

Bogotá D.C., July 16th, 2021

RELEVANT INFORMATION

Colombia Telecomunicaciones S.A. ESP BIC

The Board of Directors of Colombia Telecomunicaciones S.A. ESP BIC (the “Company”), through a decision adopted today, authorized the legal representative and / or any of his substitute to sign the following contracts:

- (i) A purchase agreement for the fiber optic assets owned by the Company with a Colombian company (“InfraCo”) controlled by Kohlberg Kravis Roberts (“KKR”).

In exchange, the Company will receive an initial payment of USD 320 million, which may be subject to post-closing adjustments under usual conditions for this type of transaction. Likewise, the Company may in the future receive a higher income from its results in the fiber optic deployment activities, for a value of up to an additional USD 100 million.

- (ii) A contract whereby the Company will subscribe a participation in a Spanish company controlled by KKR (“HoldCo”) equivalent to 40%, with KKR holding the remaining 60%. The Company's investment in HoldCo will be made with a portion of the proceeds from the sale of the fiber optic assets. HoldCo will be the sole shareholder of InfraCo.
- (iii) Several contracts between the Company and InfraCo for the provision of wholesale connectivity services by InfraCo to the Company, the development of fiber optic network deployment activities, and other related services.

According with the authorizations granted by the Board of Directors, the Company signed the contract described in number (ii) above today. The signing of the contracts of numerals (i) and (iii), as well as the perfection of the operations of all the contracts is subject to the respective contractual stipulations and to the obtaining of the corresponding regulatory authorizations. InfraCo will implement a business plan for the expansion of the fiber optic network, thus reaching more Colombian homes.