

CITYFIBRE INFRASTRUCTURE HOLDINGS LIMITED

2021 MID YEAR UPDATE

2021 has seen good progress to date as we aim to fulfil our ambition to reach up to 8 million homes with our Full Fibre network. Since the end of 2020 we have now expanded our build to 60 cities, and services are now live in 46 locations.

As the rollout has continued to scale, CityFibre has become the network of choice for many consumer Internet Service Providers ("ISPs"). In addition to long-term agreements with Vodafone, TalkTalk and Zen, CityFibre has expanded its customer base with 24 local consumer ISPs dedicated to Full Fibre broadband services.

On 16th September 2021 CityFibre confirmed it has secured a capital raise of £1.125bn. The financing, which is the largest capital raise ever dedicated to Full Fibre deployment in the UK, will support and accelerate CityFibre's rollout to a third of the UK market by 2025.

The capital includes new equity investments from Abu Dhabi's Mubadala Investment Company (Mubadala), one of the world's leading sovereign investors, and Interogo Holding, a foundation-owned investment group, which will join CityFibre's existing investors Antin Infrastructure Partners and the Infrastructure business within Goldman Sachs Asset Management (Goldman Sachs), as minority shareholders.

Mubadala's investment into CityFibre also marks the first capital deployed under the new infrastructure vertical of the United Arab Emirates – United Kingdom Sovereign Investment Partnership. The partnership, which Mubadala oversees for the UAE and the Office for Investment for the UK, serves as a coordination platform to grow a future-focused investment relationship between the two nations and enable growth, employment, and global competitiveness across priority sectors.

CityFibre has also secured a £300m extension of its existing £820m banking facilities with Crédit Agricole CIB, and National Australia Bank joining the syndicate alongside other major global financial institutions that are demonstrating their continued support, including ABN Amro, Banca IMI, BNP Paribas, Lloyds, NatWest, and Société Générale.

To support the continued acceleration of its rollout, CityFibre announced on 28th September 2021 that it has expanded a strategic alliance with Bechtel, one of the world's leading engineering, construction, and project management companies. Bechtel's teams have been fully integrated into CityFibre's organisational structure since September 2020, enabling CityFibre to accelerate the mobilisation of its 25 network construction partners and manage more than 60 parallel full town and city builds.

The new agreement formalises a five-year extension to the partnership and will fully leverage Bechtel's mega-project expertise. The alliance will help ensure CityFibre's rollout continues to scale at pace, in line with its plans, while also ensuring unrivalled quality of network construction. By the end of 2022, CityFibre expects to have more than 150 parallel full city, town and village builds underway. By the end of 2025 the rollout will reach approximately 285 locations and address up to 8m homes.