AA.

This announcement is dated 31 October 2022.