

CELL C STATEMENT

Tuesday, 28 January, 2020 - Cell C's S&P Global status on certain loan facilities and senior secured bonds remains unchanged at D (Default).

The suspension of payments is part of the wider Cell C initiatives to improve liquidity and to restructure the company's balance sheet. Cell C continues to work proactively with all stakeholders to improve its liquidity, debt profile and long-term competitiveness as part of its turnaround strategy.

As announced in November (18 Nov 2019), Cell C has entered into an extended roaming agreement with MTN, to better control its capital expenditure and operating costs. This agreement will drive efficiencies in the delivery of services to consumers and supports South Africa's policy goals of avoiding network duplication.

The expanded roaming agreement together with a recapitalisation transaction are part of Cell C's turnaround strategy.

Cell C CEO, Douglas Craigie Stevenson adds, "Our turnaround strategy is to ensure operational efficiencies, restructure the balance sheet, implement a revised network strategy and improve overall liquidity. We continue to engage with all stakeholders throughout this process and believe we have made good progress."

ENDS

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