



ETIHAD ETISALAT COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE THREE - MONTH PERIOD ENDED
31 MARCH 2026



Etiihad Etisalat Company (A Saudi Joint Stock Company)

Interim condensed consolidated financial statements

For the three-month period ended 31 March 2026

Contents	Page
Independent auditor's review report	2
Interim condensed consolidated statement of financial position	3
Interim condensed consolidated statement of profit or loss	4
Interim condensed consolidated statement of comprehensive income	5
Interim condensed consolidated statement of changes in shareholders' equity	6
Interim condensed consolidated statement of cash flows	7
Notes to the interim condensed consolidated financial statements	8-14



Ernst & Young Professional Services (Professional LLC)
Paid-up capital (ﷲ5,500,000 – Five million five hundred thousand Saudi Riyal)

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INDEPENDENT AUDITOR’S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF ETIHAD ETISALAT COMPANY (A SAUDI JOINT STOCK COMPANY)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Etihad Etisalat Company (“the Company”) and its subsidiaries (collectively referred to as “the Group” as at 31 March 2026, and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in shareholders’ equity and cash flows for the three-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, “Interim Financial Reporting” (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” as endorsed in the Kingdom of Saudi Arabia. A review of interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

for Ernst & Young Professional Services

Hesham A. Alatiqi
Certified Public Accountant
License No. (523)

Riyadh: 9 Thul-Qi’dah 1447H
(26 April 2026)



EtiHAD Etisalat Company (A Saudi Joint Stock Company)

Interim condensed consolidated statement of financial position

As at 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Notes	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Non-current assets			
Property and equipment	5	19,939,749	20,245,407
Intangible assets	6	8,172,007	8,292,154
Right of use assets	7	3,081,931	3,236,430
Investment in joint ventures		95,999	118,870
Contract costs		17,874	18,043
Contract assets		86,781	96,790
Financial and other assets		27,800	19,245
Total non-current assets		31,422,141	32,026,939
Current assets			
Inventories		234,307	132,329
Contract costs		693,294	620,752
Contract assets		1,055,876	1,055,222
Accounts receivable	8	4,413,085	4,029,138
Due from related parties	9	167,512	141,726
Financial and other assets		996,342	672,724
Short term Murabaha		126,750	614,800
Cash and cash equivalents		3,107,751	3,161,691
Total current assets		10,794,917	10,428,382
Total assets		42,217,058	42,455,321
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital	1	7,700,000	7,700,000
Treasury Shares		(159,223)	(159,223)
Other reserves		59,227	54,302
Retained earnings		12,363,169	12,732,522
Total shareholders' equity		19,963,173	20,327,601
Liabilities			
Non-current liabilities			
Borrowings		4,967,144	5,195,964
Lease liabilities		2,312,139	2,543,642
Provision for employees' end of service benefits		705,858	673,179
Provision for decommissioning		222,791	220,893
Contract liabilities		326,596	337,827
Financial and other liabilities		1,803,530	1,917,311
Total non-current liabilities		10,338,058	10,888,816
Current liabilities			
Borrowings		640,089	529,158
Lease liabilities		1,363,025	1,150,945
Accounts payable		3,950,550	4,490,019
Contract liabilities		743,839	774,736
Due to related parties	9	291,603	248,904
Accrued expenses		3,919,444	3,288,411
Provisions		238,007	249,250
Zakat and income tax		147,620	122,821
Financial and other liabilities		621,650	384,660
Total current liabilities		11,915,827	11,238,904
Total liabilities		22,253,885	22,127,720
Total shareholders' equity and liabilities		42,217,058	42,455,321

The attached notes from 1 to 16 are an integral part of these interim condensed consolidated financial statements.


Chief Financial Officer


Chief Executive Officer


Chairman

Etihad Etisalat Company (A Saudi Joint Stock Company)

Interim condensed consolidated statement of profit or loss (unaudited)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	<u>Notes</u>	For the three-month period ended 31 March 2026	For the three-month period ended 31 March 2025
Revenue	12	5,039,950	4,777,471
Cost of revenue		(2,215,582)	(2,223,187)
Gross profit		2,824,368	2,554,284
Operating expenses			
Selling and marketing expenses		(449,744)	(379,869)
General and administrative expenses		(399,468)	(393,421)
Impairment on accounts receivable and contract assets, net		(4,410)	(6,476)
Depreciation and amortization	5,6,7	(982,776)	(924,568)
Total operating expenses		(1,836,398)	(1,704,334)
Operating profit		987,970	849,950
Other income and expenses			
Share in profit of joint ventures		29,629	44,813
Finance income		45,040	53,681
Finance costs		(155,358)	(166,050)
Other (loss) / income, net		(2,447)	5,069
Total other income and expenses		(83,136)	(62,487)
Net profit before zakat and income tax		904,834	787,463
Zakat and income tax		(25,086)	(20,793)
Net profit		879,748	766,670
Earnings per share:			
Basic earnings per share (in ﷻ)		1.15	1.00
Diluted earnings per share (in ﷻ)		1.14	1.00

The attached notes from 1 to 16 are an integral part of these interim condensed consolidated financial statements.


Chief Financial Officer


Chief Executive Officer


Chairman

Etiihad Etisalat Company (A Saudi Joint Stock Company)

Interim condensed consolidated statement of comprehensive income (unaudited)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	For the three-month period ended 31 March 2026	For the three-month period ended 31 March 2025
Net profit	879,748	766,670
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Actuarial remeasurement of employees' end of service benefits	(21,101)	(3,028)
Change in fair value of equity investments	13	(791)
Total items that will not be reclassified subsequently to profit or loss	(21,088)	(3,819)
<i>Items that will be reclassified subsequently to profit or loss:</i>		
Exchange differences on translation of foreign operations	(3,650)	(108)
Cash flow hedge - change in fair value	-	65
Cash flow hedge - reclassified to profit or loss	-	(115)
Total items that will be reclassified subsequently to profit or loss	(3,650)	(158)
Total other comprehensive loss	(24,738)	(3,977)
Total comprehensive income	855,010	762,693

The attached notes from 1 to 16 are an integral part of these interim condensed consolidated financial statements.



Chief Financial Officer



Chief Executive Officer



Chairman

Etihad Etisalat Company (A Saudi Joint Stock Company)

Interim condensed consolidated statement of changes in shareholders' equity (unaudited)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	<u>Notes</u>	Share capital	Treasury shares	Other reserves	Retained earnings	Total shareholders' equity
Balance As at 1 January 2026		7,700,000	(159,223)	54,302	12,732,522	20,327,601
Net profit		-	-	-	879,748	879,748
Other comprehensive loss		-	-	(3,637)	(21,101)	(24,738)
Total comprehensive (loss) / income		-	-	(3,637)	858,647	855,010
Share based payment transactions		-	-	8,562	-	8,562
Dividends	15	-	-	-	(1,228,000)	(1,228,000)
Balance As at 31 March 2026		7,700,000	(159,223)	59,227	12,363,169	19,963,173
Balance As at 1 January 2025		7,700,000	-	(22,669)	11,198,161	18,875,492
Net profit		-	-	-	766,670	766,670
Other comprehensive loss		-	-	(949)	(3,028)	(3,977)
Total comprehensive (loss) / income		-	-	(949)	763,642	762,693
Dividends	15	-	-	-	(1,001,000)	(1,001,000)
Balance As at 31 March 2025		7,700,000	-	(23,618)	10,960,803	18,637,185

The attached notes from 1 to 16 are an integral part of these interim condensed consolidated financial statements.


 Chief Financial Officer


 Chief Executive Officer


 Chairman

Etiihad Etisalat Company (A Saudi Joint Stock Company)

Interim condensed consolidated statement of cash flows (unaudited)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	For the three-month period ended 31 March 2026	For the three-month period ended 31 March 2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit	879,748	766,670
Adjustments:		
Depreciation and amortization	982,776	924,568
Impairment on accounts receivable and contract assets, net	4,410	6,476
Provision for employees' end of service benefits	16,391	16,624
Provisions	(9,261)	3,162
Share in profit of joint ventures	(29,629)	(44,813)
Finance income	(45,040)	(53,681)
Finance costs	155,358	166,050
Zakat and income tax	25,086	20,793
Government grant income	(9,259)	(4,423)
Others	13,651	4,518
Changes in:		
Inventories	(94,634)	31,023
Contract costs	(72,374)	(12,493)
Contract assets	9,516	(342,843)
Accounts receivable	(388,600)	157,019
Due from related parties	(25,786)	(9,416)
Financial assets and others	(447,237)	(118,248)
Accounts payable	(173,959)	(223,424)
Contract liabilities	(42,129)	(384,704)
Due to related parties	42,699	709
Accrued expenses	644,274	631,186
Provisions	(1,981)	(3,234)
Financial liabilities and others	236,973	69,706
Cash generated from operating activities	1,670,993	1,601,225
Employees' end of service benefits paid	(6,458)	(5,039)
Finance costs paid	(86,211)	(101,659)
Zakat and income tax paid	(4,424)	(68)
Net cash flows generated from operating activities	1,573,900	1,494,459
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment of property and equipment	(737,506)	(506,540)
Payment of intangible assets	(198,589)	(38,838)
Proceeds from disposal of property and equipment	758	23
Net proceed (payment) from short term Murabaha	488,050	(648,702)
Finance income received	48,718	50,940
Government grant received	124,077	-
Dividends received	52,500	-
Net cash flows used in investing activities	(221,992)	(1,143,117)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of borrowings	(120,795)	(126,472)
Payment of lease liabilities	(89,276)	(139,100)
Dividends paid	(1,195,777)	-
Net cash flows used in financing activities	(1,405,848)	(265,572)
Net changes in cash and cash equivalents	(53,940)	85,770
Cash and cash equivalents at beginning of the period	3,161,691	1,399,542
Cash and cash equivalents at end of the period	3,107,751	1,485,312

The attached notes from 1 to 16 are an integral part of these interim condensed consolidated financial statements.


Chief Financial Officer


Chief Executive Officer


Chairman

Etihad Etisalat Company (A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

1 CORPORATE INFORMATION

1.1 Etihad Etisalat Company

Etihad Etisalat Company ("Mobily" or the "Company"), a Saudi Joint Stock Company, is registered in the Kingdom of Saudi Arabia under commercial registration number 1010203896 (Unified Number: 7001469365) issued in Riyadh on 14 December 2004 (corresponding to 2 Dhul Qa'adah 1425H). The address of the Company's head office is P.O. Box 23088, Riyadh 11321, Kingdom of Saudi Arabia.

The Company was incorporated pursuant to the Royal decree number M/40 dated 18 August 2004 (corresponding to 2 Rajab 1425H) approving the Council of Ministers resolution number 189 dated 10 August 2004 (corresponding to 23 Jumada II 1425H) to approve the award of the license to incorporate a Saudi Joint Stock Company under the name of "Etihad Etisalat Company".

Pursuant to the Council of Ministers resolution number 190 dated 10 August 2004 (corresponding to 23 Jumada II 1425H), the Company obtained the licenses to install and operate mobile telephone network including all related elements and the provision of all related services locally and internationally through its own network.

Pursuant to the Communications, Space & Technology Commission (CST) resolution number 5125 dated 21 February 2017 (corresponding to 24 Jumada I 1438H), the Company obtained a Unified License to provide all licensed telecommunication services including fixed line voice services and fixed internet services.

The Company's main activity is to establish and operate mobile wireless telecommunications network, fiber optics networks and any extension thereof, manage, install and operate telephone networks, terminals and communication unit systems, in addition to sell and maintain mobile phones and communication unit systems and providing information technology, cybersecurity, information security and artificial intelligence solutions in the Kingdom of Saudi Arabia. The Company commenced its commercial operations on 25 May 2005 (corresponding to 17 Rabi Al-Thani 1426H).

The authorized, issued and paid up share capital of the Company is ~~SR~~7,700 million divided into 770 million shares of ~~SR~~10 each.

1.2 Subsidiary Companies

Below is the summary of Company's subsidiaries and ownership percentage:

Name	Country of incorporation	Ownership percentage			
		31 March 2026		31 December 2025	
		Direct	Indirect	Direct	Indirect
Mobily Infotech India Private Limited	Republic of India	99.99%	0.01%	99.99%	0.01%
National Company for Business Solutions	Saudi Arabia	100.00%	-	100.00%	-
Mobily Ventures Holding W.L.L	Kingdom of Bahrain	100.00%	-	100.00%	-
Etihad Fintech Company	Saudi Arabia	100.00%	-	100.00%	-

Etiihad Etisalat Company (A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

2 BASIS OF ACCOUNTING

2.1 Statement of Compliance

These interim condensed consolidated financial statements comprise the financial information of the Company and its subsidiaries (together referred to as the 'Group').

These interim condensed consolidated financial statements have been prepared in accordance with IAS 34 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that endorsed by Saudi Organization for Chartered and Professional Accountants (SOCPA).

These interim condensed consolidated financial statements do not include all of the information required for full annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2025.

2.2 Basis of measurement

These interim condensed consolidated financial statements have been prepared on historical cost basis unless stated otherwise using the going concern basis of assumption.

2.3 Functional and presentation currency

These interim condensed consolidated financial statements are presented in Saudi Riyal ("ﷲ") which is the Group's functional currency. All amounts have been rounded off to the nearest thousand Saudi Riyal unless otherwise stated.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies applied in preparation of these interim condensed consolidated financial statements are in accordance with IFRS Accounting Standards "IFRS" that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by SOCPA which are consistent with those that were applied in preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025.

The principal accounting policies applied in the preparation of these interim condensed consolidated financial statements have been consistently applied to all periods presented.

There are amendments to the standards that could be applicable to the Group and come into effect at 1 January 2026. The Group believes that it does not have material impact on the Group's interim condensed consolidated financial statements.

Amendments and interpretations
Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7
Annual Improvements to IFRS accounting Standards – Volume 11
Contracts Referencing Nature -dependent Electricity – Amendments to IFRS 9 and IFRS 7

The Group has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

4 MATERIAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

The preparation of the Group's interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Group's annual consolidated financial statements for the year ended 31 December 2025 prepared in accordance with IFRS that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by SOCPA.

5 PROPERTY AND EQUIPMENT

- During the three-month period ended 31 March 2026, the Group acquired property and equipment with a cost of ﷲ 404 million (for the three-month period ended 31 March 2025: ﷲ 378 million).
- During the three-month period ended 31 March 2026, the depreciation expense amounted to ﷲ 704 million (for the three-month period ended 31 March 2025: ﷲ 648 million).

Etihad Etisalat Company (A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

6 INTANGIBLE ASSETS

- During the three-month period ended 31 March 2026, there are no additions to intangible assets (for the three-month period ended 31 March 2025: **ﷲ** 1,752 million). On 11 November 2024, the Company obtained a 15-year license to use 120 MHz of spectrum for a total value of **ﷲ** 2,485 million after its participation in the spectrum auction held by CST in the frequency bands (600, 700, 3800) MHz for mobile telecommunications networks, this spectrum is available for use starting from 1 January 2025.
- During the three-month period ended 31 March 2026, the amortization expense amounted to **ﷲ** 120 million (for the three-month period ended 31 March 2025: **ﷲ** 121 million).

7 RIGHT OF USE ASSETS

- During the three-month period ended 31 March 2026, the additions to right of use assets amounted to **ﷲ** 98 million (for the three-month period ended 31 March 2025: **ﷲ** 287 million). all these additions are non-cash additions.
- During the three-month period ended 31 March 2026, the depreciation expense amounted to **ﷲ** 159 million (for the three-month period ended 31 March 2025: **ﷲ** 156 million).

8 ACCOUNTS RECEIVABLE

	31 March 2026	31 December 2025
Accounts receivable	6,410,441	6,010,217
Less: allowance for impairment loss on accounts receivable	(1,997,356)	(1,981,079)
	4,413,085	4,029,138

The movement of the allowance for impairment loss on accounts receivable is as follows:

	31 March 2026	31 December 2025
Balance at the beginning of the period / year	(1,981,079)	(2,350,829)
Net charge for the period / year	(4,653)	(5,648)
Settlement during the period / year	(11,624)	(76,368)
Write off during the period / year	-	451,766
Balance at the end of the period / year	(1,997,356)	(1,981,079)

9 RELATED PARTIES TRANSACTIONS AND BALANCES

9.1 Related party transactions

The Group has the following related parties:

Party	Relationship
Emirates Telecommunication Group (PJSC)	Founding shareholder
Emirates Data Clearing House	Associate to Founding shareholder
Etisalat Misr S.A.E.	Subsidiary to Founding shareholder
Etisalat Afghanistan	Subsidiary to Founding shareholder
Etisalat Al Maghrib S.A (Maroc Telecom)	Subsidiary to Founding shareholder
Pakistan Telecommunication Company Limited	Subsidiary to Founding shareholder
Emirates Cable TV and Multimedia LLC	Subsidiary to Founding shareholder
Telenor Pakistan (Pvt) Ltd ("Telenor Pakistan")	Subsidiary to Founding shareholder
Ufone	Subsidiary to Founding shareholder
Sehati for Information Service Company	Joint venture
Integrated Data Company for Information Technology	Joint venture

Etihad Etisalat Company (A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

9 RELATED PARTIES TRANSACTIONS AND BALANCES (CONTINUED)

9.1 Related party transactions (continued)

The Group transacted with related parties in ordinary course of business. Following are the details of major transactions with related parties for the three-month period ended:

	<u>31 March 2026</u>	<u>31 March 2025</u>
Interconnection services and roaming services rendered	44,086	22,293
Interconnection services and roaming services received	98,913	92,242
Other telecommunication services	2,597	2,553

- Services rendered to related parties comprise of telecommunication service, interconnection services and roaming services by the Group based on normal commercial terms. Services received from related parties comprise of telecommunication service, interconnection services and roaming services to the Group based on normal commercial terms.
- The Company has other transactions related to roaming with international telecommunications service providers through the Emirates Telecommunications Group (PJSC), where transactions revenues for the three-month period ended 31 March 2026 amounted to ~~ﷲ~~ 13 million (2025: ~~ﷲ~~ 15 million) and transactions expenses for the three-month period ended 31 March 2026 amounted to ~~ﷲ~~ 16 million (2025: ~~ﷲ~~ 14 million).

Compensation and benefits to board of directors and key management personnel

	<u>For the three-month period ended 31 March</u>	
	<u>2026</u>	<u>2025</u>
Compensation and benefits	40,251	39,520
Compensation and benefits - post-employment	1,069	1,047
Total compensation	41,320	40,567

9.2 Related party balances

	<u>31 March 2026</u>	<u>31 December 2025</u>
Due from related parties		
Founding shareholder and its Associates & Subsidiaries	163,181	139,810
Joint ventures	4,331	1,916
	167,512	141,726
Due to related parties		
Founding shareholder and its Associates & Subsidiaries	291,603	248,904
	291,603	248,904

EtiHAD Etisalat Company (A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

10 FINANCIAL ASSETS AND LIABILITIES

10.1 Financial assets

	31 March 2026	31 December 2025
Financial assets at fair value:		
Financial assets - fair value through other comprehensive income *	1,857	1,861
Total financial assets at fair value	1,857	1,861
Financial assets at amortized cost:		
Accounts receivable	4,413,085	4,029,138
Due from related parties	167,512	141,726
Short term Murabaha	126,750	614,800
Cash and cash equivalents	3,107,751	3,161,691
Restricted cash	277,505	197,880
Accrued income	15,077	18,755
Wallet receivables	301,477	49,304
Other financial assets	54,118	53,668
Total financial assets at amortized cost	8,463,275	8,266,962
Total financial assets	8,465,132	8,268,823
Current	8,453,886	8,257,573
Non-current	11,246	11,250
Total financial assets	8,465,132	8,268,823

10.2 Financial liabilities

	31 March 2026	31 December 2025
Financial liabilities at amortized cost:		
Borrowings	5,607,233	5,725,122
Lease liabilities	3,675,164	3,694,587
Accounts payable	3,950,550	4,490,019
Due to related parties	291,603	248,904
Frequency spectrum licenses	1,263,378	1,367,682
E- Wallet obligations and other	316,766	202,920
other	15,550	15,550
Total financial liabilities at amortized cost	15,120,244	15,744,784
Total financial liabilities	15,120,244	15,744,784
Current	6,577,583	6,637,496
Non-current	8,542,661	9,107,288
Total financial liabilities	15,120,244	15,744,784

* The fair value of these unquoted equity shares was categorized as level 3.

** The fair value of these derivatives financial instruments was categorized as level 2.

Fair value of financial assets and financial liabilities measured at amortized cost are not significantly different from their carrying amounts.

Etihad Etisalat Company (A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

11 COMMITMENTS AND CONTINGENCIES

11.1 Capital commitments

The Group has capital commitments resulting from contracts for supply of property and equipment with an amount of **ﷲ** 3,416 million as at 31 March 2026 (31 December 2025: **ﷲ** 3,065 million).

11.2 Contingent assets and liabilities

- The Group had contingent liabilities in the form of letters of guarantee and letters of credit amounting to **ﷲ** 709 million as at 31 March 2026 (31 December 2025: **ﷲ** 649 million).
- The CST violation committee has issued several penalty resolutions against the Group amounting to **ﷲ** 53 million as of 31 March 2026 (31 December 2025: **ﷲ** 47 million). The Group filed multiple lawsuits against CST at the Board of Grievances in order to oppose such resolutions of the CST violation committee which remains outstanding and based on the status of these lawsuits as of 31 March 2026, the Group's management believes that sufficient provisions have been recorded.
- On 05 September 2024 (corresponding to 02 Rabi Al-awaal 1446), Etihad Etisalat Company (Mobily) signed a hosting agreement with Future Networks for Communications Company (Red Bull) as a virtual mobile network services operator on Mobily's network for a period of 6 years, with commercial operations scheduled to start in the fourth quarter of 2025. On 25 December 2025 (corresponding to 05 Rajab 1447), Mobily received a letter from Red Bull expressing their unwillingness to continue with the implementation of the virtual mobile network services hosting project. Mobily reserves the right to take all necessary regulatory and legal actions. Therefore, the company does not expect this will be resulted in any material obligations and effects on its financial position and operational results
- The Group, in its ordinary course of business, is subject to proceedings, lawsuits and other claims. However, based on the status of these lawsuits as of 31 March 2026 and 31 December 2025, the Group's management believes that sufficient provisions have been recorded.

12 SEGMENT INFORMATION

Information regarding the Group's operating segments is set out below in accordance with IFRS 8 "Operating Segments" which requires the identification of operating segments based on internal reports that are regularly reviewed by the Group's chief operating decision maker ("CODM") and used to allocate resources to the segments and to evaluate their performance.

The Group is primarily engaged in providing of telecommunications services and related products. The majority of the Group's revenues, profits and assets relate to its operations in the Kingdom of Saudi Arabia. The operating segments that are regularly reported to the CODM are Consumer, Business, Wholesale and Outsourcing.

Below are examples of revenues included in each sector:

Consumer Revenue: The Consumer Revenue segment includes products and services such as voice calls, mobile Internet, and fixed Internet.

Business Revenue: The Business Revenue segment includes products and services such as fixed connectivity and customized solutions including cloud and data center services.

Wholesale revenue: The Wholesale segment includes products and services such as interconnection, transition and roaming services.

Others revenue: includes revenues from outsourcing services (human resources) and digital financial wallet services.

Etiihad Etisalat Company (A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

12 SEGMENT INFORMATION (CONTINUED)

	For the three-month period ended 31 March	
	2026	2025
Consumer revenue	3,100,574	3,028,270
Business revenue	1,240,523	1,119,817
Wholesale revenue	604,208	513,435
Others revenue	94,645	115,949
Total revenue	5,039,950	4,777,471
Total cost of revenue	(2,215,582)	(2,223,187)
Depreciation and amortization	(982,776)	(924,568)
Total other operating expense	(853,622)	(779,766)
Total other income and expenses	(83,136)	(62,487)
Zakat and income tax	(25,086)	(20,793)
Net profit	879,748	766,670
Capital expenditures	403,896	2,130,472

13 IMPACT OF RECENT GEOPOLITICAL DEVELOPMENTS IN THE MIDDLE EAST

During the first quarter of 2026, geopolitical tensions escalated in certain regions of the Middle East. Government and regulatory authorities, through their public communications, reaffirmed the resilience of the economy and the continuity of operations across key sectors, supported by well-established business continuity and risk management frameworks. As at the date of issuance of these interim condensed consolidated financial statements, the Group has not observed any material impact on its operations, supply chains, or financial position. However, further escalation of geopolitical tensions may result in disruptions to supply chains and increased costs. The Group continues to closely monitor ongoing developments and assess their potential impact on the its operations, cash flows, and financial position.

14 SUBSEQUENT EVENT

No material events occurred subsequent to the reporting date, which could materially affect the interim condensed consolidated financial statements, and the related disclosures for the three-month period ended 31 March 2026.

15 DIVIDENDS

- On 16 February 2026, the Board of Directors of the Company, pursuant to the delegated authorities by the General Assembly, decided to distribute interim cash dividends for the second half for the year 2025 amounting to **ﷲ1,228 million** (**ﷲ1.60** per share on 767.5 million shares), the Company paid these dividends on 9 March 2026.
- On 18 February 2025, the Board of Directors of the Company, pursuant to the delegated authorities by the General Assembly, decided to distribute interim cash dividends for the second half for the year 2024 amounting to **ﷲ1,001 million** (**ﷲ1.30** per share on 770 million shares). The Company paid these dividends on 9 April 2025.

16 APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The Company's Board of Directors approved the interim condensed consolidated financial statements for the three-month period ended 31 March 2026 on 22 April 2026 (corresponding to 5 Dhul Qa'adah 1447H).