موبايلي
Mobily

ETIHAD ETISALAT COMPANY

(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED

FINANCIAL STATEMENTS

(UNAUDITED)

FOR THE THREE AND NINE-MONTHS PERIODS

ENDED 30 SEPTEMBER 2025

TOGETHER WITH INDEPENDENT AUDITOR'S REVIEW REPORT

Contents

Shape the future
with confidence

Ernst & Young Professional Services (Professional LLC)
Paid-up capital (SR 5,500,000 – Five million five hundred thousand Saudi Riyal)
Head Office
Building No. 3126 (1.11 B), South Tower, 8th Floor
Financial Boulevard, Al Aqeeq District 6717, Riyadh 13519, King Abdullah Financial District,
P.O. Box 2732
Riyadh 11461
Kingdom of Saudi Arabia.

C.R. No. 1010383821

Tel: +966 11 215 9898
+966 11 273 4740
Fax: +966 11 273 4730

ey.ksa@sa.ey.com
ey.com

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 30 September 2025, and the related interim condensed consolidated statements of profit or loss and comprehensive income for the three-month and nine-month periods ended 30 September 2025, and the related interim condensed consolidated statements of changes in shareholders' equity and cash flows for the nine-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

R7
سجل تجاري ١٠١٠٣٨٣٨٢١
CR. 1010383821
شركة إرنست ويونغ للخدمات المهنية
(مهنية ذات مسؤولية محدودة)
Ernst & Young Professional Services
(Professional LLC)

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

Riyadh: 1 Jumada Al-Ula 1447H
(23 October 2025)

Etihad Etisalat Company (A Saudi Joint Stock Company)

Interim condensed consolidated statement of financial position

As at 30 September 2025

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Notes	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Assets			
Non-current assets			
Property and equipment	5	**18,765,174**	18,851,032
Intangible assets	6	**8,389,880**	6,997,670
Right of use assets	7	**2,928,234**	2,718,792
Investment in joint ventures		**117,334**	52,420
Contract costs		**4,348**	4,278
Contract assets		**74,174**	89,959
Financial and other assets		**22,620**	304,722
Total non-current assets		**30,301,764**	29,018,873
Current assets			
Inventories		**134,817**	212,992
Contract costs		**492,189**	359,940
Contract assets		**941,484**	1,003,495
Accounts receivable	8	**4,372,992**	4,069,702
Due from related parties	9	**135,703**	107,332
Financial and other assets		**579,644**	696,921
Short term Murabaha		**1,100,600**	1,786,374
Cash and cash equivalents		**1,934,923**	1,399,542
Total current assets		**9,692,352**	9,636,298
Total assets		**39,994,116**	38,655,171
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital	1	**7,700,000**	7,700,000
Treasury Shares	14	**(159,223)**	-
Other reserves		**(27,921)**	(22,669)
Retained earnings		**11,772,618**	11,198,161
Total shareholders' equity		**19,285,474**	18,875,492
Liabilities			
Non-current liabilities			
Borrowings	11	**5,342,654**	5,725,122
Lease liabilities		**2,202,450**	2,061,787
Provision for employees' end of service benefits		**659,366**	601,496
Provision for decommissioning		**205,660**	208,462
Contract liabilities		**349,064**	321,510
Financial and other liabilities		**1,687,805**	309,532
Total non-current liabilities		**10,446,999**	9,227,909
Current liabilities			
Borrowings	11	**496,658**	459,588
Lease liabilities		**1,304,863**	1,213,068
Accounts payable		**2,828,579**	3,603,538
Contract liabilities		**868,249**	971,293
Due to related parties	9	**258,029**	193,439
Accrued expenses		**3,634,351**	3,281,876
Provisions		**372,839**	369,491
Zakat and income tax		**102,705**	117,005
Financial and other liabilities		**395,370**	342,472
Total current liabilities		**10,261,643**	10,551,770
Total liabilities		**20,708,642**	19,779,679
Total shareholders' equity and liabilities		**39,994,116**	38,655,171

The attached notes from 1 to 20 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 and nine-months periods ended 30 September 2025

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Notes	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2025	2024	2025	2024
Revenue		**4,849,437**	4,498,555	**14,455,332**	13,509,239
Cost of revenue		**(2,158,865)**	(1,932,556)	**(6,587,973)**	(6,120,326)
Gross profit		**2,690,572**	2,565,999	**7,867,359**	7,388,913
Operating expenses					
Selling and marketing expenses		**(351,645)**	(319,543)	**(1,092,474)**	(1,023,983)
General and administrative expenses		**(419,569)**	(352,149)	**(1,237,613)**	(1,068,036)
Reversal of impairment / (impairment) on accounts receivable and contract assets, net	8	**50,152**	(47,958)	**29,790**	(149,068)
Depreciation and amortization	5,6,7	**(931,454)**	(886,131)	**(2,787,737)**	(2,675,139)
Total operating expenses		**(1,652,516)**	(1,605,781)	**(5,088,034)**	(4,916,226)
Operating profit		**1,038,056**	960,218	**2,779,325**	2,472,687
Other income and expenses					
Share in profit of joint ventures		**10,104**	17,188	**116,415**	33,599
Finance income		**48,505**	38,468	**151,678**	130,095
Finance expenses		**(166,610)**	(166,896)	**(504,006)**	(463,466)
Other income, net		**12,651**	8,932	**39,401**	47,058
Net other income and expenses		**(95,350)**	(102,308)	**(196,512)**	(252,714)
Net profit before zakat and income tax		**942,706**	857,910	**2,582,813**	2,219,973
Zakat and income tax		**(26,286)**	(29,365)	**(69,779)**	(92,535)
Net profit		**916,420**	828,545	**2,513,034**	2,127,438
Earnings per share:					
Basic earnings per share (in ⃁)	13	**1.19**	1.08	**3.27**	2.76
Diluted earnings per share (in ⃁)	13	**1.19**	1.08	**3.26**	2.76

The attached notes from 1 to 20 are an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Chairman

(All amounts in Saudi Riyals thousands unless otherwise stated)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Net profit	**916,420**	828,545	**2,513,034**	2,127,438
Items that will not be reclassified subsequently to profit or loss:				
Actuarial remeasurement of employees' end of service	**4,872**	(5,202)	**(13,577)**	(877)
Change in fair value of equity investments	**(944)**	(1,084)	**(2,616)**	(2,641)
Total items that will not be reclassified subsequently to profit or loss	**3,928**	(6,286)	**(16,193)**	(3,518)
Items that will be reclassified subsequently to profit or loss:				
Exchange differences on translation of foreign operations	**(2,378)**	(238)	**(2,586)**	(249)
Cash flow hedge - change in fair value	**-**	(14,221)	**65**	(3,624)
Cash flow hedge - reclassified to profit or loss	**-**	11,271	**(115)**	(41,727)
Total items that will be reclassified subsequently to profit or loss	**(2,378)**	(3,188)	**(2,636)**	(45,600)
Total other comprehensive income / (loss)	**1,550**	(9,474)	**(18,829)**	(49,118)
Total comprehensive income	**917,970**	819,071	**2,494,205**	2,078,320

The attached notes from 1 to 20 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 nine- months period ended 30 September 2025

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Notes	Share capital	Treasury shares	Statutory reserve	Other reserves	Retained earnings	Total shareholders' equity
Balance As at 1 January 2025		**7,700,000**	**-**	**-**	**(22,669)**	**11,198,161**	**18,875,492**
Net profit		**-**	**-**	**-**	**-**	**2,513,034**	**2,513,034**
Other comprehensive loss for the period		**-**	**-**	**-**	**(5,252)**	**(13,577)**	**(18,829)**
Total comprehensive (loss) / income		**-**	**-**	**-**	**(5,252)**	**2,499,457**	**2,494,205**
Purchase of Treasury Shares	14	**-**	**(159,223)**	**-**	**-**	**-**	**(159,223)**
Dividends	18	**-**	**-**	**-**	**-**	**(1,925,000)**	**(1,925,000)**
Balance As at 30 September 2025		**7,700,000**	**(159,223)**	**-**	**(27,921)**	**11,772,618**	**19,285,474**
Balance As at 1 January 2024		7,700,000	-	2,648,971	26,311	7,247,325	17,622,607
Net profit		-	-	-	-	2,127,438	2,127,438
Other comprehensive loss for the period		-	-	-	(48,241)	(877)	(49,118)
Total comprehensive (loss) / income		-	-	-	(48,241)	2,126,561	2,078,320
Dividends		-	-	-	-	(1,809,500)	(1,809,500)
Transfer from statutory reserve	10	-	-	(2,648,971)	-	2,648,971	-
Balance As at 30 September 2024		7,700,000	-	-	(21,930)	10,213,357	17,891,427

The attached notes from 1 to 20 are an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer	Chief Executive Officer	Chairman

(All amounts in Saudi Riyals thousands unless otherwise stated)

	For the nine-month period ended 30 September 2025	For the nine-month period ended 30 September 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit	**2,513,034**	2,127,438
Adjustments:		
Depreciation and amortization	**2,787,737**	2,675,139
(Reversal of impairment) / impairment on accounts receivable and contract assets, net	**(29,790)**	149,068
Provision for employees' end of service benefits	**56,675**	58,239
Provisions	**20,861**	26,514
Share in profit of joint ventures	**(116,415)**	(33,599)
Finance income	**(151,678)**	(130,095)
Finance costs	**504,006**	463,466
Zakat and income tax	**69,779**	92,535
Loss on sale of property and equipment	**823**	4,804
Others	**(24,281)**	(9,615)
Changes in:		
Inventories	**66,749**	(32,221)
Contract costs	**(132,319)**	65,473
Contract assets	**79,887**	(45,141)
Accounts receivable	**(275,591)**	(1,372,964)
Due from related parties	**(28,372)**	3,185
Financial assets and others	**109,088**	(91,912)
Accounts payable	**(868,407)**	(148,614)
Contract liabilities	**(75,489)**	(9,478)
Due to related parties	**64,590**	(15,977)
Accrued expenses	**353,817**	749,318
Provisions	**(6,698)**	(17,593)
Financial liabilities and others	**49,004**	128,745
Cash generated from operating activities	**4,967,010**	4,636,715
Employees' end of service benefits paid	**(18,140)**	(21,472)
Finance costs paid	**(294,757)**	(340,937)
Zakat and income tax paid	**(84,148)**	(159,664)
Net cash flows generated from operating activities	**4,569,965**	4,114,642
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment of property and equipment	**(1,947,231)**	(1,620,753)
Payment of intangible assets	**(198,589)**	(42,399)
Proceeds from disposal of property and equipment	**998**	400
Net proceed from short term Murabaha	**685,774**	1,185,277
Finance income received	**156,972**	145,380
Government grant received	**179,068**	-
Dividends received	**51,500**	37,500
Net cash flows used in investing activities	**(1,071,508)**	(294,595)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of borrowings	**(354,364)**	(6,176,955)
Borrowings received	**-**	4,135,000
Payment of lease liabilities	**(573,566)**	(510,009)
Purchase of treasury shares	**(159,223)**	-
Dividends paid	**(1,875,923)**	(1,089,739)
Net cash flows used in financing activities	**(2,963,076)**	(3,641,703)
Net changes in cash and cash equivalents	**535,381**	178,344
Cash and cash equivalents at beginning of the period	**1,399,542**	1,654,378
Cash and cash equivalents at end of the period	**1,934,923**	1,832,722

The attached notes from 1 to 20 are an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer   Chief Executive Officer   Chairman

(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 ⃁ 7,700 million divided into 770 million shares of ⃁ 10 each.

1.2 Subsidiary Companies

Below is the summary of Company's subsidiaries and ownership percentage as at 30 September 2025 and 31 December 2024:

		Ownership percentage			
		As at 30 September 2025		As at 31 December 2024	
Name	Country of incorporation	Direct	Indirect	Direct	Indirect
Mobily Infotech India Private Limited	Republic of India	99.99%	0.01%	99.99%	0.01%
Zajil International Network for Telecommunication Company *	Saudi Arabia	-	-	96%	4%
National Company for Business Solutions	Saudi Arabia	100%	-	100%	-
National Company for Business Solutions FZE	United Arab of Emirates	-	100%	-	100%
Mobily Ventures Holding W.L.L	Kingdom of Bahrain	100%	-	100%	-
Etihad Fintech Company	Saudi Arabia	100%	-	100%	-

* On 15 March 2021, the Board of Directors of Etihad Etisalat Company approved to liquidate Zajil International Network for Telecommunication Company, during the third quarter of 2025, the Regulatory procedures and requirements for its liquidation were completed, accordingly the commercial register was cancelled on 12 August 2025.

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 International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are 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 2024.

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 ("⃁") which is the functional currency of the Group. All amounts have been rounded off to the nearest thousands 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 2024. except for the policy related to treasury shares as per below.

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 2025. The Group believes that it does not have material impact on the Group's interim condensed consolidated financial statements.

AMENDMENTS AND INTERPRETATIONS
Lack of exchangeability – Amendments to IAS 21

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

Treasury shares

Treasury shares represent shares of Mobily purchased and held in treasury for the purpose of allocation to eligible employees upon successful completion of the vesting period and satisfaction of non-market performance conditions.

These treasury shares are measured at cost and presented as a deduction from equity. While held by the Company, treasury shares allocated under the employee long-term incentive plan do not carry any rights to dividends.

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 2024 prepared in accordance with IFRS that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by SOCPA.

(All amounts in Saudi Riyals thousands unless otherwise stated)

5 PROPERTY AND EQUIPMENT

- During the nine-month period ended 30 September 2025, the Group acquired property and equipment with a cost of ⃁ 1,876 million (for nine-month period ended 30 September 2024: ⃁ 1,079 million).
- During the three and nine-months periods ended 30 September 2025, the depreciation expense amounted to ريال 656 million and ⃁ 1,961 million, respectively (for the three and nine-months periods ended 30 September 2024: ⃁ 643 million and ⃁ 1,950 million, respectively).

6 INTANGIBLE ASSETS

- During the nine-month period ended 30 September 2025, the additions to intangible assets amounted to ⃁ 1,752 million (for the nine-month period ended 30 September 2024: ⃁ 1.5 million).
- On 11 November 2024, the Company obtained a 15-year license to use 120 MHz of spectrum for a total value of ⃁ 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. Accordingly, the Company reclassified the advance payment previously presented under non-current financial and other assets amounting to ⃁ 268 million to intangible assets during the period.
- During the three and nine-months periods ended 30 September 2025, the amortization expense amounted to ⃁ 120 million and ⃁ 360 million, respectively (for the three and nine-months periods ended 30 September 2024: ⃁ 90 million and ⃁ 270 million, respectively).

7 RIGHT OF USE ASSETS

- During the nine-month period ended 30 September 2025, the net additions to right of use assets amounted to ⃁691 million (for the nine-month period ended 30 September 2024: ⃁ 399 million). all these additions are non-cash additions.
- During the three and nine-months periods ended 30 September 2025, the depreciation expense amounted to ⃁ 155 million and ⃁467 million, respectively (for the three and nine-months periods ended 30 September 2024: ⃁ 153 million and ⃁ 457 million, respectively).

8 ACCOUNTS RECEIVABLE

	30 September 2025	31 December 2024
Accounts receivable	**6,761,758**	6,420,531
Less: allowance for impairment loss on accounts receivable	**(2,388,766)**	(2,350,829)
	4,372,992	4,069,702

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

	30 September 2025	31 December 2024
Balance at the beginning of the period / year	**(2,350,829)**	(2,194,606)
Net reversal (charge) for the period/year *	**27,700**	(142,272)
Adjustments during the period / year	**(65,637)**	(68,726)
Write off during the period / year	**-**	54,775
Balance at the end of the period / year	**(2,388,766)**	(2,350,829)

* During the third quarter of 2025, the company signed debt settlement agreements resulted in the collection of amounts and the reversal of provisions related to these debts.

(All amounts in Saudi Riyals thousands unless otherwise stated)

9 RELATED PARTIES TRANSACTIONS AND BALANCES

9.1 Related party transactions

The Group has the following related parties:

PARTY	RELATIONSHIP
Emirates Telecommunication Group Company 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
Ufone	Subsidiary to Founding shareholder
Sehati for Information Service Company	Joint venture
Integrated Data Company for Information Technology	Joint venture

The Group transacted with related parties in ordinary course of business. Following are the details of major transactions with related parties for the three and nine-months period ended 30 September 2025 and 2024:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Interconnection services and roaming services rendered	**38,631**	17,218	**76,919**	72,525
Interconnection services and roaming services received	**96,970**	80,187	**282,506**	213,481
Other telecommunication services	**2,732**	2,553	**7,927**	7,658

- Services rendered to related parties comprise of the provision 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 and nine-months periods ended 30 September 2025 amounted to ⃁ 17 million and ⃁ 53 million, respectively (2024: ⃁ 13 million and ⃁ 41 million, respectively) and transactions expenses for the three and nine-months periods ended 30 September 2025 amounted to ⃁ 17 million and ⃁ 46 million, respectively (2024: ⃁ 15 million and ⃁ 44 million, respectively).

COMPENSATION AND BENEFITS TO BOARD OF DIRECTORS AND KEY MANAGEMENT PERSONNEL

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Compensation and benefits	**41,185**	32,041	**125,182**	91,844
Compensation and benefits - post-employment	**1,028**	963	**3,140**	2,792
Total compensation	**42,213**	33,004	**128,322**	94,636

(All amounts in Saudi Riyals thousands unless otherwise stated)

9 RELATED PARTIES TRANSACTIONS AND BALANCES (CONTINUED)

9.2 Related party balances

	30 September 2025	31 December 2024
Due from related parties		
Founding shareholder and its Associates & Subsidiaries	**133,787**	105,416
Joint ventures	**1,916**	1,916
	135,703	107,332
Due to related parties		
Founding shareholder and its Associates & Subsidiaries	**258,029**	193,439
	258,029	193,439

10 STATUTORY RESERVE

On 1 June 2023, the Company's General Assembly approved amending the Company's by-laws to comply with the New Companies' Law issued on 1 Dhul-Hijjah 1443 H (corresponding to 30 June 2022), whereby Article No. 44 of the bylaws relating to the statutory reserve was deleted, based on the recommendation of the Board of Directors. The Company's General Assembly, in its meeting held on 21 Dhu al-Hijjah 1445 H (corresponding to 27 June 2024), agreed to transfer the balance of the statutory reserve amounting to ⃁ 2,648,971 thousand as in the consolidated financial statements for the year ended 31 December 2023 to the retained earnings balance.

11 BORROWINGS

On 17 January 2024, the Company signed a Murabaha financing agreement with Saudi National Bank in the amount of ⃁ 4.8 billion and a financing period of 7 years, with better terms and competitive interest rates for the purpose of financing working capital, in addition to an additional medium-term Murabaha financing for partial refinancing of the Company`s existing financing. This agreement is in line with the Company's long-term financial objectives and its capital restructuring strategy.

The Company used the amount of ⃁ 3,685 million, amount of drawdown during the first quarter of 2024, from the financing agreement to partially refinance the syndicated loan amounting to ⃁ 5,333 million.

The agreement does not include any mortgages or financial guarantees.

During the first quarter of 2024, the Company drawdown amounting to ⃁ 450 million from the existing available credit limit with Alinma bank according to the credit facility agreement dated Q4,2019 to finance capital expenditure.

(All amounts in Saudi Riyals thousands unless otherwise stated)

12 FINANCIAL ASSETS AND LIABILITIES

12.1 Financial assets

	30 September 2025	31 December 2024
Financial assets at fair value:		
Financial assets - fair value through other comprehensive income *	1,455	4,062
Derivatives financial instruments**	-	12,576
Total financial assets at fair value	1,455	16,638
Financial assets at amortized cost:		
Accounts receivable	4,372,992	4,069,702
Due from related parties	135,703	107,332
Short term Murabaha	1,100,600	1,786,374
Cash and cash equivalents	1,934,923	1,399,542
Restricted cash	169,989	250,071
Accrued income	21,072	26,366
Other financial assets	70,741	119,670
Total financial assets at amortized cost	7,806,020	7,759,057
Total financial assets	7,807,475	7,775,695
Current	7,806,020	7,771,633
Non-current	1,455	4,062
Total financial assets	7,807,475	7,775,695

12.2 Financial liabilities

	30 September 2025	31 December 2024
Financial liabilities at amortized cost:		
Borrowings	5,839,312	6,184,710
Lease liabilities	3,507,313	3,274,855
Accounts payable	2,828,579	3,603,538
Due to related parties	258,029	193,439
Frequency spectrum licenses	1,367,682	135,676
Dividends payable	15,551	15,551
E- Wallet obligations and other	195,000	250,895
Total financial liabilities at amortized cost	14,011,466	13,658,664
Total financial liabilities	14,011,466	13,658,664
Current	5,098,680	5,545,659
Non-current	8,912,786	8,113,005
Total financial liabilities	14,011,466	13,658,664

* 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.

13 BASIC AND DILUTED EARNINGS PER SHARE

The basic and diluted earnings per share calculation for the three and nine-months periods ended 30 September 2025 and 2024 is as follows:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Profit for the period	**916,420**	828,545	**2,513,034**	2,127,438
Number of shares (in thousands)				
Weighted average number of common shares outstanding for the purpose of calculating basic earnings per share	**768,741**	770,000	**769,576**	770,000
Weighted average number of common shares repurchased	**1,259**	-	**424**	-
Weighted average number of common shares outstanding for the purpose of calculating diluted earnings per share	**770,000**	770,000	**770,000**	770,000
Basic earnings per share (in ⃁)	**1.19**	1.08	**3.27**	2.76
Diluted earnings per share (in ⃁)	**1.19**	1.08	**3.26**	2.76

14 TREASURY SHARES

Based on the approval of the Extraordinary General Assembly held on 24 Dhul-Qi'dah 1446H (corresponding to 22 May 2025), the Company purchased a number of its shares during the third quarter of 2025 to be allocated to Employees' Long-term Incentives Program (Employee Share Program). A total of 2,500,000 shares were repurchased at an average price of ⃁ 63.69 per share, with a value of ⃁ 159 million.

Shares purchased and allocated to the Employees' Long-term Incentives Program do not have votes at shareholders' meetings and are not entitled to any cash dividends during the period they are held by the Company.

15 COMMITMENTS AND CONTINGENCIES

15.1 Capital commitments

The Group has capital commitments resulting from contracts for supply of property and equipment with an amount of ⃁ 2,636 million as at 30 September 2025 (31 December 2024: ⃁ 1,472 million).

15.2 Contingent liabilities

- The Group had contingent liabilities in the form of letters of guarantee and letters of credit amounting to ⃁ 646 million as at 30 September 2025 (31 December 2024: ⃁ 593 million).
- The CST violation committee has issued several penalty resolutions against the Group amounting to ⃁ 24 million as of 30 September 2025 (31 December 2024: ⃁ 27 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 30 September 2025, the Group's management believes that sufficient provisions have been recorded.
- 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 30 September 2025 and 31 December 2024, the Group's management believes that sufficient provisions have been recorded.

16 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.

(All amounts in Saudi Riyals thousands unless otherwise stated)

16 SEGMENT INFORMATION (CONTINUED)

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 Kingdome 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 between operators.

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

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Consumer revenue	**2,973,376**	2,829,446	**9,014,028**	8,598,997
Business revenue	**1,208,858**	1,085,136	**3,458,456**	3,193,943
Wholesale revenue	**567,873**	478,623	**1,647,704**	1,408,296
Others revenue	**99,330**	105,350	**335,144**	308,003
Total revenue	**4,849,437**	4,498,555	**14,455,332**	13,509,239
Total cost of revenue	**(2,158,865)**	(1,932,556)	**(6,587,973)**	(6,120,326)
Depreciation and amortization	**(931,454)**	(886,131)	**(2,787,737)**	(2,675,139)
Total other operating expense	**(721,062)**	(719,650)	**(2,300,297)**	(2,241,087)
Net other income and expenses	**(95,350)**	(102,308)	**(196,512)**	(252,714)
Zakat and income tax	**(26,286)**	(29,365)	**(69,779)**	(92,535)
Net profit	**916,420**	828,545	**2,513,034**	2,127,438
Capital expenditures	**932,037**	471,288	**3,628,627**	1,080,195

17 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 and nine-months periods ended 30 September 2025.

18 DIVIDENDS

- 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 ⃁ 1,001 million (⃁ 1.30 per share on 770 million shares).

  The Company paid these dividends on 9 April 2025.

- On 21 July 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 first half for the year 2025 amounting to ⃁ 924 million (⃁ 1.20 per share on 770 million shares).

  The Company paid these dividends on 19 August 2025.

(All amounts in Saudi Riyals thousands unless otherwise stated)

19 RECLASSIFICATIONS

Certain figures have been reclassified as listed below to conform with the classification used as at 30 September 2025. Those reclassifications included below have no impact on previously reported net income, retained earnings and cash positions.

	As previously presented	Reclassifications	Reclassified amounts
Consolidated statement of financial position as at 31 December 2024			
Accounts receivable	3,929,559	**140,143**	4,069,702
Contract liabilities - Current	831,150	**140,143**	971,293

20 APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The Company`s Board of Directors approved the interim condensed consolidated financial statements for the three and nine-months periods ended 30 September 2025 on 21 October 2025 (corresponding to 29 Rabi al-Thani 1447H).