

December 18, 2025

**Bezeq The Israel Telecommunication Corp. Ltd.
(the Company)**

To: Israel Securities Authority Tel Aviv Stock Exchange
Ltd.

Dear Sir/Madam,

**Court judgment approving a settlement agreement regarding motions to disclose documents for considering
filing a derivative action**

Derivative action and motion for approval of a derivative action

Further to the Company's immediate reports dated March 5, 2020 (reference no.: 2020-01-018706), and June 5, 2023 (reference no.: 2023-01-052645), and as described in Section 2.18.1(g) and Footnote 30 to the chapter 'Description of the Corporation's Business' in the Company's periodic report for 2024, regarding two motions (which were consolidated) for the disclosure of documents for the purpose of considering filing a derivative action [regarding the exercise of the Company's rights against officers in connection with the Competition Authority's decision on September 4, 2019 regarding the Company's abuse of its position in the area of infrastructure], and also regarding a motion for approval of a derivative action [concerning fines imposed on the Company by the Ministry of Communications regarding the implementation of the wholesale market reform]—on December 17, 2025, a court judgment was issued approving a settlement agreement in these cases, pursuant to which approximately NIS 3.4 million will be paid to the Company by the Company's officers' insurance, out of which the Company shall pay an award, legal fees, and deductible. The settlement fully and finally resolves all the Company's claims regarding the fines imposed by the Ministry of Communications and the Competition Authority, and the payment of the compensation will be deemed full and final settlement of all claims and any damage caused to the Company, if any, due to the events that led to the imposition of the fines by the Ministry of Communications and the Competition Authority.

Respectfully,

Bezeq The Israel Telecommunication Corp. Ltd.

7 HaManor St., Holon 5886105

Bezeq – The Israel Telecommunication Corp. Ltd.