CIBL Inc.
165 West Liberty Street, Suite 210
Reno, NV 89501
(775) 329-8555

To our shareholders:

CIBL's assets as of September 30, 2026 consisted of:

- Cash and liquid investments of $19.0 million, including an equity method limited partnership of $1.9 million and equity securities of $88,000, equivalent to $1,756 per share value in total. As of September 30, 2026, CIBL had 10,837 common shares outstanding,

- Ownership of Bretton Woods Telephone Company and World Surfer, Inc. providers of broadband and communication services in Northern New Hampshire.

- 20% interest in Brick Skirt Holdings, Inc., a provider of broadband and communications services to sections of western New York state.

- 10,000 shares in Solix, Inc., a private outsourcing firm that provides, among other services, Universal Service Fund ("USF") administration services to the telecommunications industry.

Revenues decreased to $536,000 for the third quarter ended September 30, 2026, from $557,000 for the third quarter ended September 30, 2025 while EBITDA from operations decreased to $140,000 from $150,000 for the same periods primarily due to lower installation activity at our Bretton Woods operation.

On September 24, 2025, CIBL acquired 100,000 shares of The Gabelli Global Small and Mid Cap Value Trust Series E Cumulative Preferred Shares ("Preferred Shares") at a cost of $10 per share. The Preferred Shares include a dividend of 5.2% per annum payable semiannually (March and September) with mandatory and optional redemptions by the issuer on September 26, 2027, and September 26, 2026, respectively. These Preferred Shares include an optional put by CIBL on December 26, 2025, March 26, 2026, September 26, 2026, and March 26, 2027. *The Gabelli Global Small and Mid Cap Value Trust* is managed by CIBL's Chairman.

The Company's Board of Directors has recently increased its share repurchase program by 500 shares. With this increase, as of September 30, 2026, the Company is authorized to repurchase an additional 567 shares. Since inception, the Company has acquired 16,029 under this program, or 59.7 % of its shares issued,

Thank you for continued support of CIBL and if you have any comments or questions, we are at the above address or e-mail us at: office@ciblinc.com, or visit us on our website: ciblinc.com.

CIBL, Inc. and Subsidiaries

Financial Report to Shareholders

September 30, 2026

Management's Discussion and Analysis of Financial Condition and Results of Operations

Forward-Looking Statements and Uncertainty of Financial Projections

The following discussion contains certain forward-looking statements. Forward-looking statements are not based on historical information but relate to future operations, strategies, financial results or other developments. Forward-looking statements are necessarily based on estimates and assumptions that are inherently subject to significant business, financial, economic and competitive uncertainties and contingencies, many of which are beyond our control and all of which, with respect to future business decisions, are subject to change. These uncertainties and contingencies can affect actual results and could cause actual results to differ materially from those expressed in any forward-looking statements made by, or on behalf of, the Company.

Third Quarter 2026 Highlights

- Revenues decreased 3.8% to $536,000 in the third quarter of 2026 from $557,000 in the third quarter of 2025
- EBITDA from operations decreased 6.7% to $140,000 from $150,000
- Net loss was $25,000 in the third quarter of 2026 compared to net income of $86,000 in the third quarter of 2025
- Loss per share was $2.30 per share in the third quarter of 2026 compared to income per share of $7.46 in the third quarter of 2025
- Cash and liquid investments were $19.0 million or $1,736 per share as of September 30, 2026
- CIBL repurchased 13 of its common shares at an average price of $1,715 per share in the third quarter of 2026

Nine Month Ending September 30, 2026 Highlights

- Revenues increased 16.7% to $1,880,000 for the nine months ending September 30, 2026 from $1,611,000 for the nine months ending September 30, 2025
- EBITDA from operations increased 33.3% to $524,000 from $393,000
- Net income was $65,000 for the nine months ending September 30, 2026 compared to $215,000 for the nine months ending September 30, 2025

- Earnings per share were $5.96 per share for the nine months ending September 30, 2026 compared to $18.45 for the nine months ending September 30, 2025
- CIBL repurchased 407 of its common shares at an average price of $1,713 per share for the nine months ending September 30, 2026

Results from Operations

Three Months Ended September 30, 2026 compared to 2025

Revenues

Revenues decreased 3.8% to $536,000 in the third quarter of 2026 from $557,000 in the third quarter 2025 due to lower service revenues primarily due to installation activity in 2025 partially offset by growth in CLEC services.

Operating Expenses

Total operating expenses increased by $54,000 to $768,000 for the three months ending September 30, 2026, from $714,000 for the three months ending September 30, 2025. The increase was primarily due to the following:

- Service costs decreased $11,000 to $396,000 for the quarter ending September 30, 2026, from $407,000 for the quarter ended September 30, 2025, due to a one-time non-regulated expense credit and lower administrative costs.
- Corporate office expenses increased $42,000 to $296,000 for the three months ending September 30, 2026, from $254,000 for the same period ending September 30, 2025, due to the deferral of annual meeting costs to third the quarter of 2026 from the second quarter of 2025 and higher management fees.
- Depreciation expense increased $23,000 to $76,000 for the three months ending September 30, 2026, from $53,000 for the three months ending September 30, 2025, due to capitalized expenditures placed in service and a change in service life of equipment.

EBITDA from Operations

EBITDA from operations decreased 6.7% to $140,000 for the third quarter ended September 30, 2026 from $150,000 for the third quarter ended September 30, 2025 due to the decrease in revenues discussed above partially offset by a one-time non-regulated expense credit.

Total Other Income

Total other income decreased $75,000 to $200,000 for the third quarter ending September 30, 2026 from $275,000 for the third quarter ending September 30, 2025. The decrease was primarily due to decreases in the Company's equity in earnings of affiliated companies and lower yields on the Company's investment in U.S. Treasuries.

Income Taxes

The Company's effective tax rates for three-month periods ending September 30, 2026 and 2025 were 21.9% and 27.1%, respectively.

Net Income

As a net result, CIBL's operations had a loss of $25,000, or $2.30 per share in 2026 and income of $86,000, or $7.46 per share in 2025.

Nine Months Ended September 30, 2026 compared to 2025

Revenues

Revenues increased 16.7% to $1,880,000 for the nine months ending September 30, 2026 from $1,611,000 for the nine months ending September 30, 2025 due to increased service revenues primarily due to installation activity.

Operating Expenses

Total operating expenses increased by $195,000 to $2,329,000 for the nine months ending September 30, 2026, from $2,134,000 for the nine months ending September 30, 2025. The increase was primarily due to the following:

- Service costs increased $138,000 to $1,356,000 for the nine months ending September 30, 2026, from $1,218,000 for the same period ending ended September 30, 2025, due to less capitalized labor for plant under construction and switch replacements compared to the prior year's period.
- Corporate office expenses increased $21,000 to $784,000 for the nine months ending September 30, 2026, from $763,000 for the same period ending September 30, 2025, due to higher management fees.
- Depreciation expense increased $36,000 to $189,000 for the nine months ending September 30, 2026, from $153,000 for the nine months ended September 30, 2025, due to capitalized expenditures placed in service and a change in service life of equipment.

EBITDA from Operations

EBITDA from operations increased 33.3% to $524,000 for the nine months ending September 30, 2026 from $393,000 for the nine months ending September 30, 2025 due to the increase in revenues discussed above partially offset by less capitalized labor for plant under construction and switch replacements.

Total Other Income

Total other income decreased $265,000 to $539,000 for the nine months ending September 30, 2026 from $804,000 for the nine months ending September 30, 2025. The decrease was primarily due to decreases in the Company's equity in earnings of affiliated companies and lower yields on U.S. Treasuries.

Income Taxes

The Company's effective tax rates for nine-month periods ending September 30, 2026 and 2025 were 27.8% and 23.5%, respectively.

Net Income

As a net result, CIBL's operations had earnings of $65,000, or $5.96 per share in 2026 and $215,000, or $18.45 per share in 2025, respectively.

Non-GAAP Financial Measures

To supplement our Consolidated Financial Statements presented on a GAAP basis, the Company presents its financial condition and results of operations in the way it believes will be most meaningful and representative of its business results. Some of the measurements the Company uses are "Non-GAAP financial measures." The non-GAAP financial measures the Company presents are listed below and may not be comparable to similarly-named measures reported by other companies. The presentation of this additional information is not meant to be considered in isolation or as a substitute for net earnings or diluted earnings per share prepared in accordance with GAAP.

The Company uses the following operating performance measure because the Company believes it provides both management and investors with a more complete understanding of the underlying operational results and trends and our marketplace performance.

Earnings(Losses) before Interest, Taxes, Depreciation, and Amortization ("EBITDA") from Operations is derived by excluding the items set forth below from Net income:

- Interest income;
- Interest expense;
- Income taxes;
- Depreciation;
- Amortization;
- Non-operating investment income, gains, and losses;
- Corporate office expenses;
- Other discrete items that might have a significant impact on comparable GAAP measures and could distort the evaluation of our normal operating performance

Reconciliation of GAAP Net Income to Non-GAAP EBITDA from Operations

Three months ended September 30, 2026 compared to three months ended September 30, 2025

The following table presents a reconciliation of net income to EBITDA from operations for the period indicated:

	Three Months Ended September 30,	
(in thousands)	**2026**	**2025**
Net income (loss)	**$ (25)**	**$ 86**
Adjustments:		
Interest income	(144)	(188)
Income tax expense (benefit)	(7)	32
Depreciation and amortization	76	53
Total adjustments	(75)	(103)
E(L)BITDA	**(100)**	**(17)**
Corporate office expenses	296	254
Equity in earnings of affiliated companies	(41)	(98)
Unrealized and realized gains on available for sale equity securities	(15)	11
EBITDA from operations	**$ 140**	**$ 150**
Average shares outstanding	10,846	11,531

Nine months ended September 30, 2026 compared to nine months ended September 30, 2025

The following table presents a reconciliation of net income to EBITDA from operations for the period indicated:

	Nine Months Ended September 30,	
(in thousands)	**2026**	**2025**
Net income	**$ 65**	**$ 215**
Adjustments:		
Interest income	(434)	(564)
Income tax expense	25	66
Depreciation and amortization	189	153
Total adjustments	(220)	(345)
E(L)BITDA	**(155)**	**(130)**
Corporate office expenses	784	763
Equity in earnings of affiliated companies	(115)	(231)
Unrealized and realized (gains) losses on available for sale equity securities	10	(9)
EBITDA from operations	**$ 524**	**$ 393**
Average shares outstanding	10,909	11,653

Liquidity and Capital Resources

Working Capital

As of September 30, 2026, CIBL had current assets of $19.5 million and current liabilities of $0.5 million resulting in working capital of $19.0 million compared to $18.5 million as of December 31, 2025.

Capital expenditures were $68,000 and $76,000 for the nine months ending September 30, 2026, and 2025, respectively.

On September 24, 2025, CIBL acquired 100,000 shares of The Gabelli Global Small and Mid Cap Value Trust Series E Cumulative Preferred Shares ("Preferred Shares") at a cost of $10 per share. The Preferred Shares included a dividend of 5.2% per annum payable semiannually (March and September) with mandatory and optional redemptions by the issuer on September 26, 2027, and September 26, 2026, respectively. These Preferred Shares include an optional put by CIBL on December 26, 2025, March 26, 2026, September 26, 2026, and March 26, 2027. *The Gabelli Global Small and Mid Cap Value Trust* is managed by CIBL's Chairman.

The optional put on these Preferred Shares was exercised on March 26, 2026, and the Company received proceeds of $1,000,000 on April 2, 2026. The Company received dividends from these Preferred Shares of $26,000 for the period held.

Repurchases and Distributions

CIBL's Board of Directors has authorized a stock repurchase program. Since its spin-off from LICT Corporation, the Board has authorized the repurchase of a cumulative 11,850 shares of its common stock, of which 567 shares remain to be purchased. Since CIBL was spun-off by LICT Corporation, on November 19, 2007, the Company has acquired 11,283 shares of its common stock at an average price of $1,573; 407 of these shares, at an average price of $1,713 per share, were purchased in 2026 to date.

In addition to its open market repurchase programs, during 2012 and 2014 the Company conducted two tender offers for its shares, purchasing a total of 4,746 shares at an average price of $1,100 per share.

CIBL, Inc. and Subsidiaries

Consolidated Financial Statements (Unaudited)

September 30, 2026

CIBL, Inc. and Subsidiaries
Consolidated Balance Sheets
(in thousands, except share data)

	September 30, 2026	December 31, 2025 (Audited)	September 30, 2025
Assets:			
Current assets:			
Cash and cash equivalents	$ 2,605	$ 2,123	$ 1,714
Investment in United States Treasury Bills	14,453	14,312	15,304
Investment in available for sale securities	88	204	84
Investment in affiliated equity method limited partnership	1,886	1,810	1,755
Accounts receivable	242	294	232
Prepaid expenses	92	181	23
Materials and supplies	--	--	59
Income taxes receivable	120	105	24
Total current assets	19,486	19,029	19,195
Telecommunications property, plant and equipment, net	809	929	889
Goodwill	337	337	337
Other intangibles, net	11	19	22
Other investments	1,788	2,758	2,757
Deferred income taxes	--	--	14
Other assets	46	46	59
Total assets	**$ 22,477**	**$ 23,118**	**$ 23,273**
Liabilities:			
Current liabilities:			
Trade accounts payable and accrued expenses	$104	$186	$111
Accrued liabilities	375	324	301
Total current liabilities	479	510	412
Deferred income taxes	115	87	--
Other liabilities	32	32	46
Total liabilities	**626**	**629**	**458**
Equity:			
Common stock ($0.01 par value; 30,000 shares authorized; 26,865 issued; and 10,837, 11,244 and 11,462 outstanding	--	--	--
Contributed capital	7,112	7,112	7,112
Retained earnings	37,745	37,680	37,631
Treasury stock (16,029, 15,622 and 15,404 shares at cost)	(23,006)	(22,303)	(21,928)
Total equity	**21,851**	**22,489**	**22,815**
Total liabilities and equity	**$ 22,477**	**$ 23,118**	**$ 23,273**

CIBL, Inc. and Subsidiaries
See notes to consolidated financial statements
Consolidated Statements of Operations
(in thousands, except share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	**2025**	**2026**	**2025**
Revenue				
Revenue	$ 536	$ 557	$ 1,880	$ 1,611
Costs and expenses:				
Costs of revenue, excluding depreciation	337	337	1,168	1,019
General and administrative costs of operations	59	70	188	199
Corporate office expenses	296	254	784	763
Depreciation and amortization	76	53	189	153
Total operating expenses	**768**	**714**	**2,329**	**2,134**
Operating loss	**(232)**	**(157)**	**(449)**	**(523)**
Other income (expense):				
Interest income	144	188	434	564
Equity in earnings of affiliated companies	41	98	115	231
Unrealized and realized gains (losses) on available for sale equity securities	15	(11)	(10)	9
Total other income	**200**	**275**	**539**	**804**
Income (loss) before income taxes	**(32)**	**118**	**90**	**281**
Income tax expense (benefit)	(7)	32	25	66
Net income (loss)	**$ (25)**	**$ 86**	**$ 65**	**$ 215**
Basic and diluted weighted average shares	10,846	11,531	10,909	11,653
Actual shares outstanding	10,837	11,462	10,837	11,462
Earnings (loss) per share				
Basic and Diluted	$ (2.30)	$ 7.46	$ 5.96	$ 18.45

See notes to consolidated financial statement

CIBL, Inc. and Subsidiaries

Consolidated Statements of Changes in Equity

(in thousands, except share data)

	Shares of Stock Outstanding	Common Stock	Contributed Capital	Retained Earnings	Treasury Stock	Total
Balance, January 1, 2025	**12,266**	**$ --**	**$ 7,112**	**$ 37,416**	**$ (20,538)**	**$ 23,990**
Net income	-	--	--	215	--	215
Purchase of treasury stock	(804)	--	--	--	(1,390)	(1,390)
Balance, September 30, 2025	**11,462**	**$ --**	**$ 7,112**	**$ 37,631**	**$ (21,928)**	**$ 22,815**
Balance, January 1, 2026	**11,244**	**$ --**	**$ 7,112**	**$ 37,680**	**$ (22,303)**	**$ 22,489**
Net income	-	--	--	65	--	65
Purchase of treasury stock	(407)	--	--	--	(703)	(703)
Balance, September 30, 2026	**10,837**	**$ --**	**$ 7,112**	**$ 37,745**	**$ (23,006)**	**$ 21,851**

See notes to consolidated financial statements

CIBL, Inc. and Subsidiaries
Consolidated Statements of Cash Flows
(in thousands)

	Nine Months Ended September 30,	
	2026	**2025**
Cash flows from operating activities:		
Net income	$ 65	$ 215
Adjustments to reconcile net income to cash from operating activities:		
Noncash revenues, expenses, gains and losses included in income:		
Depreciation	189	153
Equity in income of affiliated companies	(115)	(231)
Unrealized loss (gain) on available for sale equity securities	9	7
Realized (gain) loss on available for sale equity securities	--	(16)
Deferred income tazes	28	25
Changes in operating assets and liabilities:		
Accounts receivable	52	52
Prepaid expenses	89	169
Accounts payable and accrued liabilities	(32)	(77)
Other operating assets and liabilities	(12)	(1)
Total adjustments	208	81
Net cash provided by operating activities	**273**	**296**
Cash flows from investing activities:		
Capital expenditures	(68)	(76)
Purchase of available for sale securities and preferred securities	--	(1,051)
Proceeds from sale of available for sale equity securities	115	270
Proceeds from redemption of preferred securities	1,000	--
Redemption of U.S. Treasury bills	44,560	36,348
Acquisition of U.S. Treasury bills	(44,701)	(35,053)
Net cash provided by investing activities:	**906**	**438**
Cash flows from financing activities:		
Purchase of treasury stock	(697)	(1,361)
Net cash used in financing activities	**(697)**	**(1,361)**
Increase (decrease) in cash and cash equivalents	482	(627)
Cash and cash equivalents, beginning of period	2,123	2,341
Cash and cash equivalents, end of period	**$ 2,605**	**$ 1,714**
Supplemental cash flow information:		
Cash paid for income taxes	$ 44	$ 120

For 2026 and 2025, the Company accrued excise tax payable on purchases of treasury stock of $6 and $29

See notes to consolidated financial statements

1. Organization

In 2007, CIBL, Inc. ("CIBL" or the "Company") was spun off of LICT Corporation ("LICT"), a publicly traded company with subsidiaries providing broadband and voice services.

Acquisition of New Hampshire Operations

On December 31, 2019, the Company completed the acquisition of operations in New Hampshire ("NH") from LICT. The acquired operations consist of Bretton Woods Telephone Company ("BWTC"), a Rural Local Exchange Carrier serving the Mt. Washington/Carroll, New Hampshire area, and World Surfer, Inc. ("WS"), a fiber broadband provider serving the same and extended areas.

The Company exchanged 1,000 shares of its common stock for all the outstanding shares of BWTC and WS. The Company recognized goodwill on the acquisition of
$337.

Other

In addition, CIBL holds, or has held, investments in affiliates in which the Company does not have majority voting control but has the ability to significantly influence management decisions (either through an ownership of 20% or more or structured as a partnership or limited liability company treated as a partnership). These investments are accounted for in accordance with the equity method and consist of a merger/arbitrage limited partnership and a broadband/telecom services company in western New York state.

2. Summary of Significant Accounting Policies

Principles of Consolidation

The accompanying financial statements include the operations of the Company and its wholly-owned subsidiaries. All intercompany transactions and balances have been eliminated in consolidation.

The accompanying interim consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America for interim financial information. Accordingly, they are not audited and do not include all the information and footnotes required for complete financial statements. These consolidated financial statements and footnotes should be read in conjunction with the consolidated financial statements and notes thereto included in the Company's annual report for the year ended December 31, 2025. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. Operating results for the three-month and nine-month periods ending September 30, 2026, are not necessarily indicative of the results that may be expected for the year ending December 31, 2026. The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and

assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Use of Estimates

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the financial statement date, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Company considers all highly liquid investments with maturities of three months or less at the date of purchase to be cash equivalents.

United States Treasury Bills

The Company considers all highly liquid investments with maturities in excess of three months, and no greater than nine months at the date of purchase, to be short-term investments.

Investment in Available for Sale Equity Securities

Equity securities are stated at fair value, with unrealized gains and losses, reported as part of other income (loss) in the consolidated statement of income.

During first quarter of 2025, the Company sold 18 shares of LICT Corporation stock at a realized gain of $16. Our Chairman is also Chairman and CEO of LICT.

On August 31, 2023, CIBL received 5,700 shares of MachTen, Inc. (OTC Pink: MACT) as a spin-off distribution from our holdings of LICT Corporation shares. During 2026 and 2025, the Company purchased an additional 118 shares and 6,300 shares at an average price of $7.62 and $8.02 per share, respectively. On September 30, 2026, December 31, 2025, and September 30, 2025, these shares had an aggregate fair value of $88, $91 and $84, respectively.

Investment in Equity Method Limited Partnership

The Company accounts for its investment in an equity method limited partnership in which it does not have majority voting control but has the ability to significantly influence financial and operating policies, in accordance with the equity method, based upon information in such equity investees' financial statements.

During 2016, the Company invested $1,300 in a merger/arbitrage limited partnership ("Partnership") whose primary purpose is to invest in liquidations; stub securities resulting from corporate merger, acquisition and recapitalization activities; and risk arbitrage transactions in connection with mergers, consolidations, acquisitions, transfers of assets, tender

offers, exchange offers, recapitalizations or other similar transactions. The Partnership may engage, to a lesser extent, in other investments in securities including capital structure arbitrage, matched pair trading and related trading in options. A former director of the Company is the managing member of the limited liability company which is the General Partner of the Partnership. For the three months ending September 30, 2026, and 2025, earnings of $21 and $48, respectively, have been included in the consolidated statements of operations as other income. For the nine months ending September 30, 2026, and 2025, earnings of $77 and $110, respectively, have been included in the consolidated statements of operations as other income. As of September 30, 2026, December 31, 2025 and September 30, 2025, the Company's investment in the Partnership had a fair value of $1,886, $1,810 and $1,755, respectively.

Accounts Receivable

Trade receivables consist of uncollateralized customer obligations due under normal trade terms requiring payment within 30 days from the invoice date. The receivables are non-interest-bearing. Payments on trade receivables are applied to the applicable unpaid invoices. The carrying amount of the trade receivables is reduced by an amount that reflects management's best estimate of the amounts that will not be collected.

Other Investments

Solix, Inc.

The Company's 1.43% ownership interest in Solix, Inc. ("Solix") is accounted for using the cost method. Solix is an outsourcing firm that provides services such as USF administration services to the telecommunications industry. The carrying value of such investment as of September 30, 2026, December 31, 2025, and September 30, 2025 was $100.

Brick Skirt Holdings, Inc.

On September 25, 2024, CIBL announced that it completed its acquisition of 20% of Brick Skirt Holdings, Inc. ("Brick Skirt") from LICT. CIBL acquired this interest through the issuance of 750 of its common shares. Brick Skirt, through subsidiaries, provides broadband and communication services to sections of western New York state.

The aggregate purchase price of the Brick Skirt shares was $1,500 payable by delivery of said shares by LICT to CIBL. As consideration for the Brick Skirt shares, CIBL delivered a total of 750 of its common shares to LICT.

Our interest in Brick Skirt is recorded using the equity accounting method. For the three months ending September 30, 2026, and 2025, earnings of $19 and $49 have been included in the consolidated statement of operations as other income (loss), respectively. For the nine months ending September 30, 2026, and 2025, earnings of $38 and $121 have been included in the consolidated statement of operations as other income, respectively.

The carrying value of Brick Skirt as of September 30, 2026, December 31, 2025, and September 30, 2025, was $1,688, $1,650 and $1,657, respectively.

The Gabelli Global Small and Mid Cap Value Trust Series E Preferred Shares

On September 24, 2025, CIBL acquired 100,000 shares of The Gabelli Global Small and Mid Cap Value Trust Series E Cumulative Preferred Shares ("Preferred Shares") at a cost of $10 per share. The Preferred Shares include a dividend of 5.2% per annum payable semiannually (March and September) with mandatory and optional redemptions by the issuer on September 26, 2027, and September 26, 2026, respectively. These Preferred Shares include an optional put by CIBL on December 26, 2025, March 26, 2026, September 26, 2026, and March 26, 2027. As of December 31, 2025, and September 30, 2025, these Preferred Shares had an aggregate fair value of $1,008 and $1,000, respectively. The Gabelli Global Small and Mid Cap Value Trust is managed by an affiliate of CIBL's Chairman.

The optional put on these Preferred Shares was exercised on March 26, 2026, and the Company received proceeds of $1,000,000 on April 2, 2026.

Telecommunications Property, Plant and Equipment

Additions to the Telecommunications plant and equipment are recorded at cost, which includes contracted work, direct labor and materials, and allocable overheads. When units of plant and equipment are retired, sold, or otherwise disposed of in the ordinary course of business, their average book cost less net salvage is charged to accumulated depreciation. Maintenance and repair costs and the replacement and renewal of items determined to be less than units of plant and equipment are charged to expense.

Depreciation

The majority of plant and equipment is used for the wireline telephone business. Depreciation is based on the composite group remaining life method and straight-line composite rates. This methodology provides for the recognition of the cost of the remaining investment in telephone plant and equipment less anticipated positive net salvage value, over the remaining asset lives. Use of this methodology requires the periodic revision of depreciation rates. In the evaluation of asset lives, multiple factors are considered, including expected future retirements, technological changes and the adequacy of depreciation reserves.

Goodwill and Other Intangible Assets

The Company follows the Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") 2017-04, *Simplifying the Test for Goodwill Impairment* ("ASU 2017-04"), which eliminates the second step in the goodwill impairment test that required an entity to determine the implied fair value of the reporting unit's goodwill. Under the ASU, goodwill impairment testing should be completed at least annually by comparing the fair value of a reporting unit with its carrying value. As a result of this comparison, the Company would recognize an impairment charge for the amount by which the carrying amount exceeds the unit's fair value, with any losses recognized not to exceed the total amount of goodwill allocated to the reporting unit. Prior to performing this quantitative assessment, the Company has the option to perform a qualitative assessment to determine if impairment is more likely than not to have occurred. If the Company concludes that it is not more likely than not that the

fair value of a reporting unit is less than its carrying amount, then the quantitative assessment is not required

The Company performed a qualitative assessment to determine if impairment is more likely than not to have occurred. As of December 31, 2025, the Company concluded that the Company's fair value exceeded its carrying value therefore "it is not more likely than not" that their goodwill was impaired; therefore, no impairment of goodwill was recorded in the year ended December 31, 2025. Further, there were no changes to goodwill recorded in the year ended December 31, 2025, or the nine months ended September 30, 2026 and 2025, respectively.

Fair Value Measurement

The Company follows the authoritative guidance for fair value measurements of financial assets and financial liabilities and for fair value measurements of nonfinancial items that are recognized or disclosed at fair value in the financial statements on a recurring basis, and of nonfinancial assets and nonfinancial liabilities that are recognized or disclosed at fair value in the financial statements on a nonrecurring basis or are presented only in disclosures. Authoritative guidance defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date and establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three levels. Level 1 inputs are quoted prices in active markets for identical assets or liabilities. Level 2 inputs include quoted prices for similar assets and liabilities in active markets, or quoted prices for identical assets and liabilities in inactive markets. Level 3 inputs are unobservable.

The Company has four types of assets that are measured at fair value. A money market mutual fund that invests in United States Treasury bills, included in cash and cash equivalents, United States Treasury Bills owned by the company, included in United States Treasury Bills and available for sale equity securities invested in common shares which are all classified as Level 1 inputs, because they are valued using quoted market prices. In September 2025, the Company invested in preferred shares issued by an affiliated closed-end fund which is classified as Level 3 and included in other assets.

The Company uses discounted cash flow analysis when determining the fair value of preferred shares issued by an affiliated closed-end fund that is classified as Level 3. Projected cash flows in the discounted cash flow analysis represent the relevant security dividend rate plus the assumption of full principal repayment at the preferred security's earliest available redemption date.

The significant unobservable input used in the fair value measurement of the Company's investment in preferred securities of an affiliated closed-end fund is the discount rate. The discount rate was determined using the interest rates of U.S. Treasury Bills that are held over a similar period of the preferred security. The discount rate used in the valuation of this

investment as of December 31, 2025, was 3.48%. Significant changes in the discount rate could result in a significantly lower or higher fair value measurement of this Level 3 investment.

The following table presents assets measured at fair value as of September 30, 2026:

	Level 1	Level 2	Level 3	Total
US Treasury money market fund	$ 757	$ --	$ --	$ 757
Investment in US Treasury Bills	14,453	-	--	14,453
Investment in available for sale securities	88	-	--	88
Total assets at fair value	**$ 15,298**	**$ --**	**$ --**	**$ 15,298**

The following table presents assets measured at fair value as of December 31, 2025:

	Level 1	Level 2	Level 3	Total
US Treasury money market fund	$ 705	$ --	$ --	$ 705
Investment in US Treasury Bills	14,312	--	--	14,312
Investment in available for sale securities	204	--	--	204
Preferred shares issued by a closed-end fund	--	--	1,008	1,008
Total assets at fair value	**$ 15,221**	**$ --**	**$ 1,008**	**$ 16,229**

The following table presents assets measured at fair value as of September 30, 2025:

	Level 1	Level 2	Level 3	Total
US Treasury money market fund	$ 398	$ --	$ --	$ 398
Investment in US Treasury Bills	15,304	--	--	15,304
Investment in available for sale securities	84	--	--	84
Preferred shares issued by closed-end fund	-		1,000	1,000
Total assets at fair value	**$ 15,786**	**$ --**	**$ 1,000**	**$ 16,786**

There were no Level 3 assets measured at fair value as of September 30, 2026.

Impairment of Long-Lived Assets

Long-lived assets, such as telecommunications plant, and purchased intangibles subject to amortization, are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset group to estimated undiscounted future cash flows expected to be generated by the asset group. If the carrying amount of an asset group exceeds its estimated future cash flows, an impairment charge is recognized in the amount by which the carrying amount of the asset group exceeds the fair value of the asset group. There were no asset impairments recorded during the three and nine-month periods ending September 30, 2026, and 2025.

Income Taxes

Income taxes are provided for the tax effects of transactions reported in the financial statements. Income taxes consist of taxes currently payable and those deferred due to temporary differences between the financial reporting and tax basis of the Company's assets and liabilities, using tax rates in effect in the period in which the temporary differences are expected to reverse. The Company establishes valuation allowances relating to deferred tax assets when management concludes that it is more likely than not that the Company will not realize a benefit from the reversal of such temporary differences. The Company files a consolidated federal tax return with BWTC and WS filing separate state returns.

Accounting for Uncertainty in Income Taxes

The Company recognizes the effect of income tax positions only when the tax position is more likely than not to be sustained. Management is not aware of any exposure to uncertain tax positions that would require financial statement recognition or disclosure. The Company is no longer subject to federal or state income tax examinations for periods prior to the year ended December 31, 2021. Interest and penalties, if any, are recorded as interest expense and other expense, respectively.

Revenue Recognition

Revenue is measured according to FASB Accounting Standards Codification ("ASC") Topic 606, *Revenue from Contracts with Customers* ("ASC 606"), which outlines a single comprehensive model to use in accounting for revenue arising from contracts with customers. At contract inception, the Company assesses the goods and services to be provided to the customer and identifies the associated performance obligation. The Company considers all obligations, whether they are explicitly stated in the contract or are implied by customary business practices.

Telecommunication service revenue related to New Hampshire's operations was primarily derived from regulated local, intrastate and interstate access and USF services and recognized as services are provided.

Of the Company's $1,880 and $1,611 in operating revenue for the nine months ending September 30, 2026 and 2025, $1,826 and $1,542, respectively, was related to contracts with customers and was recognized over the time period that the service was provided. Revenue recognized at a point in time was not material.

Regulatory Accounting

The Company's public utility activities are regulated by the Federal Communications Commission ("FCC"), and the applicable state Public Service Commissions. The Company follows the FCC's Uniform System of Accounts under Part 32 of the FCC's Rules and Regulations.

Where applicable, this regulated accounting recognizes the economic effects of rate regulation by recording costs and a return on investment; as such, amounts are recovered through rates authorized by regulatory authorities. Developments that could give rise to substantial modifications of regulatory accounting practices include (1) increasing competition, restricting the Company's wireline business' ability to establish prices to recover specific costs, and (2) significant changes in the manner in which rates are set by regulators from cost-based regulation to another form of regulation. The Company periodically reviews the applicability of regulatory accounting guidelines based on the developments in its current regulatory and competitive environments.

On October 30, 2023, BWTC received its authorization to participate in the FCC's Enhanced Alternative Connect America Cost Model ("Enhanced A-CAM"). Enhanced A-CAM requires a commitment to continue to provide broadband speeds at or above 100/20 Mbps to BWTC incumbent local exchange network. BWTC would receive Enhanced A-CAM aggregate support payments of $831 through 2038 to average $55.4 per annum. These amounts replace the A-CAM II revenues which were set to expire in 2028.

Accounting Standards Adopted

Income Taxes

In December 2023, the FASB issued ASU 2023-09, *Income Taxes (Topic 740): Improvements to Income Tax Disclosures* ("ASU 2023-09"), to enhance the transparency and decision usefulness of income tax disclosures. The amendments in ASU 2023-09 provide improvements primarily related to the rate reconciliation and income taxes paid information included in the income tax disclosures. CIBL would be required to disclose additional information regarding reconciling items equal to or greater than five percent of the amount computed by multiplying pretax income (loss) by the applicable statutory tax rate. Similarly, the Company would be required to disclose income taxes paid (net of refunds received) equal to or greater than five percent of total income taxes paid (net of refunds received). The Company adopted ASU 2023-09 retrospectively during 2025. Refer to Note 6 – Income Taxes for further information.

Future Application of Accounting Standards

Disaggregation of Income Statement Expenses

In November 2024, the FASB issued ASU 2024-03, *Income Statement - Reporting Comprehensive Income - Expense Disaggregation Disclosures (Subtopic 220-40): Disaggregation of Income Statement Expenses* ("ASU 2024-03"). The standard requires additional disclosure of certain costs and expenses within the notes to the financial statements. The provisions of the standard are effective for annual reporting periods beginning after December 15, 2026, and interim reporting periods beginning after December 15, 2027, with early adoption permitted. This accounting standards update may be applied either prospectively or retrospectively. We are assessing the impact of this standard.

3. Treasury Stock

Since it was spun-off from LICT in November 2007, CIBL's Board of Directors has increased its authorized share repurchase program up to a cumulative 11,850 shares of common stock, of which 567 shares remain to be purchased. Through September 30, 2026, CIBL has purchased 11,283 shares at an average price of $1,573 per share; 407 shares were purchased in 2026 at an average price of $1,713 per share.

In addition to its open market repurchase programs, during 2012 and 2014 the Company has conducted two tender offers for its shares, purchasing a total of 4,746 shares at an average price of $1,100 per share.

4. Income Taxes

The following table summarizes income tax expense (benefit) for the periods indicated:

	Three Months Ending September 30,		Nine Months Ended September 30,	
	2026	**2025**	**2026**	**2025**
Current tax expense (benefit):				
Federal	$ (35)	$ 13	$ (19)	$ 49
State	(21)	(1)	16	(8)
Total current tax expense	(56)	12	(3)	41
Deferred tax expense (benefit):				
Federal	32	29	47	48
State	17	(9)	(19)	(23)
Total deferred tax expense (benefit)	49	20	28	25
Total income tax expense (benefit)	**$ (7)**	**$ 32**	**$ 25**	**$ 66**

7. Concentration of Risk

Credit Risk

Financial instruments which potentially subject the Company to concentrations of credit risk consist principally of cash and cash equivalents. The Company's cash and cash equivalents may at times exceed federally insured amounts.

8. Related Party Transactions (Not Disclosed Elsewhere)

Transactions with Brick Skirt

An affiliate of Brick Skirt provides back-office support services to BWTC and WS. During the three and nine-month periods ending September 30, 2026 and 2025, Brick Skirt received fees in aggregate of $34 and $103, respectively, from these entities for the periods indicated.

Transactions with Gabelli Funds, LLC

As of September 30, 2026, December 31, 2025 and September 30, 2025, cash and short-term investments of $0.8 million, $0.7 million and $0.4 million, respectively, were invested in United States Treasury money market funds for which affiliates of the Company's Chairman and CEO serve as an investment manager.

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