

PRIMETEL PLC

3rd April 2009

ANNOUNCEMENTS TO THE CYPRUS STOCK EXCHANGE AND THE CYPRUS SECURITIES AND EXCHANGE COMMISSION

Subject: Payment of compensation and transfer of securities as a result of the exercise of the Right of Squeeze Out by Primetel Plc for the acquisition of the remaining shares of Spidernet Services Public Limited.

Following the announcement dated 14th January 2009 regarding the commencement of the procedure of the right of Squeeze Out of Primetel Plc for the acquisition of the remaining shares of Spidernet Services Public Limited, Primetel Plc announces the completion of the procedure of the Right of Squeeze Out.

It is reminded that with the completion of the procedure of the Public Offer of Primetel to the shareholders of Spidernet on 27th November 2008, the percentage of participation of Primetel to the share capital of Spidernet reached 95,86%. Primetel had submitted a relative request to the Cyprus Securities and Exchange Commission for the acquisition of the total shares of Spidernet, for the transfer of the remaining securities with the procedure through the Right of Squeeze Out, a request that was approved by the Cyprus Securities and Exchange Commission on 24th February 2009.

The compensation offered for the acquisition of the total shares of Spidernet, with the transfer of the remaining securities with the process of the Right of Squeeze Out, was the same that was offered during the Public Offer, which expired on 27th November 2008, that is:

for every four (4) Spidernet shares of nominal value €0,17 held by a shareholder, three (3) shares of nominal value of €0,17 of Primetel were offered

and

for every six (6) new shares of Primetel one (1) new Share Warrant 2008/2011 was offered free of charge.

In addition, in accordance with the provisions of Article 36 (3) of the Public Offer Acquisition Law 2007 for the provision of alternative compensation in cash, Primetel had offered a cash payment of €0,14 for each one (1) Spidernet share, according to the recipient's option (the Right of "Option"). To this end a relative informational letter was sent out to all the remaining shareholders of Spidernet Services Public Limited. The period of acceptance of the right of Option expired on 26th March 2009.

In accordance with the current legislation CISCO, as Managing Subscriber has paid the total amount to the shareholders of Spidernet who exercised the right of option on the basis of € 0,14 per share, on 3rd April 2009. The payment of the compensation was made with the despatch of a cheque by mail to the address of the beneficiaries and in certain cases according to the beneficiaries' instructions with a transfer of the compensation to the Manager.

Also on 3rd April 2009 the new shares and Warrants of Primetel that were offered as compensation, were issued on the basis of the aforementioned proportion, to the shareholders who did not exercise their Right of Option. The letters of allotment of the new shares and Warrants of Primetel were sent today by mail to the beneficiaries address.

The New Shares and Warrants of Primetel that were issued in exchange to the shareholders who did not exercise the Right of Option, shall be listed for negotiation on CSE within 3 weeks of the period of exercise of the Right of Option (26 March 2009).

The Cyprus Stock Exchange has been informed of the remittance of the letter of allotment of securities and of the monetary exchange to the beneficiaries shareholders of Spidernet, so that it may proceed with the transfer of Spidernet shares in the name of Primetel, under Article 36 of the Public Offer and Takeovers Law 2007 and the provisions of the Ruling Decision of CSE KDP96/2008 which covers among others the process of the right of Squeeze Out.

This announcement takes place under Article 36 (6) of the Public Offer and Takeovers Law 2007 and the provisions of the Ruling Decision of CSE KDP96/2008.

AAA REGENT CONSULTANTS LIMITED
SECRETARY