

INFORMATION

UNDER ANNEX No 9 of ORDINANCE No 2 of 17.09.2003 on the prospectuses to be published when securities are offered to the public and admitted to trading on a regulated market and on the disclosure of information (Ordinance No 2)

TO THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

OF TELELINK BUSINESS SERVICES GROUP AD FOR THE THIRD QUARTER OF 2021

The Management Board of TELELINK BUSINESS SERVICES EAD, city of Sofia, hereby notifies all existing and potential investors that this statement is made with regard to the requirements under article 33a², paragraph 1, in connection with article 33a¹, item 3 of Ordinance No 2 of the Financial Supervision Commission (FSC) and is the form of Annex No 9 of the abovementioned legal regulation. It contains information about the company's business during the period 01.01.2021 – 30.09.2021.

Persons who are liable for damages caused by false, misleading or incomplete information provided in this statement are as follows:

- Ivan Krasimirov Zhitiyanov – Chairperson and Executive Member of the Management Board
- Teodor Dimitrov Dobrev – member of the Management Board
- Paun Ivanov Ivanov – member of the Management Board
- Nikoleta Elenkova Stanailova – member of the Management Board
- Goiko Martinovic – member of the Management Board

1.1. Change of the persons who exercise control over the company

During the period 01.01.2021 – 30.09.2021, there is no change in the persons exercising control over TELELINK BUSINESS SERVICES EAD.

As of September 16 2021, Gojko Martinovic was replaced in its capacity of manager of Telelink Business Services DOO (Croatia) by Tomislav Kosanovic.

1.2. Initiation of insolvency proceedings for the company or its subsidiary and all substantial phases related to the proceedings.

No insolvency proceedings of TELELINK BUSINESS SERVICES EAD and its subsidiaries have been initiated during the reporting period.

1.3. Entering into or enforcement of material transactions.

During a meeting of the Management Board held on 06.01.2021, a resolution was adopted to establish new subsidiaries of the Company on the territory of USA with share capital of USD 10 thousand, and in Germany with share capital of up to EUR 30 thousand.

During the next meeting of the Management Board held on 07.01.2021, a resolution was adopted to appoint Ivan Krasimirov Zhitiyanov as an executive director of the US subsidiary, and Silviya Marinova Marinova as a director of the new subsidiary in Germany.

The above resolutions are approved by the Supervisory Board during its meeting held on 07.01.2021.

During a meeting of the Management Board held on 15.01.2021, the following resolution was adopted:

- to study the opportunities for admitting the Company's shares for trading on a regulated market segment of the Frankfurt Stock Exchange;
- to empower the Executive Director of the Company to undertake all necessary legal and factual actions for the implementation of the above resolution, under terms and conditions he shall consider appropriate with view of the Company's interests, including but not limited to engage trading specialists for the Company's share on the Frankfurt Stock Exchange, and to carry out any other legal and factual actions that are necessary and/or expedient with regard to the share trading on the Frankfurt Stock Exchange (including, to file an application, letters, notices and other documents to any government authorities and institutions in the country and abroad.

In pursuance of the resolution adopted on 06.01.2021, in its capacity of sole owner, on 29.01.2021 the company establishes a new subsidiary – limited liability company Telelink Business Services LLC (USA) with share capital of up to USD 10 thousand. As at the date of this statement, the capital of the newly established company has not been paid-in.

On 29.01.2021, the Company has submitted a counter guarantee, security guarantee on behalf of TBS Macedonia with regard to a hybrid cloud hardware platform agreement in favour of the Electric Communications Agency, Skopje, Republic of North Macedonia, in the amount of EUR 105 900.00 and term of validity 15.05.2022 r.

During a meeting held on 12.02.2021, the Company's Management Board approves as follows:

- entering into Annex No 5 to Loan Agreement No 265-0000001624611-36 between COMUTEL DOO, Serbia and Raiffeisen Bank AD, Serbia;
- entering into guarantee agreement by Telelink Business Services EAD, which will warrant the proper performance of the engagements of COMUTEL DOO under Loan Agreement No 265-0000001624611-36 between the latter and Raiffeisen Bank AD, Belgrade, Republic of Serbia;
- entering into money loan agreement between Telelink Business Services EAD – lender, and Telelink Abania SPK – borrower;
- entering into money loan agreement between Telelink Business Services EAD – lender, and Telelink Business Services DOOEL, Republic of North Macedonia – borrower.

With regard to the extension of the term of validity of a bank loan agreement in the amount of USD 4 200 thousand between COMUTEL DOO, Serbia and Raiffeisen Bank AD, Belgrade, until 27.01.2022, a guarantee agreement is concluded on 15.02.2021 with which Telelink Business Services EAD warrants the proper performance of the engagements of COMUTEL DOO, Serbia.

A money loan agreement is signed on 15.02.2021 between the subsidiaries TBS EAD (lender) and TBS Macedonia (borrower), with limit of up to EUR 2 000 thousand, under the condition of partial utilization and repayment by 31.12.2021 and interest in the amount of 2.5% per annum over the utilized portion of the loan.

A money loan agreement is signed on 15.02.2021 between the subsidiaries TBS EAD (lender) and Telelink Albania (borrower), with limit of up to EUR 500 thousand, under the condition of partial utilization and repayment by 31.12.2021 and interest in the amount of 2.5% per annum over the utilized portion of the loan.

During a meeting held on 12.03.2021, the Supervisory Board has adopted a resolution to determine a variable remuneration in the form of shares for 2021 of the members of the Management Board. The values of the performance indicators for payment of remuneration in the form of shares for 2021 are determined. The respective scheme will be proposed for approval by the General Meeting of Shareholders.

On 25.03.2021, the Management Board of Telelink Business Services Group AD has adopted a resolution for the establishment of a sole owner limited liability company on the territory of the Republic of Romania with trade name Telelink Business Services and capital of up to EUR 10 000 (ten thousand euro).

On May 28 2021, a cash loan agreement was signed between subsidiaries TBS EAD (lender) and Telelink Slovenia (borrower) with a limit of up to EUR 800 thousand, subject to revolving utilization and repayment, with a term until December 31 2021, bearing an interest rate of 2.5% p.a.

On May 31 2021, Annex No 5 to the Agreement for the undertaking of credit commitments under an overdraft credit line No 0018/730/10102019 dated 10th October 2019 was signed between UniCredit Bulbank AD and Telelink Business Services EAD as Borrower, Pledgor and Collateral provider within the meaning of the Financial Collateral Arrangements Act, under which Telelink Business Services Group AD is Guarantor and Pledgor, pursuant to which the drawdown period had been extended until 2nd June 2021.

On May 31 2021, Annex No 2 to the Suretyship Agreement dated 10th October 2019 to the Agreement for the undertaking of credit commitments under an overdraft credit line № 0018/730/10102019 from 10th October 2019 between Telelink Business Services EAD as Borrower and UniCredit Bulbank AD,

under which Telelink Business Services Group AD is Guarantor, was signed, pursuant to which the validity was extended until 2nd June 2021.

On June 02 2021 Annex No 6 to the Agreement for the undertaking of credit commitments under an overdraft credit line № 0018/730/10102019 from 10th October 2019 was signed between UniCredit Bulbank AD and Telelink Business Services EAD as Borrower, Pledgor and Security provider within the meaning of the Financial Collateral Arrangements Act, under which Telelink Business Services Group AD is Guarantor and Pledgor. Pursuant to the Annex, the amounts of the sublimits within the Total credit limit of EUR 13,000,000 were amended as follows:

- Credit overdraft up to EUR 3 000 000 with a drawdown period until 31st May 2022 and repayment period until 31st July 2022;
- Revolving credit up to EUR 4 000 000 with a drawdown period until 31st May 2022 and repayment period until 31st May 2023;
- Contingent credit up to EUR 13 000 000 with a drawdown period not later than 30th June 2029;
- Extension of the period of the letters of credit until 15th May 2023.

On June 02 2021 Annex No3 to the Suretyship Agreement dated 10th October 2019 to the Agreement for the undertaking of credit commitments under an overdraft credit line No 0018/730/10102019 dated 10th October 2019 between Telelink Business Services EAD as Borrower and UniCredit Bulbank AD, under which Telelink Business Services Group AD is Guarantor, was signed in accordance with the amendments set forth in Annex No. 6 to the Agreement for the undertaking of credit commitments under an overdraft credit line No. 0018/730/10102019 dated 10th October 2019.

On September 21 2021 a loan agreement was signed between TBS Group AD as lender and TBS Croatia as borrower, with a total limit up to EUR 200,000, subject to revolving utilization and repayment, for a period of 12 months, bearing an interest rate of 2.5% p.a.

1.4. Resolution for entering into, termination and cancellation of joint venture agreement

No resolution for entering into, termination and cancellation of joint venture agreement by the Company or any subsidiary has been adopted.

1.5. Change of company's auditors and reasons for change

Ernst and Young Audit OOD, having its seat and registered address in the city of Sofia, zip code 1124, 47A Tsarigradsko Shose Blvd., Polygraphia Office Center, 4th floor, registered in the register of audit companies with number 108, are appointed as auditors of the 2020 financial statements by the General Meeting of Shareholders of Telelink Business Services Group AD held on 10.09.2020. There is no change of the auditors of the 2020 financial statements in comparison to 2019.

The General Meeting of Shareholders is about to elect auditors of the 2021 financial statements.

On September 14 2021, the General Meeting of Shareholders of Telelink Business Services Group AD approved for the annual financial statements of Telelink Business Services Group AD for 2021 to be audited by Ernst & Young Audit OOD, with registered office and address Sofia, p.k. 1124, 47A Tsarigradsko Shosse Blvd., Polygraphy Office Center, 4th floor, entered in the register of audit companies under number 108.

There is no change in the auditors of Telelink Business Services Group AD between 2020 and 2021.

1.6. Initiation or termination of legal or arbitration proceedings related to liabilities or receivables of the company or its subsidiary, with claim price of at least 10 percent of the company's equity

No legal or arbitration proceedings related to liabilities or receivables of the company or its subsidiary with claim price of at least 10 percent of the Company's equity have been initiated or terminated during the reporting period.

1.7. Purchase, sale or established pledge on shareholdings in business companies by the issuer or its subsidiary

No purchases, sales or pledges of shares in commercial entities were made or established by TBSG or any of its subsidiariers during the reporting period.

In addition to the information reported in paragraph 1.3, the Company has not purchased or sold any shareholdings in business companies during the reporting period.

On a session held on January 6 2021, the MB resolved upon the establishment of new Company subsidiaries on the territories of the USA, with a registered capital of up to USD 10 thousand, and Germany, with a registered capital of up to EUR 30 thousand.

On a subsequent meeting of the MB held on January 07 2021, a resolution was adopted for the election of Ivan Krasimirov Zhitiyanov as executive director of the new subsidiary in the USA, and of Silviya Marinova Marinova – as director of the new subsidiary in Germany.

The above decisions were approved by the SB on a meeting held on January 07 2021.

On 29.01.2021, in its capacity of sole owner, the Company has established a new subsidiary – limited liability company Telelink Business Services, LLC (USA) with share capital of up to USD 10 thousand. As at the date of this statement, the capital of the newly established company has not been paid-in.

On March 25 2021, the MB of TBS GROUP AD resolved upon the establishment of a fully owned subsidiary on the territory of Romania under the name of "Telelink Business Services", with a registered capital of up to EUR 10 thousand and managing director Orlin Rusev.

During the reporting period there were no changes in the Issuer's participations in the capital of its subsidiaries.

29.11.2021

Sofia

Ivan Zhitiyanov,

TELELINK BUSINESS SERVICES GROUP AD