



# ANNOUNCEMENT OF RELATED PARTY TRANSACTION

In accordance with paragraph 10.5(h)(i)(c) of the Malawi Stock Exchange Listings Requirements ("MSE LR"), an issuer is required to publish details of a relevant related party transaction in line with Paragraph 10.4(1)(a) of the MSE LR. Telekom Networks Malawi Plc ("TNM") accordingly informs its shareholders of a proposed related party transaction as follows:

- TNM intends to obtain a shareholder's loan from Press Corporation Plc ("PCL"), a material shareholder of TNM (as defined by paragraph 10.1 (c) of the MSE LR). PCL holds 43.72% stake of TNM's share capital and is therefore a related party of TNM pursuant to paragraph 10.1(b)(i) of the MSE LR.
- The loan is unsecured and for the sum up to MK4,500,000,000.00 (Four Billion Five Hundred Million Kwacha Only).
- The applicable annual interest rate will be the prevailing National Bank of Malawi reference rate plus 4.5% and the repayment period will be 12 months. In arriving at the interest rate, the cost incurred by PCL to raise the funds to lend to TNM was considered.

The money borrowed will be used for the purpose of settling urgent TNM obligations. This will mitigate the risk of operational disruptions and safeguard TNM's service delivery, which are key for sustained shareholder value.

Paragraph 10.5(h)(i)(b) of the MSE LR has been complied with and the Board Audit Committee of TNM has reviewed and declared the transaction to be fair as far as the shareholders of the Company are concerned. The Fairness Opinion will be available for inspection prior to completion of the transaction at TNM's registered office for a period of seven days from the date of the announcement. Shareholders can also request to be furnished with the fairness opinion by email to [cosec@tnm.co.mw](mailto:cosec@tnm.co.mw). The Fairness Opinion will still be available for inspection post-completion of the transaction.

Enquiries related to the transaction can be made by shareholders via WhatsApp at 0887 378 800.

Registered Office: **Fifth Floor, Livingstone Towers, Glyn Jones Road, Blantyre, Malawi**

**CHISOMO GOVERNOR  
COMPANY SECRETARY**