



ETIHAD ATHEEB TELECOMMUNICATION COMPANY
(A Saudi Joint Stock Company)

Interim Condensed Consolidated Financial Information (Unaudited)
And Independent Auditor's Review Report
For The Three-Month And Six-Month Periods Ended 30 September 2025

ETIHAD ATHEEB TELECOMMUNICATION COMPANY
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
For The Three-Month And Six-Month Periods Ended 30 September 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

**To the Shareholders of
ETIHAD ATHEEB TELECOMMUNICATION COMPANY
(A Saudi Joint Stock Company)**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Etihad Atheeb Telecommunication Company (the "Company") and its subsidiaries (together "the Group") as at 30 September 2025, and the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and six-month periods then ended, and the interim condensed consolidated statements of changes in equity and cash flows for the six-month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" (IAS 34) that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed consolidated financial information 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" that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed consolidated financial information 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 information are not prepared, in all material respects, in accordance with International Accounting Standard (34) that is endorsed in the Kingdom of Saudi Arabia.

Other Matter

The interim condensed consolidated financial information for the three- and six-month periods ended 30 September 2024, and for the three-month period ended 30 June 2025, were reviewed by another independent auditor, who expressed an unmodified conclusion on that information on 26 Rabi' II 1446H (corresponding to 29 October 2024) and 11 Safar 1447H (corresponding to 5 August 2025) respectively. In addition, the consolidated financial statements of the Group for the year ended 31 March 2025 were audited by another independent auditor, who expressed an unmodified opinion on those consolidated financial statements on 5 Muharram 1447H (corresponding to 30 June 2025).

RSM Allied Accountants Professional Services



Abdullah Bin Ahmed Al Faddaghi

License No. 706

Riyadh – Kingdom of Saudi Arabia

14 Jumada al-Awwal 1447H (corresponding to 5 November 2025G)



ETIHAD ATHEEB TELECOMMUNICATION COMPANY
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2025

(Saudi Riyal)

		As at	
	Note	30 September 2025 (Unaudited)	31 March 2025 (Audited)
Assets			
Non-current assets			
Property and equipment, net	4	131,029,393	144,109,934
Intangible assets and goodwill, net	5	382,142,518	392,141,209
Right of use assets, net	6.1	51,676,307	60,772,069
Projects under construction	7	47,023,825	27,554,738
Advance for investment in a subsidiary		-	5,000,000
Total non-current assets		611,872,043	629,577,950
Current assets			
Inventories, net		20,005,110	26,328,803
Trade receivables, net	8	367,256,074	305,006,215
Contract assets	14.3	103,625,467	49,398,421
Prepayments and other current assets	9	53,505,489	83,708,345
Cash and cash equivalents	10	567,728,986	561,668,887
Total current assets		1,112,121,126	1,026,110,671
Total assets		1,723,993,169	1,655,688,621
Equity and Liabilities			
Equity			
Share capital	1-A	339,999,000	339,999,000
Statutory reserve		45,672,216	45,672,216
Retained earnings		496,630,657	380,097,298
Equity attributable to equity holders of the Parent Company		882,301,873	765,768,514
Non- controlling interest		31,879,225	19,219,550
Total equity		914,181,098	784,988,064
Liabilities			
Non-current liabilities			
Accounts payable, non-current portion	11	38,846,402	76,621,741
Lease liabilities, non-current portion	6.2	15,034,190	23,319,915
Long-term loan, non-current portion		5,954,724	7,307,356
Employees' defined benefit obligation		16,176,006	14,673,906
Decommissioning provision		1,896,105	1,892,820
Total non-current liabilities		77,907,427	123,815,738
Current liabilities			
Accounts payable, current portion	11	496,189,567	410,609,318
Long-term loan, current portion		1,832,222	944,444
Accrued expense and other current liabilities	12	171,339,959	240,287,020
Lease liabilities, current portion	6.2	32,594,200	36,760,246
Contract liabilities	14.3	25,888,802	49,541,179
Provision for zakat and income tax	13	4,059,894	8,742,612
Total current liabilities		731,904,644	746,884,819
Total liabilities		809,812,071	870,700,557
Total equity and liabilities		1,723,993,169	1,655,688,621

The accompanying notes from (1) to (26) form an integral part of these Interim Condensed Consolidated Financial Statements, which have been authorized for issue by the Board of Directors, and signed on its behalf by:

Yahya Saleh Al Mansour
Chief Executive Officer

Mohamed Elsadek Galal
Chief Financial Officer

Dr. Eisa Baecisa
Chairman



ETIHAD ATHEEB TELECOMMUNICATION COMPANY
(A Saudi Joint Stock Company)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

For The Three-Month And Six-Month Periods Ended 30 September 2025
(Saudi Riyal)

	Note	For the three-month period ended 30 September		For the six-month period ended 30 September	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Revenue	14	470,136,301	346,905,379	905,499,481	657,093,575
Cost of revenue	15	(336,249,955)	(239,671,835)	(651,138,498)	(461,856,065)
Gross profit		133,886,346	107,233,544	254,360,983	195,237,510
Selling and marketing expenses	16	(19,354,899)	(16,383,944)	(33,298,432)	(31,066,459)
General and administrative expenses	17	(39,933,331)	(23,979,469)	(74,732,958)	(44,146,282)
Allowance for expected credit losses	8	(8,729,545)	(11,325,942)	(15,414,910)	(14,364,657)
Other income, net		265,955	3,006,988	4,622,719	4,473,764
Operating profit		66,134,526	58,551,177	135,537,402	110,133,876
Finance income (cost), net	18	6,294,206	1,555,893	7,862,278	(1,798,549)
Profit for the period before zakat and income tax expense		72,428,732	60,107,070	143,399,680	108,335,327
Zakat and income tax expense	13	(1,451,838)	(1,500,000)	(4,006,676)	(3,000,000)
Net profit for the period		70,976,894	58,607,070	139,393,004	105,335,327
Net profit attributable to:					
Equity attributable to shareholders of the parent company		65,025,916	58,607,070	126,733,329	105,335,327
Non-controlling interests		5,950,978	-	12,659,675	-
Net profit for the period		70,976,894	58,607,070	139,393,004	105,335,327
Other comprehensive income:					
Other comprehensive Income		-	-	-	-
Total comprehensive income for the period		70,976,894	58,607,070	139,393,004	105,335,327
Total comprehensive income for the period attributable to:					
Equity attributable to shareholders of the parent company		65,025,916	58,607,070	126,733,329	105,335,327
Non-controlling interests		5,950,978	-	12,659,675	-
Total comprehensive income for the period		70,976,894	58,607,070	139,393,004	105,335,327
Basic and diluted earnings per share from net profit attributable to shareholders of the parent company:	19	1.91	1.72	3.73	3.10

The accompanying notes from (1) to (26) form an integral part of these Interim Condensed Consolidated Financial Statements, which have been authorized for issue by the Board of Directors, and signed on its behalf by:

Yahya Saleh Al Mansour
Chief Executive Officer

Mohamed Elsadek Galal
Chief Financial Officer

Dr. Eisa Baeisa
Chairman



ETIHAD ATHEEB TELECOMMUNICATION COMPANY
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For The Six-Month Period Ended 30 September 2025
(Saudi Riyal)

	Share capital	Statutory reserve	Retained earnings	Equity attributable to equity holders of the Parent Company	Non-controlling interests	Total equity
Balance as at 1 April 2024 (audited)	339,999,000	23,714,663	195,199,418	558,913,081	-	558,913,081
Net profit for the period	-	-	105,335,327	105,335,327	-	105,335,327
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	105,335,327	105,335,327	-	105,335,327
Dividends (Note 24)	-	-	(10,199,970)	(10,199,970)	-	(10,199,970)
Balance as at 30 September 2024 (unaudited)	339,999,000	23,714,663	290,334,775	654,048,438	-	654,048,438
Balance as at 1 April 2025 (audited)	339,999,000	45,672,216	380,097,298	765,768,514	19,219,550	784,988,064
Net profit for the period	-	-	126,733,329	126,733,329	12,659,675	139,393,004
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	126,733,329	126,733,329	12,659,675	139,393,004
Dividends (Note 24)	-	-	(10,199,970)	(10,199,970)	-	(10,199,970)
Balance as at 30 September 2025 (unaudited)	339,999,000	45,672,216	496,630,657	882,301,873	31,879,225	914,181,098

The accompanying notes from (1) to (26) form an integral part of these Interim Condensed Consolidated Financial Statements, which have been authorized for issue by the Board of Directors and signed on its behalf by:

Yahya Saleh Al Mansour
Chief Executive Officer

Mohamed Elsadek Galal
Chief Financial Officer



Dr. Eisa Bacisa
Chairman

ETIHAD ATHEEB TELECOMMUNICATION COMPANY
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Six-Month Period Ended 30 September 2025
(Saudi Riyal)

	Note	For the Six- Month Period Ended 30 September	
		2025 (Unaudited)	2024 (Unaudited)
Cash flows from operating activities			
Profit for the period before zakat and income tax expense		143,399,680	108,335,327
Adjustments for non-cash items:			
Depreciation and amortization	6,5,4	32,239,767	28,934,642
Finance cost	18	10,415,629	9,042,198
Finance income from short-term Murabaha deposits	18	(18,277,907)	(7,243,649)
Settlement of lease contracts	6	(58,714)	-
Allowance for expected credit losses	8-1	15,414,910	14,364,657
Settlement of accounts payable		-	(1,474,468)
Losses on disposals of lease contracts	6	120,894	416,858
Current service cost for defined employee benefits		2,396,835	1,373,801
		<u>185,651,094</u>	<u>153,749,366</u>
Changes in working capital			
Inventories		6,323,693	(86,766)
Trade receivables		(77,664,769)	(43,346,715)
Prepaid expenses and other current assets		30,202,856	(35,383,537)
Accounts payable		46,003,049	1,085,881
Accrued expenses and other current liabilities		(77,610,176)	(27,507,142)
Contract assets		(54,227,046)	-
Contract liabilities		(23,652,377)	17,448,214
Cash generated from operating activities		<u>35,026,324</u>	<u>65,959,301</u>
Paid from defined employee benefit obligations		(1,207,006)	(654,664)
Payments of zakat and income tax	13-1	(8,689,394)	(6,709,098)
Net cash generated from operating activities		<u>25,129,924</u>	<u>58,595,539</u>
Cash flows from investing activities			
Additions to property and equipment	4	(116,688)	-
Additions to intangible assets	5	-	(21,562,000)
Additions to projects under construction	7	(19,469,087)	(5,144,343)
Finance income from short-term Murabaha deposits		11,795,788	5,910,893
Advance for investment in a subsidiary		5,000,000	-
Net cash used in investing activities		<u>(2,789,987)</u>	<u>(20,795,450)</u>
Cash flows from financing activities			
Finance costs paid		(1,757,673)	(6,646,747)
Dividends		-	(10,199,970)
Payments of lease liabilities	6-2	(14,049,943)	(10,386,784)
Payments of long-term loans		(472,222)	-
Net cash used in financing activities		<u>(16,279,838)</u>	<u>(27,233,501)</u>
Increase in cash and cash equivalents		<u>6,060,099</u>	<u>10,566,588</u>
Cash and cash equivalents at the beginning of the period		561,668,887	434,998,692
Cash and cash equivalents at the end of the period		<u>567,728,986</u>	<u>445,565,280</u>
Less: Restricted cash balances		(39,960,260)	(19,782,753)
Cash and cash equivalents available for use at the end of the period		<u>527,768,726</u>	<u>425,782,527</u>
Non-cash transactions:			
Addition to right-of-use assets against lease liabilities	6	114,062	-
Transfer from lease liabilities to accounts payable	6-2	265,006	888,628
Transfer from projects under construction to property and equipment	7	-	4,611,930
Dividends payable	12-22-24	10,199,970	-

The accompanying notes from (1) to (26) form an integral part of these Interim Condensed Consolidated Financial Statements, which have been authorized for issue by the Board of Directors, and signed on its behalf by:

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ETIHAD ATHEEB TELECOMMUNICATION COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION)
For The Three-Month And Six-Month Periods Ended 30 September 2025
(Saudi Riyal)

1. ORGANIZATION AND MAIN ACTIVITIES

a) General information:

Etihad Atheeb Telecommunication Company (the "Company"), is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration (No. 1010263273), and Unified National Number 7001580625 issued in Riyadh on 30 Safar 1430H (corresponding to 25 February 2009).

The registered address of the Company is 3704 King Abdullah Branch Rd, AlMughrizat district, P.O. Box 12482-6488 Riyadh, Kingdom of Saudi Arabia.

The accompanying interim condensed consolidated financial statements include the Company's main commercial registration and the following branches:

Branch	CR number
Jeddah branch	4030197139
Khobar branch	2051050130

The attached condensed consolidated financial statements include the financial statements of Etihad Atheeb Telecommunication Company and its subsidiary (collectively referred to as "the Group") as follows:

Subsidiary	Country	Legal form	Share Capital (SAR)	Ownership percentage	
				September 30,2025	March 31,2025
Future Resources Company for Human Resources (1)	Saudi Arabia	Limited liability company	100,000	100%	100%
Digital Launch Technologies Company (2)	Saudi Arabia	Limited liability company	25,000	100%	100%
Launch Solutions Company (3)	Saudi Arabia	Closed Joint Stock company	20,000,000	100%	-
Ejad Technology Company for Information Technology (4)	Saudi Arabia	Limited liability company	25,000	51%	51%

The accompanying interim condensed consolidated financial information also includes the consolidated financial statements of Ejad Technology Company for Information Technology (Saudi Arabia) and its subsidiary, which it owns 100%, as follows:

Ejad Technology Company for Information Technology (5)	Egypt	Limited liability company	18,940	100%	100%
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Group's business and activities

The Parent Company offers a variety of fixed and wireless telecommunications services, such as voice services, data services, broadband internet services, internet telephony services, international gateway services, and landline phone services for individuals, households, and businesses. The company began its commercial operations on January 1, 2010.

(1) Future Resources Company for Human Resources, commercially known as "Go Talent" ("the Subsidiary") is a limited liability company established under the Companies Law of the Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration No. 1009085847 dated 11 Safar 1446 AH, corresponding to 15 August 2024.

The company's main activities include the main office's work in document and data verification, restructuring administrative, financial, and operational processes for establishments, providing top-level management consultancy services, integrated administrative services for offices, training centers, public relations and communications, mediating foreign labor recruitment, mediating Saudi employment, temporary labor agencies for foreign workers, temporary labor agencies for Saudis, the Coordinating Council for Recruitment Companies, and e-learning training services.

ETIHAD ATHEEB TELECOMMUNICATION COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION) (Continued)

For The Three-Month And Six-Month Periods Ended 30 September 2025

(Saudi Riyal)

1 **ORGANIZATION AND MAIN ACTIVITIES (continued)**

Group's business and activities (continued)

(2) Digital Launch Technologies Company, commercially known as “Go Digital” (“the Subsidiary”) is a limited liability company established under the company’s law of the Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration No. 1009118088 Dated 11 Sha’ban 1446 AH, corresponding to 15 October 2024. The Subsidiary has not commenced any commercial activities.

The company’s main activities include wholesale sales of computers and peripherals, communication equipment, electronic devices, 3D printing, software and applications, artificial intelligence, cybersecurity, and big data technologies. It also includes the manufacturing of equipment and phones, providing telecommunication services, cloud computing, satellite management and operation, along with maintenance, printing, electronic publishing and geospatial services.

(3) Launch Solutions Company, commercially known as “Go Money” (“the Subsidiary”) is a closed joint stock company established under the Companies law of the Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration No. 7050180178 Dated 27 Dhul-Qi’dah 1446 AH, corresponding to 25 May 2025. The Subsidiary has not commenced any commercial activities as it is in the process of obtaining a final license from the Saudi Central Bank (SAMA) to operate as a consumer microfinance company.

(4) Ejad Technology Company for Information Technology – Saudi Arabia (“the Subsidiary”) is a limited liability company established under the Companies Law of the Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration No. 1010387141 Dated 29 Shawwal 1434 AH, corresponding to 4 September 2013.

On 11 December 2024, the Group acquired 51% of the share capital of Ejad Technology Company for Information Technology. The Subsidiary’s activities include designing user interfaces and experiences, robotics technologies, virtual and augmented reality technologies, application development, artificial intelligence technologies, blockchain technologies, big data and data science and analysis, providing top-level management consultancy services, systems analysis, research and development in engineering and technology, custom software design and programming, military software, using drones for aerial surveys and Geographic Information Systems (GIS), web applications and services, geospatial information systems and providing digital certification services. As a result of this acquisition, the Group obtained control over the subsidiary, and its financial statements have been fully consolidated into the Group’s consolidated financial statements from the acquisition date.

As at the acquisition date, the Group recognized provisional goodwill of SAR 59,139,636, representing the excess of the consideration transferred over the provisional fair value of the identifiable net assets acquired. The purchase price allocation has not yet been finalized and will be completed within the measurement period in accordance with IFRS 3.

On 23 June 2025, Etihad Atheeb Telecommunication Company announced the completion of the legal procedures related to its acquisition of a 51% equity stake in Ejad Technology Company for Information Technology. These procedures included the amendment of the commercial registration and the articles of association of Ejad Technology Company for Information Technology to reflect the change in ownership.

(5) Ejad Technology for Information Technology Company – Egypt (“the Subsidiary”) is a limited liability company established in the Arab Republic of Egypt according to the provisions of Law No. 72 of 2017 on August 1, 2021, with Commercial Registration No. 17001. The Subsidiary is wholly owned (100%) by **Ejad Technology Company for Information Technology – Saudi Arabia**, in which the Group holds a 51 % controlling interest; accordingly, the Subsidiary has been fully consolidated from the acquisition date.

The company’s main activities include information and communication technology, software specification, analysis, and design, database and application development, software and application design and production, database creation, electronic information systems, production of electronic content, and data entry on computers and electronic means.

1 ORGANIZATION AND MAIN ACTIVITIES (continued)

Company license

Pursuant to the Ministerial Resolution No.41 dated 18 Safar 1429H (February 25, 2008), which was approved by the issuance of Royal Decree No. M/6 dated 19 Safar 1429H (February 26, 2008), the Company was granted a fixed-line telecommunication license and the used-frequency spectrum to provide fixed telephone services in the Kingdom of Saudi Arabia for a period of 25 years (starting on April 1,2009 and ending on March 31, 2034). On 30 Rabi' Al-awal 1438H (corresponding to December 29, 2016), the Communications, Space and Technology Commission (CST) (Formerly: Communications and Information Technology Commission) has extended the life of the Company's license by 15 years (ending on March 31,2049).

On 1 Ramadan 1440 H (corresponding to May 12, 2019), the CST issued a frequency spectrum license, whereby bands totaling 50 MHz in the 3.5 GHz frequency band were allocated to the Company to be used to provide its services in the main cities in the Kingdom, as the Company is committed to cover the populated areas in the main cities by at least 10% before the end of the year 2021. on 27 Rabi' II 1443H (Corresponding to December 2, 2021), the Company received a final extension of its commitment to deploy the network under the license granted to it by the authority for the 3.5 GHz band frequencies, with an additional six months extending until June 30, 2022.

On Shawwal 25, 1443H (corresponding to May 26, 2022), the Company received a letter from the CST notifying the Company with the CST decision to revoke the 3.5 GHz band frequencies license if the Company did not meet the deployment of network deadline on June 30, 2022.

On 1 Dhul Hijjah 1443H (corresponding to June 30, 2022), the Company completed 100% of its network development for phase (1) of the obligation set forth by the CST with regards to the spectrum license, this development covered 10% of the kingdom. The Company submitted all related documentation to the CST which demonstrating its fulfillment of the obligation in accordance with the requirements of the CST. On 9 Safar 1444H (corresponding to September 5, 2022), the Company received a letter from the CST confirming that it had accepted the company fulfillment of phase (1) of the network deployment in accordance with the frequency spectrum license to provide fixed telecommunication services with infrastructure of 3.5GHz band frequency granted to it with some observations, which the Company committed to resolve within a maximum period at the end of the year 2022 (which is also the deadline for fulfilling the obligations of the license for phase (2) to cover at least 30% of the populated cities subject to the obligation).

On December 26, 2022, the Company completed the necessary action to address the CST observations regarding the first phase of the network deployment obligations, in addition to completing its obligations towards 100% deployment of the network for the second phase regarding the license to use 3.5 GHz band frequencies, covering 30% of the cities under obligation by completing the process of installing and operating the 5G service towers. the Company submitted all related documentation to the CST which prove the Company's fulfillment of its obligation in accordance with the requirements of the CST. On 29 Rajab 1444H (corresponding to February 20, 2023), the Company received a letter from the CST informing the Company that it has accepted its fulfilment of phase (2) of the network deployment.

The Company seeks to a plan to meet the requirements of the third phase of the network deployment commitments aiming, to cover at least 50% of the populated areas in the cities subject to the commitment before the end of the 2027, as required by the licensing conditions for the frequency spectrum to provide fixed communications services with infrastructure for frequencies of the 3.5 GHz band granted by the CST.

a) General information:

Share Capital

The company's share capital is 339,999,000 Saudi Riyals as of September 30, 2025 (March 31, 2025: 339,999,000), divided into 33,999,900 shares (March 31,2025: 33,999,900 share), authorized, issued and fully paid with ordinary shares value of 10 Saudi Riyals per share.

1 ORGANIZATION AND MAIN ACTIVITIES (continued)

a) General information: (Continued)

b) Going concern basis:

The Group's management has assessed its ability to continue as a going concern and concluded that it has the resources to continue its activities in the foreseeable future. Furthermore, management is not aware of any material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern. Accordingly, the interim condensed consolidated financial information has been prepared on a going concern basis.

2. BASIS OF PREPARATION AND CONSOLIDATION

a) Statement of compliance

These Interim Condensed Consolidated Financial Information have been prepared in accordance with IAS 34 "Interim Financial Reporting" that is endorsed in Kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants (SOCPA) and should be read in conjunction with the Group's last annual Consolidated Financial statements for the year ended March 31, 2025 ("last annual consolidated financial statements"). This financial information does not include all of the information normally required for a complete set of Consolidated Financial Statements, however; accounting policies and selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and financial performance since March 31, 2025. Accordingly, the results for the period ended 30 September 2025 are not necessarily indicative of the results that may be achieved for the financial year ending 31 March 2026.

b) Basis of consolidation

The Interim Condensed Consolidated Financial Information of the Group comprise the interim financial information of the Company and its subsidiaries.

Subsidiaries are companies controlled by the Group. Control is achieved when the Group has:

- Power over the investee (i.e., existing rights that give the Group the current ability to direct the relevant activities of the investee);
- Exposure to risk, or rights, to variable returns from its involvement with the investee;
- The ability to use its power over the investee to affect its returns.

In general, there is a presumption that a majority of voting rights result in control. In support of this assumption, when the Group has less than a majority of the voting rights or similar rights in the investee, the Group takes into consideration all relevant facts and circumstances when determining whether it exercises control over the investee, including:

- Arrangement(s) with other voting rights holders in the investee company.
- Rights arising from other contractual arrangements.
- Group's voting rights and potential voting rights.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the elements of control mentioned above.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired (or disposed off) during the year are included (or derecognized) in the Consolidated Financial Statements from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income are attributed to the equity holders of the parent Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the equity holders of the Group and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies.

All intragroup assets and liabilities, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

2. BASIS OF PREPARATION AND CONSOLIDATION (continued)

b) Basis of consolidation (continued)

Changes in the Group's ownership interests in subsidiaries that do not result in losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to owners of the parent company.

When the Group loses control of a subsidiary, a gain or loss is recognized in the consolidated statement of profit or loss and is calculated as the difference between (1) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (2) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognized in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets and liabilities of the subsidiary (i.e. reclassified to the consolidated statement of profit or loss or transferred to another category of equity as specified/permitted by applicable IFRSs). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under IFRS 9, and when applicable, the cost on initial recognition of an investment in an associate or a joint venture according to IAS 28.

c) Basis of measurement

The Interim Condensed Consolidated Financial Information has been prepared on the historical cost basis except for employees' defined benefit obligation that has been valued at present value of future liabilities using the projected credit unit method, and long-term payable valued at present value.

d) Functional and presentation currency

These Interim Condensed Consolidated Financial Information is presented in Saudi Arabian Riyals (SAR), which is the functional and presentation currency of the Group.

3. Significant accounting policies, judgments, estimates, and key accounting assumptions of the Group

The accounting policies applied in preparation of these Interim Condensed Consolidated Financial Information is in accordance with International Financial Reporting Standards (IFRS) that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by SOCPA, and they are the same policies applied in preparation of the annual Consolidated Financial Statements for the year ended March 31, 2025.

There are new standards and number of amendments to standards which effective from January 1, 2024 and have been explained in the Group's annual Consolidated Financial Statements. But they do not have a material effect on the Group's Interim Condensed Consolidated Financial Information.

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4. PROPERTY AND EQUIPMENT, NET

The following shows the movements in property and equipment:

	For the six-month period ended 30 September 2025 (Unaudited)	For the year ended 31 March 2025 (Audited)
Balance as at the beginning of the period/ year	144,109,934	158,796,941
Additions to property and equipment during the period/ year	116,688	143,548
Disposals of property and equipment during the period/ year	-	(400,319)
Depreciation of property and equipment during the period/ year	(13,197,229)	(19,690,178)
Effect of acquisition of a subsidiary during the period/ year	-	648,769
Transferred from projects under construction to property and equipment (Note 7)	-	4,611,173
Balance at the end of the period/year	131,029,393	144,109,934

The following presents the property and equipment balances as reported in the condensed consolidated interim statement of cash flows for the six-month periods ended 30 September 2025 and 2024:

	For the six-month period ended 30 September 2025 (Unaudited)	2024 (Unaudited)
Additions to property and equipment	116,688	-
Depreciation of property and equipment	13,197,229	10,328,114
Transferred from projects under construction to property and equipment (Note 7)	-	4,611,930

5. INTANGIBLE ASSETS AND GOODWILL, NET

The following shows the movements in intangible assets and goodwill:

	For the six-month period ended 30 September 2025 (Unaudited)	For the year ended 31 March 2025 (Audited)
Opening balance as at the beginning of the period/year	392,141,209	331,178,133
Additions to intangible assets during the period/year	-	21,562,000
Amortization of intangible assets during the period/year	(9,998,691)	(19,738,560)
Goodwill arising from acquisition of a subsidiary during the period/year *	-	59,139,636
Closing balance as at the end of the period/year	382,142,518	392,141,209

* The Group has not yet completed the final purchase price allocation for the acquired assets and liabilities as of the date of these financial statements. Accordingly, the recognized goodwill amount is considered provisional and subject to adjustment. In accordance with IFRS 3 "Business Combinations", the Group is allowed a measurement period extending until 11 December 2025 (one year from the acquisition date) to finalize the identification and measurement of the fair values of the acquired assets and liabilities. Any subsequent adjustments during the measurement period may result in a retrospective adjustment to the recognized goodwill as if the business combination accounting had been completed on the acquisition date.

As the Group is still within the measurement period and the goodwill is provisional in nature, no impairment test has been performed on goodwill as at 30 September 2025. The goodwill impairment test will be performed on an annual basis following the completion of the final purchase price allocation, but no later than 31 March 2026.

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5. INTANGIBLE ASSETS AND GOODWILL, NET (Continued)

The following is a summary of the balances of intangible assets and goodwill presented in the interim condensed consolidated statement of cash flows for the six-month period ended 30 September 2025 and 2024:

	For the six-month period ended 30 September	
	2025	2024
	(Unaudited)	(Unaudited)
Additions to intangible assets	-	21,562,000
Amortization of intangible assets	9,998,691	9,425,572

6. LEASES

6.1 Right of Use Assets, Net

The movement in right-of-use assets, net, is as follows:

	For the six-month period ended	For the year ended
	30 September 2025	31 March 2025
	(Unaudited)	(Audited)
Balance as at the beginning of the period/ year	60,772,069	80,515,314
Additions to right-of-use assets during the period/ year	114,062	-
Depreciation of right-of-use assets during the period/ year	(9,043,847)	(18,491,576)
Disposals of right-of-use assets during the period/ year	(161,116)	(1,657,998)
Impact of acquisition of a subsidiary during the period/ year	-	99,353
Adjustments to right-of-use assets during the period/ year	(4,861)	306,976
Balance as at the end of the period/ year	51,676,307	60,772,069

The following is a summary of right-of-use assets balances presented in the interim condensed consolidated statement of cash flows for the six-month period ended 30 September 2025 and 2024:

	For the six-month period ended 30 September	
	2025	2024
	(Unaudited)	(Unaudited)
Disposals during the period	(161,116)	(1,657,998)
Additions during the period	114,062	-
Depreciation during the period	(9,043,847)	(9,180,956)
Adjustments during the period	(4,861)	-

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6. LEASES (CONTINUED)

6.2 Lease Liability

The movement in lease liabilities is as follows:

	For the six-month period ended 30 September 2025 (Unaudited)	For the year ended 31 March 2025 (Audited)
Balance as at the beginning of the period/ year	60,080,161	77,940,605
Additions to lease liabilities during the period/ year	114,062	-
Finance costs on lease liabilities during the period/ year	1,852,913	3,793,114
Disposals of lease liabilities during the period/ year	(40,222)	(1,803,436)
Impact of acquisition of a subsidiary during the period/ year	-	121,294
Payments of lease liabilities during the period/ year	(14,049,943)	(19,097,455)
Adjustments to lease liabilities during the period/ year	(63,575)	285,035
Transferred to trade payables during the period/ year	(265,006)	(1,158,996)
Balance as at end of the period/ year	47,628,390	60,080,161
Current portion	32,594,200	36,760,246
Non-current portion	15,034,190	23,319,915
Balance as at the end of the period/ year	47,628,390	60,080,161

The following is a summary of lease liabilities balances presented in the interim condensed consolidated statement of cash flows for the six-month period ended 30 September 2025 and 2024:

	For the six-month period ended 30 September 2025 (Unaudited)	2024 (Unaudited)
Additions during the period	114,062	-
Disposals during the period	(40,222)	(1,241,140)
Finance costs during the period	1,852,913	1,883,207
Payments during the period	(14,049,943)	(10,386,784)
Adjustments during the period	(63,575)	-
Transferred to accounts payable during the period	(265,006)	(888,628)

7. PROJECTS UNDER CONSTRUCTION

Projects under construction represent ongoing initiatives related to the expansion of the Group's 5G network and upgrades to its existing telecommunications infrastructure, in addition to major information technology transformation efforts, including the development and implementation of a new enterprise resource planning (ERP) system.

The movement in projects under construction is as follows:

	For the six-month period ended 30 September 2025 (Unaudited)	For the year ended 31 March 2025 (Audited)
Balance as at the beginning of the period/ year	27,554,738	20,867,269
Additions to projects under construction during the period/ year	19,469,087	12,238,604
Transferred to expenses during the period/ year	-	(939,962)
Transferred to property and equipment (Note 4)	-	(4,611,173)
Balance as at the end of the period/ year	47,023,825	27,554,738

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7. PROJECTS UNDER CONSTRUCTION (Continued)

The following is a summary of projects under construction balances presented in the interim condensed consolidated statement of cash flows for the six-month period ended 30 September 2025 and 2024:

	For the six-month period ended 30 September	
	2025	2024
	(Unaudited)	(Unaudited)
Additions during the period	19,469,087	5,144,343
Transferred to property and equipment (Note 4)	-	4,611,930

8. TRADE RECEIVABLES, NET

		As at	
		30 SEPTEMBER	31 MARCH
		2025	2025
		(UNAUDITED)	(AUDITED)
Trade receivables – private entities		315,944,697	258,657,825
Trade receivables – government entities		165,541,311	145,163,414
Total		481,486,008	403,821,239
Less: expected credit loss allowance	8-1	(114,229,934)	(98,815,024)
		367,256,074	305,006,215

8.1 The following is a summary of the movement in expected credit loss allowance:

	For the six-month	For the year ended
	period ended	31 MARCH
	30 SEPTEMBER	2025
	2025	2025
	(UNAUDITED)	(AUDITED)
Balance as at the beginning of the period/ year	98,815,024	121,694,346
Charged during the period/ year	15,414,910	39,044,120
Impact of acquisition of a subsidiary during the period/ year	-	722,600
Amounts written off during the period/ year	-	(62,646,042)
Balance as at the end of the period/ year	114,229,934	98,815,024

9. PREPAYMENTS AND OTHER CURRENT ASSETS

	As at	
	30 SEPTEMBER	31 MARCH
	2025	2025
	(UNAUDITED)	(AUDITED)
Advances to suppliers	35,105,761	39,264,115
Cash margins held with banks against issued letters of guarantee (Note 20-a)	6,264,017	37,348,090
Prepaid expenses	2,607,253	3,273,926
Accrued finance income from Murabaha deposits	8,055,920	2,231,041
Employee advances, net	803,351	777,028
Others	669,187	814,145
	53,505,489	83,708,345

10. CASH AND CASH EQUIVALENTS

	As at	
	30 SEPTEMBER	31 MARCH
	2025	2025
	(UNAUDITED)	(AUDITED)
Murabaha deposits (3 months) *	473,000,000	424,000,000
Cash at banks**	94,728,986	137,031,575
Cash on hand	-	637,312
	567,728,986	561,668,887

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10. CASH AND CASH EQUIVALENTS (Continued)

Reconciliation of cash and cash equivalents for the purpose of preparing the statement of cash flows as at 30 September:

	As at	
	30 SEPTEMBER 2025 (UNAUDITED)	30 SEPTEMBER 2024 (UNAUDITED)
Cash and cash equivalents at the end of the period	567,728,986	445,565,280
Less: Restricted cash balances	(39,960,260)	(19,782,753)
Cash and cash equivalents available for use at the end of the period	527,768,726	425,782,527

* Represents short-term Islamic deposits held with a local commercial bank in Saudi Riyals, with original maturities not exceeding three months from the original investment date. These deposits yield returns ranging from 3.3% to 5.7% per annum. Finance income from short-term Murabaha deposits during the period amounted to SAR 18,277,907 (30 September 2024: SAR 7,243,649).

** Cash at banks includes restricted balances held with the Capital Market Authority on behalf of shareholders in connection with the increase/reduction of the Company's share capital amounting to SAR 19,082,241 as at 30 September 2025 (31 March 2025: SAR 19,082,241), and other restricted balances amounting to SAR 878,019 as at 30 September 2025 (31 March 2025: SAR 700,512). In addition, cash at banks includes restricted balances held with the Saudi Central Bank for the purpose of licensing the registration of Al Hulool Al Montaliqa Company. These restricted balances amounted to SAR 20,000,000 as at 30 September 2025 (Note 12).

11. ACCOUNTS PAYABLE

		As at	
		30 SEPTEMBER 2025 (UNAUDITED)	31 MARCH 2025 (AUDITED)
Accounts payable – Deferred settlement arrangements (suppliers)		94,681,137	143,999,899
Related parties – Deferred settlement arrangements	22	38,242,909	35,431,998
Accounts payable – Others		399,818,347	307,609,939
Related parties – BEYON B.S.C.	22	2,293,576	189,223
		535,035,969	487,231,059
Current portion:			
Accounts payable – Deferred settlement arrangements (suppliers)		60,834,250	102,810,156
Related parties – Deferred settlement arrangements	22	33,243,394	-
Accounts payable – Others		399,818,347	307,609,939
Related parties – BEYON B.S.C.	22	2,293,576	189,223
Total accounts payable – current portion		496,189,567	410,609,318
Non-current portion:			
Accounts payable – Deferred settlement arrangements (suppliers)		33,846,887	41,189,743
Related parties – Deferred settlement arrangements	22	4,999,515	35,431,998
Total accounts payable– non-current portion		38,846,402	76,621,741
		535,035,969	487,231,059

11. ACCOUNTS PAYABLE (Continued)

The balance of "Accounts Payable – Deferred settlement arrangements" as at 30 September 2025 is comprised of the following:

11.1 Major Vendor:

In February 2021, the Group entered into an agreement, effective 31 December 2020, with one of its key suppliers to settle all balances and obligations between the parties. This resulted in a net reduction (gain) of SAR 101 million on the net outstanding balances due to the key supplier. The revised payable balance to the key supplier amounted to SAR 370 million, scheduled for settlement as an upfront payment of SAR 125 million upon signing the agreement, with the remaining SAR 245 million payable in five equal instalments (as detailed below). The deferred settlement arrangement resulted in additional gains of SAR 36 million.

<u>Instalment</u>	<u>Amount</u> <u>(Saudi Riyals)</u>	<u>Due Date</u>	<u>Status</u>
First	49 million	1 July 2022	Paid
Second	49 million	1 July 2023	Paid
Third	49 million	1 July 2024	Paid
Fourth	49 million	1 July 2025	Paid
Fifth	49 million	1 January 2026	Not yet due
Total	245 million		

11.2 Communications, Space and Technology Commission (Settlement agreement No 1):

On 21 March 2023, the Group entered into a deferred settlement agreement with the Communications, Space and Technology Commission to settle the commercial fee payable related to Q2, Q3, and Q4 of 2021 and Q1 of 2022, amounting to SAR 23,984,052. Pursuant to the agreement, the outstanding balance was rescheduled into 36 equal monthly instalments of SAR 666,223 each, ending in February 2026. The present value of the payable was calculated in accordance with IFRS 9 – Financial Instruments, as endorsed in Saudi Arabia. As at 30 September 2025, the Group had settled 31 monthly instalments, with 5 remaining instalments totaling SAR 3,331,115, due monthly from October 2025 through February 2026.

11.3 Communications, Space and Technology Commission (Settlement agreement No 2):

On 10 May 2023, the Group entered into a third rescheduling agreement with the Communications, Space and Technology Commission related to the license fees payable to government authorities for the license granted to the Group to operate its activities in Saudi Arabia, amounting to SAR 63,876,855. Under this agreement, the obligation will be settled through seven equal annual instalments of SAR 9,125,265 each, due on 1 April from 2025 through 2031. The liability was initially measured at the present value of future cash flows in accordance with IFRS 9 – Financial Instruments, as endorsed in Saudi Arabia. As at 30 September 2025, the Group had settled the first annual instalment, with six remaining instalments totaling SAR 54,751,590, due annually through 2031.

11.4 Contingent consideration – acquisition of Ejad Technology Company for Information Technology:

On 11 December 2024, the Group acquired a 51% equity interest in Ejad Technology Company for Information Technology, a limited liability company registered in Saudi Arabia under Commercial Registration No. 1010387141, for a total consideration of SAR 86,700,000. The consideration comprised an upfront payment of SAR 40,000,000 and a contingent consideration of up to SAR 46,700,000, payable over two years (2026 and 2027), subject to the achievement of specified revenue and net profit targets. At the acquisition date, the fair value of the contingent consideration was estimated at SAR 35,431,999 using a probability-weighted discounted cash flow model.

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12. ACCRUED EXPENSE AND OTHER CURRENT LIABILITIES

	As at	
	30 SEPTEMBER 2025 (UNAUDITED)	31 MARCH 2025 (AUDITED)
Other Suppliers	94,783,897	137,831,804
Accrued Dividends *	8,663,115	-
Government Fees	22,240,377	39,818,617
Underwriting Compensation Payable – Rights Issue (Note 10)	19,082,241	19,082,241
Employee Accruals	16,822,889	29,412,563
VAT and Withholding Tax Payable	7,497,448	11,143,562
Board of Directors' Remuneration and Allowances	2,249,992	2,998,233
	171,339,959	240,287,020

* The total accrued dividends as at 30 September 2025 amounted to SAR 10,199,970, comprising SAR 8,663,115 classified under accrued expenses and SAR 1,536,855 classified under related parties (Note 22).

13. PROVISION FOR ZAKAT AND TAX

13.1 Movement in provision for zakat and tax during the period/year is as follows:

	For the six-month period ended 30 SEPTEMBER 2025 (UNAUDITED)	For the year ended 31 MARCH 2025 (AUDITED)
Balance as at the beginning of the period/ year	8,742,612	6,853,535
Additions due to acquisition of a subsidiary	-	902,961
Zakat and income tax charged for the period/ year	4,006,676	7,695,214
Zakat payments during the period/ year	(8,689,394)	(6,709,098)
Balance as at the end of the period/ year	4,059,894	8,742,612

13.2 Zakat and tax status

13.2.1 Etihad Atheeb Telecommunication Co

The Company has filed its Zakat and tax return with the Zakat, Tax and Customs Authority ("ZATCA") for the years up to March 31, 2025.

The Company submitted its Zakat and income tax declarations to the Zakat, Tax and Customs Authority (ZATCA) for the financial years 2020, 2021, 2022, and 2023. ZATCA issued the zakat and tax assessments for those years with no differences from the declared amounts.

13.2.2 Ejad Technology Company for Information Technology – KSA

The subsidiary filed Zakat and tax returns with the General Authority of Zakat, Tax and Customs ("ZATCA") for all periods up to 31 December 2024, and obtained its Zakat certificate for the year then ended, which is valid until 30 April 2025. The Company is still awaiting ZATCA's final assessments for these years.

In October 2024, ZATCA issued the Zakat assessment for the year 2020, resulting in additional Zakat liabilities of SAR 7,963, which have been paid in full.

13.2.3 Future Resources Human Resources Company

The subsidiary was incorporated on 15 August 2024 and its financial year-end is 31 March of each year. Up to the date of preparation of these interim condensed consolidated financial statements, no Zakat or tax returns have been filed with the General Authority of Zakat, Tax and Customs ("ZATCA"), and no Zakat assessments have been issued.

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13. PROVISION FOR ZAKAT AND TAX (Continued)

13.2 Zakat and tax status (Continued)

13.2.4 Digital Launch Technologies Company

The subsidiary was incorporated on 15 October 2024 and its financial year-end is 31 March of each year. Up to the date of preparation of these interim condensed consolidated financial statements, no Zakat or tax returns have been filed with the General Authority of Zakat, Tax and Customs ("ZATCA"), and no Zakat assessments have been issued.

13.2.5 Launch Solutions Company

The subsidiary was incorporated on 25 May 2025 and its financial year-end is 31 March of each year. Up to the date of preparation of these interim condensed consolidated financial statements, no Zakat or tax returns have been filed with the General Authority of Zakat, Tax and Customs ("ZATCA"), and no Zakat assessments have been issued.

14. REVENUE

14.1 Revenue per Service

	For the three-month period ended 30 September		For the six-month period ended 30 September	
	2025 (unaudited)	2024 (unaudited)	2025 (unaudited)	2024 (unaudited)
Data and internet revenue	180,202,071	160,207,343	350,076,818	312,201,158
Interconnection revenue	169,279,054	94,275,559	312,757,871	180,897,527
Voice communication revenue	77,034,147	88,582,477	148,960,330	156,314,890
Enterprise solutions revenue	2,560,000	3,840,000	6,400,000	7,680,000
Systems analysis, application design and development revenue	33,193,244	-	65,898,338	-
Installation revenue	7,867,785	-	21,406,124	-
	470,136,301	346,905,379	905,499,481	657,093,575

14.2 Timing of revenue recognition

	For the three-month period ended 30 September		For the six-month period ended 30 September	
	2025 (unaudited)	2024 (unaudited)	2025 (unaudited)	2024 (unaudited)
Over time	215,499,364	156,534,814	422,375,156	301,034,644
At a point in time	254,636,937	190,370,565	483,124,325	356,058,931
	470,136,301	346,905,379	905,499,481	657,093,575

14.3 Information about contract assets and contract liabilities

	As at	
	30 September 2025 (unaudited)	31 March 2025 (audited)
Contract assets*	103,625,467	49,398,421
Contract liabilities**	25,888,802	49,541,179

* Contract assets represent revenues from services provided by the Group to customer that have not yet been invoiced.

** Contract liabilities primarily relate to upfront consideration received from customers for related services or dues, for which revenue is recognized over time.

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15. COST OF REVENUE

	For the three-month period ended 30 September		For the six-month period ended 30 September	
	2025	2024	2025	2024
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Voice interconnection fees	183,042,178	112,416,814	344,274,404	217,345,599
Capacity lease charges	60,939,046	64,551,261	124,719,813	127,580,267
Government fees	23,415,965	18,206,969	43,109,346	35,956,991
Installations and inventory usage	28,412,743	17,750,946	51,923,401	29,181,728
Depreciation and amortization (Notes 4, 5, 6)	10,387,053	10,958,763	24,736,309	21,707,420
Employee costs	15,650,065	10,807,777	41,438,155	21,245,819
Network maintenance and support	13,782,880	3,943,342	18,118,508	6,516,658
Site and facility rental	43,557	907,706	864,767	1,886,678
Cloud storage and servers	19,094	4,448	1,937,770	139,884
Others	557,374	123,809	16,025	295,021
	336,249,955	239,671,835	651,138,498	461,856,065

16. SELLING AND MARKETING EXPENSES

	For the three-month period ended 30 September		For the six-month period ended 30 September	
	2025	2024	2025	2024
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Employee salaries and benefits	14,145,415	10,388,208	25,910,990	19,811,697
Advertising and marketing	2,648,794	2,132,390	4,080,146	4,569,167
Sales commissions	922,919	2,252,093	1,222,919	4,534,343
Customer service	1,637,771	1,611,253	2,084,377	2,151,252
	19,354,899	16,383,944	33,298,432	31,066,459

17. GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended 30 September		For the six-month period ended 30 September	
	2025	2024	2025	2024
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Employee salaries and benefits	25,696,966	11,720,461	46,218,533	23,302,046
Depreciation and amortization (Notes 4, 5, 6)	3,747,759	3,605,360	7,503,458	7,227,222
Insurance expenses	3,305,086	1,221,972	5,216,672	2,288,780
Network support and maintenance	2,204,826	1,517,890	6,061,059	2,557,671
Professional and consulting fees	210,057	2,711,306	1,623,205	3,139,389
Others	4,768,637	3,202,480	8,110,031	5,631,174
	39,933,331	23,979,469	74,732,958	44,146,282

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18. FINANCE INCOME (COST), NET

	For the three-month period ended 30 September		For the six-month period ended 30 September	
	2025	2024	2025	2024
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Interest expense on long-term payables	2,966,253	2,347,870	6,489,487	5,279,183
Interest expense on lease liabilities	924,266	930,229	1,852,913	1,883,207
Other finance costs	171,711	639,906	171,710	1,254,634
Interest expense on defined benefit obligations	156,135	128,717	312,271	257,435
Decommissioning provision	1,336	34,218	3,285	68,116
Letter of guarantee expenses	746,402	261,550	1,585,963	299,623
Total finance costs	4,966,103	4,342,490	10,415,629	9,042,198
Finance income from short-term Murabaha deposits	(11,260,309)	(5,898,383)	(18,277,907)	(7,243,649)
	(6,294,206)	(1,555,893)	(7,862,278)	1,798,549

19. BASIC AND DILUTED EARNINGS PER SHARE

	For the six-month period ended 30 September	
	2025	2024
	(unaudited)	(unaudited)
Net profit for the period attributable to shareholders of the Parent Company	126,733,329	105,335,327
Weighted average number of shares during the period	33,999,900	33,999,900
Basic earnings per share	3.73	3.10

Diluted EPS is the same as basic EPS since the parent company has no dilutive instruments.

20. CONTINGENCIES

A- Letter of guarantees

The Group has outstanding letters of guarantees as of September 30, 2025 by the amount of SAR 82.2 million (31 March 2025: SAR 51.4 million). A cash margin of SAR 6.2 million has been paid to the banks as collateral for these guarantees (March 31, 2025: SAR 37.3 million) (Note 9).

B- Legal cases status

The Group became a party to legal claims with certain suppliers and employees amounting to SAR 2,298,000. Based on the assessment of probable outcomes and likely events, a payable balance of SAR 1,258,428 was recognized within trade payables for these suppliers and employees. According to management and legal counsel's evaluation, no additional provision is required as at 30 September 2025.

21. SEGMENTAL INFORMATION

Information regarding the Group's operating segments is set out below in accordance with IFRS 8 Operating Segments. IFRS 8 requires operating segments to be identified on the basis of 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 assess their performance.

The Group is engaged in a single line of business, being the supply of telecommunication services and related products. The majority of the Company's revenues, profits and assets relate to its operations in Saudi Arabia. The operating segments that are regularly reported to the CODM are explained below:

- **Data services** comprise of internet broadband services provided to business-to-business (B2B) and business-to-consumer (B2C).
- **Voice** comprises of local and international calls including interconnection.
- **Unallocated** represents others which cannot be attributed to any of the reported operating segment.
- **Systems Analysis, Application Design and Development Services:** Systems Analysis, Application Design and Development Services and Technical Consulting.
- **E-Commerce** transactions are not material during the current period. The Group will continuously assess e-commerce transactions materiality.

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21 SEGMENTAL INFORMATION (CONTINUED)

The following table summarizes the segment information for the period ended 30 September 2025:

	As at 30 September 2025 (unaudited)				
	Voice Services	Data Services	System Analysis, Application Design and Development Services	Unallocated Services	Total
Segment assets					
Property and equipment, net	3,405,516	127,014,975	608,902	-	131,029,393
Intangible assets and goodwill, net	9,978,435	313,024,447	-	59,139,636	382,142,518
Right-of-use assets, net	1,349,215	50,321,450	5,642	-	51,676,307
Total assets	379,952,516	1,186,186,853	98,714,164	59,139,636	1,723,993,169
Total liabilities	351,288,472	424,121,041	31,961,807	2,440,751	809,812,071
For the three-month period ended 30 September 2025 (unaudited)					
	Voice Services	Data Services	System Analysis, Application Design and Development Services	Unallocated Services	Total
Revenue	262,556,765	174,386,293	32,910,489	282,754	470,136,301
Cost of revenue	(176,663,037)	(140,210,064)	(19,376,854)	-	(336,249,955)
Operating profit	85,893,728	34,176,229	13,533,635	282,754	133,886,346
Selling and marketing expenses	-	-	(487,862)	(18,867,037)	(19,354,899)
General and administrative expenses	-	-	(4,299,920)	(35,633,411)	(39,933,331)
Expected credit losses on trade receivables	-	-	-	(8,729,545)	(8,729,545)
Other income, net	-	-	328,834	(62,879)	265,955
Finance income (costs), net	-	-	(62,108)	6,356,314	6,294,206
Zakat and income tax	-	-	500,000	(1,951,838)	(1,451,838)
Net profit for the period	85,893,728	34,176,229	9,512,579	(58,605,642)	70,976,894
For the six-month period ended 30 September 2025 (unaudited)					
	Voice Services	Data Services	System Analysis, Application Design and Development Services	Unallocated Services	Total
Revenue	503,321,844	332,439,300	65,898,337	3,840,000	905,499,481
Cost of revenue	(344,873,039)	(271,003,609)	(35,261,850)	-	(651,138,498)
Operating profit	158,448,805	61,435,691	30,636,487	3,840,000	254,360,983
Selling and marketing expenses	-	-	(565,421)	(32,733,011)	(33,298,432)
General and administrative expenses	-	-	(7,037,618)	(67,695,340)	(74,732,958)
Expected credit losses on trade receivables	-	-	(126,009)	(15,288,901)	(15,414,910)
Other income, net	-	-	519,173	4,103,546	4,622,719
Finance income (costs), net	-	-	(124,688)	7,986,966	7,862,278
Zakat and income tax	-	-	(104,838)	(3,901,838)	(4,006,676)
Net profit for the period	158,448,805	61,435,691	23,197,086	(103,688,578)	139,393,004

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21 SEGMENTAL INFORMATION (CONTINUED)

The following table summarizes the segment information for the year/period ended 31 March 2025 / 30 September 2024:

	As at 31 March 2025 (audited)				
	Voice Services	Data Services	System Analysis, Application Design and Development Services	Unallocated Services	Total
Segment assets					
Property and equipment, net	3,859,103	139,627,004	623,827	-	144,109,934
Intangible assets, net	8,582,856	324,418,717	-	59,139,636	392,141,209
Right-of-use assets, net	1,583,725	59,067,950	120,394	-	60,772,069
Total assets	382,424,779	1,169,152,938	44,971,268	59,139,636	1,655,688,621
Total liabilities	349,128,646	499,405,590	22,166,321	-	870,700,557
	For the three-month period ended 30 September 2024 (unaudited)				
	Voice Services	Data Services	Unallocated Services	Total	
Revenue	205,442,557	141,462,822	-	346,905,379	
Cost of revenue	(133,621,800)	(106,050,035)	-	(239,671,835)	
Operating profit	71,820,757	35,412,787	-	107,233,544	
Selling and marketing expenses	-	-	(16,383,944)	(16,383,944)	
General and administrative expenses	-	-	(23,979,469)	(23,979,469)	
Impairment losses on trade receivables	-	-	(11,325,942)	(11,325,942)	
Other income, net	-	-	3,006,988	3,006,988	
Finance income (costs), net	-	-	1,555,893	1,555,893	
Zakat and income tax	-	-	(1,500,000)	(1,500,000)	
Net profit for the period	71,820,757	35,412,787	(48,626,474)	58,607,070	
	For the six-month period ended 30 September 2024 (unaudited)				
	Voice Services	Data Services	Unallocated Services	Total	
Revenue	359,796,938	297,296,637	-	657,093,575	
Cost of revenue	(238,550,584)	(223,305,481)	-	(461,856,065)	
Operating profit	121,246,354	73,991,156	-	195,237,510	
Selling and marketing expenses	-	-	(31,066,459)	(31,066,459)	
General and administrative expenses	-	-	(44,146,282)	(44,146,282)	
Impairment losses on trade receivables	-	-	(14,364,657)	(14,364,657)	
Other income, net	-	-	4,473,764	4,473,764	
Finance income (costs), net	-	-	(1,798,549)	(1,798,549)	
Zakat and income tax	-	-	(3,000,000)	(3,000,000)	
Net profit for the period	121,246,354	73,991,156	(89,902,183)	105,335,327	

Information about geographical segmentation

Geographic distribution of revenue

	For the six-month period ended 30 September	
	2025 (unaudited)	2024 (unaudited)
Within the Kingdom of Saudi Arabia	649,410,737	505,739,567
Outside the Kingdom of Saudi Arabia	256,088,744	151,354,008
	905,499,481	657,093,575

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22. RELATED PARTY TRANSACTIONS AND BALANCES

The related parties of the Group comprise the shareholders having significant influence, their affiliated companies, Board of directors and key management personnel. In the ordinary course of business, the Company enters into transactions with related parties on terms approved by the Board of Directors of the Group.

Significant transactions entered into with related parties are as follows:

<u>Related parties</u>	<u>Relationship</u>	<u>Nature of transaction</u>	For the three-month period ended 30 September	
			2025 (unaudited)	2024 (unaudited)
BEYON B.S.C.	Shareholder	Data revenue	253,605	385,534
		Interconnection revenue	2,844,282	74,754
		Interconnection cost	3,404,234	687,704
		Dividends	1,536,855	1,536,855
Digital Technology Solutions	Entity under common ownership with a shareholder of the Company	Service cost	-	-
Al-Maha Hadi Al-Buqami	Family member of a shareholder with non-controlling interests	Finance cost	738,050	-
Aysha Ayedh Al-Buqami	Family member of a shareholder with non-controlling interests	Finance cost	709,664	-
<u>Related parties</u>	<u>Relationship</u>	<u>Nature of transaction</u>	For the six-month period ended 30 September	
			2025 (unaudited)	2024 (unaudited)
BEYON B.S.C.	Shareholder	Data revenue	480,551	581,801
		Interconnection revenue	3,583,504	188,841
		Interconnection cost	4,631,553	1,241,554
		Dividends	1,536,855	1,536,855
Digital Technology Solutions	Entity under common ownership with a shareholder of the Company	Service cost	-	1,452,359
Al-Maha Hadi Al-Buqami	Family member of a shareholder with non-controlling interests	Finance cost	1,433,014	-
Aysha Ayedh Al-Buqami	Family member of a shareholder with non-controlling interests	Finance cost	1,377,897	-

The above transactions resulted in the following balances:

Due to related parties

	As at	
	30 September 2025 (unaudited)	31 March 2025 (audited)
Al Maha Ayedh Al-Buqami (Note 11)	19,496,385	18,063,371
Aisha Ayedh Al-Buqami (Note 11)	18,746,524	17,368,627
BEYON B.S.C. (Note 11)	2,293,576	189,223
	40,536,485	35,621,221

22. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

<u>Transactions with key management personnel</u>	<u>For the three-month period ended 30 September</u>		<u>For the six-month period ended 30 September</u>	
	<u>2025</u>	<u>2024 (unaudited)</u>	<u>2025</u>	<u>2024 (unaudited)</u>
	<u>(unaudited)</u>		<u>(unaudited)</u>	
Short-term salaries and benefits	4,373,132	2,854,782	9,259,005	5,347,464
Defined employee benefits	350,997	44,035	595,440	88,068
Board of Directors' remuneration, attendance allowances, and committee rewards	1,269,000	831,000	2,418,000	1,662,000
	<u>5,993,129</u>	<u>3,729,817</u>	<u>12,272,445</u>	<u>7,097,532</u>

23. FINANCIAL INSTRUMENTS – FAIR VALUES

Fair values

The fair values of financial and non-financial assets and liabilities are determined for measurement and/or disclosure purposes on the basis of the accounting policies disclosed in the Interim Condensed Consolidated Financial Statements. As at the reporting date, the fair value of the Company's financial assets and liabilities was a reasonable fair value.

Fair Value levels

The fair values of financial instruments such as cash and cash equivalents, trade receivables, contract assets, other current assets, short-term and other payables approximate their book value largely due to their short maturity. The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy

- **Level 1** - Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- **Level 2** - Inputs other than quoted prices included within Level 1 that are observable for assets and liabilities, either directly (i.e., prices) or indirectly (i.e., derived from prices). These include quoted prices in active markets for similar instruments or valuation techniques incorporating inputs that are observable in the markets, which may be determined either directly or indirectly.
- **Level 3** - Inputs for assets and liabilities that are not based on observable market data (unobservable inputs).

Liabilities that are not measured at fair value on a recurring basis:

	<u>As at 30 September 2025 (unaudited)</u>			
	<u>Book value</u>	<u>Fair value</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial Liabilities				
Accounts payable, non-current	38,846,402	-	-	43,439,722

	<u>As at March 31, 2025 (Audited)</u>			
	<u>Book value</u>	<u>Fair value</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial Liabilities				
Accounts payable, non-current	76,621,741	-	-	78,371,645

The fair value of other non-current financial liabilities is estimated by discounting future cash flows using currently available rates for debt on similar terms, credit risk and remaining maturities. In addition to being sensitive to a reasonably possible change in expected cash flows or the discount rate. The evaluation requires management to use unobservable inputs in the model. Significant unobservable inputs are disclosed in the tables below. Management regularly evaluates a range of reasonably possible alternatives to these significant unobservable inputs and determines their effect on the total fair value

Describe the significant unobservable inputs to be evaluated:

23. FINANCIAL INSTRUMENTS – FAIR VALUES (Continued)

Type of financial instrument	Book value as at 30 September 2025	Fair value as at 30 September 2025	Valuation technique	Unobservable inputs	Sensitivity of the fair Value measurement to unobservable inputs
Accounts payable, non-current portion	38,846,402	43,439,722	Discounted cash flows	Future periods interest rate	A 1% increase / (decrease) in the interest rate would lead to an increase / (decrease) in the fair value by SAR 1.1 million

24. DIVIDENDS

The Ordinary General Assembly, in its meeting held on 2 Rabi' Al-Thani 1447H (corresponding to 24 September 2025), approved the Board of Directors' recommendation to distribute cash dividends to shareholders for the financial year ended 31 March 2025, totaling SAR 10,199,970 (SAR 0.30 per share).

The Extraordinary General Assembly, in its meeting held on 15 Rabi' Al-Awwal 1446H (corresponding to 18 September 2024), approved the Board of Directors' recommendation to distribute cash dividends to shareholders for the financial year ended 31 March 2024, totaling SAR 10,199,970 (SAR 0.30 per share).

25. SUBSEQUENT EVENTS

In the opinion of the management, there have been no significant subsequent events since the period-end that require disclosure or adjustment in these Interim Condensed Consolidated Financial Statements.

26. APPROVAL OF THE FINANCIAL STATEMENTS

These Interim Condensed Consolidated financial statements were authorized for issue by the Board on 14 Jumada al-Awwal 1447H (corresponding to 5 November 2025G).