

Bcom Sells Entire Bezeq Stake for Approximately NIS 2.7 Billion

Transaction marks the largest secondary block trade in Israeli capital market-history

Bezeq's market value has increased ~250% since Searchlight assumed control in 2019

B Communications ("Bcom") announced today (Tuesday) the sale of its entire holdings in Bezeq, for approximately NIS 2.7 billion (US \$860 million), following demand of more than NIS 8 billion (US \$2.5 billion) from leading Israeli and global tier-I institutional investors. This transaction represents the largest secondary block trade ever executed on the Tel Aviv Stock Exchange. The sale, which was executed in accordance with the amended control permit granted to the company and its control shareholders on November 11, 2025, was priced at NIS 6.2 per share – an approximately 2% discount to today's closing price. Citibank acted as sole global coordinator, with Jefferies and Leader Capital Markets serving as joint bookrunners.

Upon completion, the representatives of Bcom's controlling shareholders on Bezeq's Board of Directors – Mr. Darren Glatt, Senior Partner at Searchlight who led the transaction and Chairman of Bcom, and Mr. Ran Fuhrer – will step down. Bezeq's Chairman, Mr. Tomer Raved, will remain in his role, continuing to lead the Group's strategic execution.

Since Searchlight assumed control in 2019, Bezeq has undergone a substantial value-creation process. Bezeq's market capitalization has risen by approximately 250%, while Bcom's share price has appreciated by more than 300%.

Bezeq's Q3 2025 results highlight the momentum and strong performance resulting from this strategic plan: core revenues now account for 93% of total Group's revenues, adjusted net profit increased by approximately 56%, and adjusted EBITDA grew by 14%.

During this period, Bezeq completed one of Israel's largest-ever infrastructure projects – connecting 2.9 million households to fiber infrastructure and launching nation-wide 5G services. The Group also advanced key regulatory reforms aimed at improving service quality for Bezeq customers while strengthening the Group's profitability.

In recent years, Bezeq resumed dividend distributions, reopened access to foreign investors, and maintained strong financial resilience, including low leverage, robust liquidity and high credit ratings – enhancing the financial flexibility of both Bezeq and Bcom.

Darren Glatt, Senior Partner at Searchlight Capital and Bcom's Chairman: "This transaction reflects the substantial progress Bezeq has delivered in recent years. We are proud of the significant value generated for shareholders, the strengthened financial and operational position of the Group, and its positive impact on Israeli communications sector. Under the continued leadership of Chairman Tomer Raved and Bezeq's management team, we believe the Group is well positioned for further growth. We thank our partners in Israel and globally for their trust and cooperation throughout this period."