

**Emirates Integrated Telecommunications
Company PJSC and its subsidiaries**

**Review report and condensed consolidated financial statements
for the three-month period ended 31 March 2026**

Emirates Integrated Telecommunications Company PJSC

Condensed consolidated financial statements for the three-month period ended 31 March 2026

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Independent Auditors' Report on Review of Condensed Consolidated Interim Financial Statements

To the Shareholders of Emirates Integrated Telecommunications Company PJSC

Introduction

We have reviewed the accompanying 31 March 2026 condensed consolidated financial statements of Emirates Integrated Telecommunications Company PJSC ("the Company") and its subsidiaries (collectively referred to as "the Group"), which comprises:

- the condensed consolidated statement of financial position as at 31 March 2026;
- the condensed consolidated statement of comprehensive income for the three-month period ended 31 March 2026;
- the condensed consolidated statement of changes in equity for the three-month period ended 31 March 2026;
- the condensed consolidated statement of cash flows for the three-month period ended 31 March 2026; and
- notes to the condensed consolidated financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed consolidated financial statements 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 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 31 March 2026 condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

KPMG Lower Gulf Limited

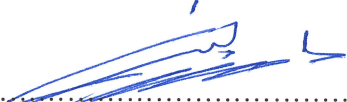
Avtar Singh Jalif
Registration No.: 5413
Dubai, United Arab Emirates
Date: 22 April 2026

Emirates Integrated Telecommunications Company PJSC

Condensed consolidated statement of financial position as at 31 March 2026

| | Note | Reviewed 31 March 2026 AED 000 | Audited 31 December 2025 AED 000 |
|---------------------------------------------------|------|-----------------------------------------|-------------------------------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | 3 | 10,212,826 | 10,288,767 |
| Right-of-use assets | 4 | 1,455,802 | 1,515,395 |
| Intangible assets | 5 | 861,536 | 869,600 |
| Goodwill | | 413,220 | 413,220 |
| Investments accounted for using the equity method | 6 | 163 | 511 |
| Lease receivable | | 65,451 | 75,910 |
| Trade receivables and contract assets | 8 | 222,780 | 221,540 |
| Contract costs | | 455,547 | 408,079 |
| Other non-financial assets and receivables | 11 | 35,429 | 28,535 |
| Total non-current assets | | 13,722,754 | 13,821,557 |
| Current assets | | | |
| Inventories | | 153,767 | 175,457 |
| Lease receivable | | 18,970 | 18,464 |
| Assets held for disposal | 7 | 1,306 | 1,311 |
| Trade receivables and contract assets | 8 | 2,252,633 | 2,222,511 |
| Contract costs | | 439,362 | 442,363 |
| Due from related parties | 9 | 13,158 | 27,481 |
| Term deposits | | 1,419,213 | 1,784,019 |
| Cash and bank balances | 10 | 1,525,571 | 465,700 |
| Other non-financial assets and receivables | 11 | 675,457 | 416,846 |
| Total current assets | | 6,499,437 | 5,554,152 |
| Total assets | | 20,222,191 | 19,375,709 |
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Share capital | | 4,532,906 | 4,532,906 |
| Share premium | | 232,332 | 232,332 |
| Other reserves | | 2,266,453 | 2,266,453 |
| Retained earnings | | 2,137,615 | 3,116,600 |
| Total equity | | 9,169,306 | 10,148,291 |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Lease liabilities | 12 | 1,307,323 | 1,346,678 |
| Contract liabilities | | 193,057 | 198,877 |
| Employees' end of service benefits liabilities | | 233,900 | 228,034 |
| Other provisions | | 234,205 | 231,149 |
| Total non-current liabilities | | 1,968,485 | 2,004,738 |
| Current liabilities | | | |
| Trade and other payables | 13 | 5,038,397 | 3,711,346 |
| Federal royalty and income tax | 14 | 2,928,183 | 2,283,439 |
| Lease liabilities | 12 | 559,209 | 592,141 |
| Contract liabilities | | 552,387 | 629,724 |
| Due to related parties | 9 | 6,224 | 6,030 |
| Total current liabilities | | 9,084,400 | 7,222,680 |
| Total liabilities | | 11,052,885 | 9,227,418 |
| Total equity and liabilities | | 20,222,191 | 19,375,709 |

To the best of our knowledge, the financial information included in these condensed consolidated financial statements fairly present in all material respects the financial position, results of operation and cash flows of the Group as at, and for, the periods presented therein. These condensed consolidated financial statements were approved by the Board of Directors on 22 April 2026 and signed on its behalf by:


.....
Abdulla Mohammed Ahmad Albasti Almarri
Board Member


.....
Kais Ben Hamida
Chief Financial Officer

The notes on pages 6 to 16 form an integral part of these condensed consolidated financial statements.

Emirates Integrated Telecommunications Company PJSC

Condensed consolidated statement of comprehensive income for the three-month period ended 31 March 2026

| | Note | Reviewed three-month period ended 31 March | |
|------------------------------------------------------------------------------------------------|------|-----------------------------------------------|-----------------|
| | | 2026 AED 000 | 2025 AED 000 |
| Revenue | | | |
| Mobile | | 1,845,439 | 1,720,855 |
| Fixed | | 1,177,087 | 1,059,599 |
| Wholesale | | 613,290 | 646,469 |
| ICT and associated telecom services | | 478,292 | 421,017 |
| Total revenue | 21 | 4,114,108 | 3,847,940 |
| Direct costs | | | |
| Interconnect cost | | (724,681) | (714,050) |
| Commission cost | | (186,451) | (167,252) |
| Devices and other direct services cost | | (411,233) | (376,266) |
| Total direct costs | | (1,322,365) | (1,257,568) |
| Net operating expenses before depreciation and amortization | | | |
| Network and other maintenance expense | | (228,518) | (238,669) |
| Marketing expense | | (53,692) | (57,367) |
| Staff expense | | (207,961) | (229,739) |
| Administrative expense | | (45,558) | (45,089) |
| Telecommunication license and related fees | | (109,305) | (105,976) |
| Other operating expense | 15 | (33,530) | (41,956) |
| Impairment - trade, lease receivables and contract assets (net of recoveries) | | (75,450) | (47,845) |
| Other operating income | | 77 | 7 |
| Total net operating expenses before depreciation and amortization | | (753,937) | (766,634) |
| Operating profit before depreciation and amortization | | 2,037,806 | 1,823,738 |
| Depreciation and amortization | 16 | (559,802) | (548,812) |
| Operating profit | | 1,478,004 | 1,274,926 |
| Share of (loss)/profit on equity accounted investments | | (54) | 52 |
| Interest income | 17 | 27,160 | 30,295 |
| Impairment loss – associate, deposits, cash and bank balances | | (632) | (245) |
| Profit before financing, federal royalty and income tax | | 1,504,478 | 1,305,028 |
| Interest expense | 17 | (25,557) | (24,082) |
| Profit before federal royalty and income tax | | 1,478,921 | 1,280,946 |
| Federal royalty | | (561,990) | (486,788) |
| Income tax expense | | (82,754) | (71,659) |
| Net Profit | | 834,177 | 722,499 |
| Other comprehensive income/(loss) | | | |
| <i>Items that will not be re-classified to profit or loss</i> | | | |
| Fair value loss on financial asset (at FVOCI) | | - | (448) |
| Related income tax | | - | 40 |
| Other comprehensive loss (net of income tax) | | - | (408) |
| Total comprehensive income for the period (attributable to shareholders of the Company) | | 834,177 | 722,091 |
| Basic and diluted earnings per share (AED) | 18 | 0.18 | 0.16 |

The notes on pages 6 to 16 form an integral part of these condensed consolidated financial statements.

Emirates Integrated Telecommunications Company PJSC

Condensed consolidated statement of changes in equity for the three-month period ended 31 March 2026

| | Share capital AED 000 | Share premium AED 000 | Other reserves AED 000 | Retained earnings AED 000 | Total AED 000 |
|-------------------------------------------------------------|-----------------------------|-----------------------------|------------------------------|---------------------------------|------------------|
| At 1 January 2025 | 4,532,906 | 232,332 | 2,250,474 | 2,862,733 | 9,878,445 |
| Net profit for the period | - | - | - | 722,499 | 722,499 |
| Other comprehensive loss for the period – net of tax | - | - | (408) | - | (408) |
| Total comprehensive (loss)/income for the period | - | - | (408) | 722,499 | 722,091 |
| Final cash dividend paid ⁽¹⁾ | - | - | - | (1,541,188) | (1,541,188) |
| Reviewed as at 31 March 2025 | 4,532,906 | 232,332 | 2,250,066 | 2,044,044 | 9,059,348 |
| At 1 January 2026 | 4,532,906 | 232,332 | 2,266,453 | 3,116,600 | 10,148,291 |
| Net profit for the period | - | - | - | 834,177 | 834,177 |
| Other comprehensive income for the period - net of tax | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 834,177 | 834,177 |
| Final cash dividend declared ⁽²⁾ | - | - | - | (1,813,162) | (1,813,162) |
| Reviewed as at 31 March 2026 | 4,532,906 | 232,332 | 2,266,453 | 2,137,615 | 9,169,306 |

⁽¹⁾ For the year 2024, a final cash dividend of AED 0.34 per share was paid on 15 April 2025.

⁽²⁾ For the year 2025, a final cash dividend of AED 0.40 per share was approved by the shareholders at the Annual General Meeting held on 30 March 2026.

Emirates Integrated Telecommunications Company PJSC

Condensed consolidated statement of cash flows for the three-month period ended 31 March 2026

| | Note | Reviewed three-month period ended 31 March | |
|----------------------------------------------------------|------|-----------------------------------------------|------------------|
| | | 2026 AED 000 | 2025 AED 000 |
| Cash flows from operating activities | | | |
| Operating profit | | 1,478,004 | 1,274,926 |
| Adjustments for: | | | |
| Depreciation and amortization | 16 | 559,802 | 548,812 |
| Gain on disposal of property, plant and equipment | | (168) | - |
| Service cost for employees' end of service benefits | | 5,481 | 5,395 |
| Charge of allowance for inventory obsolescence | | 1,242 | 2,981 |
| Impairment – trade, lease receivables and contract asset | | 85,635 | 54,995 |
| Unrealized foreign exchange loss | | 220 | - |
| Changes in other operating assets and liabilities | 19 | (707,265) | (815,519) |
| Cash generated from operations | | 1,422,951 | 1,071,590 |
| Payment of employees' end of service benefits | | (1,653) | (3,306) |
| Net cash generated from operating activities | | 1,421,298 | 1,068,284 |
| Cash flows from investing activities | | | |
| Purchase of property, plant and equipment | | (531,833) | (501,503) |
| Purchase of intangible assets | | (90,490) | (98,448) |
| Proceeds from disposal of property, plant and equipment | | 172 | 61 |
| Interest received | | 14,696 | 19,060 |
| Net change in term deposits matured | | 365,000 | 199,587 |
| Net cash used in investing activities | | (242,455) | (381,243) |
| Cash flows from financing activities | | | |
| Repayment of lease liabilities | | (102,068) | (66,400) |
| Interest paid on lease liabilities | | (16,904) | (18,402) |
| Net cash used in financing activities | | (118,972) | (84,802) |
| Net increase in cash and cash equivalents | | 1,059,871 | 602,239 |
| Cash and cash equivalents at 1 January | | 463,288 | 981,557 |
| Cash and cash equivalents at 31 March | | 1,523,159 | 1,583,796 |

Non-cash transactions are disclosed in Note 19.

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026

1 General information

Emirates Integrated Telecommunications Company PJSC (“the Company”) is a public joint stock company with limited liability. The Company was incorporated according to Ministerial Resolution No. 479 of 2005 issued on 28 December 2005. The Company is registered in the commercial register under No. 77967. The principal address of the Company is P.O Box 502666 Dubai, United Arab Emirates (“UAE”). These condensed consolidated financial statements for the three-month period ended 31 March 2026 include the financial statements of the Company and its subsidiaries (together the “Group”).

The Group’s principal objective is to provide fixed, mobile, wholesale, broadcasting, ICT and associated telecom services in the UAE.

2 Basis of preparation

i Statement of compliance

These condensed consolidated financial statements have been prepared in accordance with the requirements of IAS 34. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last annual consolidated financial statements for the year ended 31 December 2025. The condensed consolidated financial statements do not include all the information and disclosures required for full annual consolidated financial statements prepared in accordance with IFRS Accounting Standards. In addition, results for the three-month period ended 31 March 2026 may not necessarily be indicative of the results that may be expected for the financial year ending 31 December 2026.

The same accounting policies and computation methods used in the most recent annual audited consolidated financial statements for the year ended 31 December 2025 have been applied in these condensed consolidated financial statements.

ii New standards, amendments and interpretations

(a) Amendment to standards and interpretations issued and effective during the financial year beginning 1 January 2026.

- Amendments to IFRS 9 and IFRS 7 – Classification and Measurement of Financial Instruments

(b) New standards and amendments issued but not yet effective.

- IFRS 18 – Presentation and Disclosure in the Financial Statements
- Amendments to IFRS 19 – Subsidiaries without Public Accountability Disclosures
- Amendments to IAS 21 - Translation to a Hyperinflationary Presentation Currency
- Amendments on Disclosures about Uncertainties in the Financial Statements.

Other than early adoption of IFRS 18, the above stated new standards and amendments issued but not yet effective have not been early adopted by the Group. The management is in the process of assessing the impact of the other amendments which will be adopted in the Group’s consolidated financial statements as and when they become effective.

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

2 Basis of preparation (continued)

iii Basis of consolidation

A subsidiary is an entity controlled by the Company in accordance with IFRS 10. The financial statements of a subsidiary are included in the condensed consolidated financial statements from the date that control commences until the date that control ceases.

iv Basis of measurement

These condensed consolidated financial statements have been prepared under the historical cost convention except for a financial asset at fair value through other comprehensive income.

v Functional and presentation currency

These condensed consolidated financial statements are presented in United Arab Emirates Dirham (“AED”) rounded to the nearest thousand except when otherwise stated. This is the Company’s functional and the Group’s presentation currency.

vi Use of estimates and judgements

The preparation of these condensed consolidated financial statements, in conformity with IFRS, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Group’s annual consolidated financial statements for the year ended 31 December 2025.

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

3 Property, plant and equipment

| | AED 000 |
|------------------------------------------------------|-------------------|
| Cost | |
| At 1 January 2026 | 29,737,447 |
| Additions | 324,475 |
| Addition: asset retirement obligations | 1,039 |
| Disposals/write-offs | (8,241) |
| At 31 March 2026 | <u>30,054,720</u> |
| Accumulated depreciation and impairment | |
| At 1 January 2026 | 19,448,680 |
| Depreciation and impairment for the period (Note 16) | 401,451 |
| Disposals/write-offs | (8,237) |
| At 31 March 2026 | <u>19,841,894</u> |
| Net book value | |
| At 31 March 2026 | <u>10,212,826</u> |
| At 31 December 2025 | <u>10,288,767</u> |

4 Right-of-use assets

| | AED 000 |
|---------------------------------|------------------|
| Cost | |
| At 1 January 2026 | 3,726,888 |
| Additions | 14,777 |
| Remeasurement | 15,668 |
| Disposals | (12,330) |
| At 31 March 2026 | <u>3,745,003</u> |
| Accumulated depreciation | |
| At 1 January 2026 | 2,211,493 |
| Charge for the period (Note 16) | 89,226 |
| Disposals | (11,518) |
| At 31 March 2026 | <u>2,289,201</u> |
| Net book value | |
| At 31 March 2026 | <u>1,455,802</u> |
| At 31 December 2025 | <u>1,515,395</u> |

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

5 Intangible assets

Intangible assets include software, indefeasible rights of use and telecommunications license fees.

| | AED 000 |
|------------------------------------------------|------------------|
| Cost | |
| At 1 January 2026 | 4,071,746 |
| Additions | 61,061 |
| Disposals/write-offs | - |
| At 31 March 2026 | <u>4,132,807</u> |
| Accumulated amortization and impairment | |
| At 1 January 2026 | 3,202,146 |
| Amortization charge for the period (Note 16) | 69,125 |
| Disposals/write-offs | - |
| At 31 March 2026 | <u>3,271,271</u> |
| Net book value | |
| At 31 March 2026 | <u>861,536</u> |
| At 31 December 2025 | <u>869,600</u> |

Telecommunications license fees represent charge by the Telecommunications and Digital Government Regulatory Authority (“TDRA”) to the Group to grant the license to operate as a telecommunications service provider in the UAE. The TDRA has extended the term of EITC’s license from February 12, 2026 to May 8, 2026. Renewal discussion with the TDRA is in its final stage, and the Group expects to conclude the process on or before May 8, 2026.

6 Investments accounted for using the equity method

| | Associate AED 000 |
|------------------------------|------------------------------|
| At 1 January 2026 | 511 |
| Impairment loss | (299) |
| Share of loss for the period | (49) |
| At 31 March 2026 | <u>163</u> |
| At 31 December 2025 | <u>511</u> |

7 Assets held for disposal

| | Joint venture AED 000 |
|------------------------------|----------------------------------|
| At 1 January 2026 | 1,311 |
| Share of loss for the period | (5) |
| At 31 March 2026 | <u>1,306</u> |
| At 31 December 2025 | <u>1,311</u> |

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

8 Trade receivables and contract assets

| | 31 March 2026 AED 000 | 31 December 2025 AED 000 |
|-----------------------------------------------------------|--------------------------------------|--------------------------------|
| Trade receivables | 2,399,402 | 2,293,860 |
| Contract assets | 483,184 | 524,861 |
| Due from other telecommunication operators ⁽¹⁾ | 438,197 | 447,274 |
| Less: provision for impairment | <u>(845,370)</u> | <u>(821,944)</u> |
| Net amount | <u>2,475,413</u> | <u>2,444,051</u> |
| Non-current | 222,780 | 221,540 |
| Current | <u>2,252,633</u> | <u>2,222,511</u> |
| Total trade receivables and contract assets | <u>2,475,413</u> | <u>2,444,051</u> |

⁽¹⁾ Due from other telecommunication operators are presented after netting off payable balances (where right to set off exists) amounting to AED 1,978,719 thousand (31 December 2025: AED 1,823,782 thousand).

9 Related party balances and transactions

Related parties comprise the founding shareholders of the Company, entities under common shareholding, its directors, key management personnel and entities over which they exercise control, joint control or significant influence. Transactions with related parties are in the ordinary course of business and are approved by the Group's management or by the Board of Directors.

Related party balances

| | 31 March 2026 AED 000 | 31 December 2025 AED 000 |
|--------------------------|--------------------------------------|--------------------------------|
| Due from related parties | <u>13,158</u> | <u>27,481</u> |
| Due to related parties | <u>6,224</u> | <u>6,030</u> |

Related party transactions

Transactions between the Company and its subsidiaries, which are related parties, have been eliminated on consolidation and are not disclosed in this note. All transactions with related parties referred to below are in the ordinary course of business. The following table reflects the gross value of transactions with related parties.

| | Three-month period ended 31 March | |
|----------------------------|----------------------------------------------|-----------------|
| | 2026 AED 000 | 2025 AED 000 |
| Sale of goods and services | 90,243 | 79,814 |
| Rent and services | 8,290 | 10,239 |

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

9 Related party balances and transactions (continued)

Key management compensation

Board of Directors fee recorded during the period was AED 2,704 thousand (31 March 2025: AED 4,897 thousand).

No loan has been provided to Directors, their spouses, children and relatives of the second degree and any corporates in which they own 20% or more.

The Group provides long-term incentives to senior management based on performance over a period of time. During the period, a net credit of AED 4,306 thousand was recognised in the statement of comprehensive income, representing the reversal of the previous accrual (following the actual payout) net of the charge for the current period (31 March 2025: AED 1,469 thousand).

10 Cash and bank balances

For the purpose of the condensed consolidated statement of cash flows, cash and cash equivalents comprise:

| | 31 March 2026 AED 000 | 31 December 2025 AED 000 |
|--------------------------------------|--------------------------------------|--------------------------------|
| Cash at bank (net of loss allowance) | 1,525,011 | 465,137 |
| Cash on hand | 560 | 563 |
| Cash and bank balances | <u>1,525,571</u> | <u>465,700</u> |
| Less: margin on guarantees (Note 20) | (2,412) | (2,412) |
| Cash and cash equivalents | <u><u>1,523,159</u></u> | <u><u>463,288</u></u> |

11 Other non-financial assets and receivables

| | 31 March 2026 AED 000 | 31 December 2025 AED 000 |
|--------------------------------------------------|--------------------------------------|--------------------------------|
| Prepayments | 430,778 | 150,311 |
| Advances to suppliers | 222,779 | 243,983 |
| Interest receivable | 29,722 | 18,132 |
| Other non-financial assets | 27,607 | 32,955 |
| Total other non-financial assets and receivables | <u><u>710,886</u></u> | <u><u>445,381</u></u> |
| Non-current | 35,429 | 28,535 |
| Current | 675,457 | 416,846 |
| Total other non-financial assets and receivables | <u><u>710,886</u></u> | <u><u>445,381</u></u> |

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

12 Lease liabilities

| | 31 March 2026 AED 000 | 31 December 2025 AED 000 |
|-----------------------------------------|--------------------------------------|--------------------------------|
| At 1 January | 1,938,819 | 1,998,687 |
| Lease liabilities for the period/year | 14,777 | 96,034 |
| Interest expense during the period/year | 16,904 | 71,094 |
| Payments made during the period/year | (118,972) | (353,567) |
| Re-measurement during the period/year | 15,668 | 129,281 |
| Disposals during the period/year | (664) | (2,710) |
| Closing balance | <u>1,866,532</u> | <u>1,938,819</u> |
| Non-current | 1,307,323 | 1,346,678 |
| Current | <u>559,209</u> | <u>592,141</u> |
| Total lease liabilities | <u>1,866,532</u> | <u>1,938,819</u> |

13 Trade and other payables

| | 31 March 2026 AED 000 | 31 December 2025 AED 000 |
|---------------------------------------------------------|--------------------------------------|--------------------------------|
| Trade payables and accruals | 2,154,970 | 2,454,815 |
| Dividend payable | 1,813,162 | - |
| Due to other telecommunication operators ⁽¹⁾ | 617,959 | 636,704 |
| Valued Added Tax (VAT) payable | 31,742 | 23,075 |
| Other payables and accruals | 420,564 | 596,752 |
| | <u>5,038,397</u> | <u>3,711,346</u> |

⁽¹⁾ “Due to other telecommunication operators” are presented after netting off receivable balances (where right to set off exists) amounting to AED 1,978,719 thousand (31 December 2025: AED 1,823,782 thousand).

14 Federal royalty and income tax

As per Cabinet of Ministers of UAE decision no. 8/38 of 2023 and the MoF royalty guidelines, the federal royalty, effective from 2024 to 2026, is equal to 38% of yearly total regulated and non-regulated UAE profits (calculated before royalty and income tax) of the Group. The total amount of federal royalty and income tax payable by the Group shall not be lower than AED 1.8 billion per year.

UAE Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses was published on 9 December 2022. Cabinet decisions are issued to specify the implementation of certain provisions in the corporate tax law (“the Law”). The Group is subject to income tax at 9% in the financial year beginning 1 January 2024.

Federal royalty and income tax expense are recognised based on management’s estimate of the weighted average effective annual tax rate expected for the full financial year. The estimated average annual tax rate is based on estimation of the amount of federal royalty and income tax expressed as a percentage of expected total annual earnings. The estimated average annual effective income tax rate used for the period is 43.6% (2025: 43.6%). Amounts accrued for tax expense in an interim period may have to be adjusted in subsequent interim period if the estimate of the annual income tax rate changes.

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

14 Federal royalty and income tax (continued)

Pillar Two was enacted on 6 February 2025 in the United Arab Emirates, where the Group is headquartered. The Group is subject to Pillar Two tax rules effective 1 January 2025. However, based on the current effective tax rate, the rules have an immaterial impact on the group.

Movement in the accrued federal royalty and income tax is as follows:

| | 31 March 2026 AED 000 | 31 December 2025 AED 000 |
|-------------------------------------|--------------------------------------|--------------------------------|
| At 1 January | 2,283,439 | 1,923,452 |
| Payment made during the period/year | - | (1,883,442) |
| Charge for the period/year (net) | 644,744 | 2,243,429 |
| Closing balance | <u>2,928,183</u> | <u>2,283,439</u> |

15 Other operating expense

| | Three-month period ended 31 March | |
|----------------------------------|----------------------------------------------|-----------------|
| | 2026 AED 000 | 2025 AED 000 |
| Outsourcing and contracting | 19,493 | 32,559 |
| Legal and professional | 13,835 | 10,637 |
| Net foreign exchange loss/(gain) | 202 | (1,240) |
| | <u>33,530</u> | <u>41,956</u> |

16 Depreciation and amortization

| | Three-month period ended 31 March | |
|-----------------------------------------------------------------------|----------------------------------------------|-----------------|
| | 2026 AED 000 | 2025 AED 000 |
| Depreciation and impairment of property, plant and equipment (Note 3) | 401,451 | 385,374 |
| Depreciation of right-of-use assets (Note 4) | 89,226 | 92,494 |
| Amortization and impairment on intangible assets (Note 5) | 69,125 | 70,944 |
| | <u>559,802</u> | <u>548,812</u> |

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

17 Interest income and expense

| | Three-month period ended 31 March | |
|---------------------------------------------|----------------------------------------------|---------------|
| | 2026 | 2025 |
| | AED 000 | AED 000 |
| Interest income | | |
| Interest income - banks | 26,286 | 29,006 |
| Interest income on lease receivable | 874 | 1,048 |
| Interest income - others | - | 241 |
| | <u>27,160</u> | <u>30,295</u> |
| Interest expense | | |
| Interest expense on lease liabilities | 16,904 | 18,402 |
| Interest expense - borrowing ⁽¹⁾ | 4,433 | 1,348 |
| Interest expense - others ⁽²⁾ | 4,220 | 4,332 |
| | <u>25,557</u> | <u>24,082</u> |

⁽¹⁾ "Interest expense - borrowing" includes commitment fees and other transaction costs. In March 2026, the revolving credit facility has been cancelled and related unamortized loan fees of AED 2,937 thousand have been recognized in profit or loss.

On 6 April 2026, the Group signed with a syndicate of local and international banks a 7-year unsecured revolving credit facility of AED 2 billion and is intended for general corporate purposes.

⁽²⁾ "Interest expense - others" mainly includes interest cost on defined benefit obligations and unwinding of discount on asset retirement obligations.

18 Earnings per share

| | Three-month period ended 31 March | |
|--------------------------------------------|----------------------------------------------|------------------|
| | 2026 | 2025 |
| Net profit for the period (AED 000) | 834,177 | 722,499 |
| Weighted average number of shares ('000') | <u>4,532,906</u> | <u>4,532,906</u> |
| Basic and diluted earnings per share (AED) | <u>0.18</u> | <u>0.16</u> |

There were no potentially dilutive shares outstanding at any time during the period and, therefore, the dilutive earnings per share is equal to the basic earnings per share.

Emirates Integrated Telecommunications Company PJSC

Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

19 Changes in other operating assets and liabilities

| | Three-month period ended 31 March | |
|-------------------------------------------------------|--------------------------------------|------------------|
| | 2026 AED 000 | 2025 AED 000 |
| Change in: | | |
| Inventories | 20,448 | 16,525 |
| Contract costs | (44,467) | (55,580) |
| Trade receivables and contract assets | (106,170) | 14,237 |
| Other non-financial assets and receivables | (279,833) | (405,517) |
| Trade and other payables | (228,603) | (375,591) |
| Contract liabilities | (83,157) | 2,143 |
| Due from related parties | 14,323 | (12,149) |
| Due to related parties | 194 | 413 |
| Net changes in other operating assets and liabilities | <u>(707,265)</u> | <u>(815,519)</u> |
| Non-cash transactions: | | |
| Additions and remeasurement to right-of-use assets | 30,445 | 52,348 |

20 Contingencies and commitments

The Group has outstanding bank guarantees amounting to AED 126,602 thousand (31 December 2025: AED 113,560 thousand). Bank guarantees are secured against margin of AED 2,412 thousand (31 December 2025: AED 2,412 thousand) (Note 10).

The Group is subject to litigations in the normal course of business and the management is of the view that the outcome of these court cases will not have a material impact on the Group's condensed consolidated financial statements. Details of these cases are not disclosed in order not to prejudice the Group's position in these litigations. The Group has contractual capital expenditure commitments amounting to AED 2,157,836 thousand (31 December 2025: AED 2,124,526 thousand).

21 Segment analysis

The Group has operations mainly in the UAE. The Group is organized into four major business segments as follows:

- Mobile segment offers mobility services to the enterprise and consumer markets. Services include mobile voice and data, mobile content and mobile broadband WiFi.
- Fixed segment provides fixed services to the enterprise and consumer markets. Services include broadband, IPTV, home wireless, IP/VPN business internet and telephony.
- Wholesale segment provides voice and SMS to national and international carriers and operators. Services include termination of inbound international and national traffic, international roaming, site sharing and international hubbing.
- ICT and associated telecom services include broadcasting services, data center co-location, multi-cloud, cybersecurity, IOT and equipment etc. The point in time includes revenue from sale of handsets and other devices.

Segment contribution, referred to by the Group as Gross Margin, represents revenue less direct costs. It is calculated before charging operating expenses such as network and other maintenance, staff, marketing expenses, depreciation and amortization. This is the measure reported to the Group's Board of Directors for the purpose of resource allocation and assessment of segment performance.

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Notes to the condensed consolidated financial statements for the three-month period ended 31 March 2026 (continued)

21 Segment analysis (continued)

Three -month period ended 31 March 2026

| | Mobile AED 000 | Fixed AED 000 | Wholesale AED 000 | ICT and associated telecom services AED 000 | Total AED 000 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------|------------------|----------------------|------------------------------------------------------|--------------------|
| Segment revenue | | | | | |
| Timing of revenue recognition | | | | | |
| Over time | 1,845,439 | 1,177,087 | 613,290 | 194,593 | 3,830,409 |
| At a point in time | - | - | - | 283,699 | 283,699 |
| | <u>1,845,439</u> | <u>1,177,087</u> | <u>613,290</u> | <u>478,292</u> | <u>4,114,108</u> |
| Interconnect and other direct costs | <u>(697,294)</u> | <u>(154,879)</u> | <u>(84,924)</u> | <u>(385,268)</u> | <u>(1,322,365)</u> |
| Segment contribution | <u>1,148,145</u> | <u>1,022,208</u> | <u>528,366</u> | <u>93,024</u> | <u>2,791,743</u> |
| Unallocated costs | | | | | (1,313,739) |
| Federal royalty | | | | | (561,990) |
| Interest income, interest expense, net impairment – associate, deposits, cash bank balances and share of loss on equity accounted investments | | | | | 917 |
| Income tax expense | | | | | <u>(82,754)</u> |
| Net Profit | | | | | <u>834,177</u> |

Three -month period ended 31 March 2025

| | Mobile AED 000 | Fixed AED 000 | Wholesale AED 000 | ICT and associated telecom services AED 000 | Total AED 000 |
|-----------------------------------------------------------------------------------------------------------------------------------------------|-------------------|------------------|----------------------|------------------------------------------------------|--------------------|
| Segment revenue | | | | | |
| Timing of revenue recognition | | | | | |
| Over time | 1,720,855 | 1,059,599 | 646,469 | 176,311 | 3,603,234 |
| At a point in time | - | - | - | 244,706 | 244,706 |
| | <u>1,720,855</u> | <u>1,059,599</u> | <u>646,469</u> | <u>421,017</u> | <u>3,847,940</u> |
| Interconnect and other direct costs | <u>(677,236)</u> | <u>(159,938)</u> | <u>(87,719)</u> | <u>(332,675)</u> | <u>(1,257,568)</u> |
| Segment contribution | <u>1,043,619</u> | <u>899,661</u> | <u>558,750</u> | <u>88,342</u> | <u>2,590,372</u> |
| Unallocated costs | | | | | (1,315,446) |
| Federal royalty | | | | | (486,788) |
| Interest income, interest expense, net impairment – deposits, cash bank balances and share of profit on equity accounted investments | | | | | 6,020 |
| Income tax expense | | | | | <u>(71,659)</u> |
| Net profit | | | | | <u>722,499</u> |

The Group's assets and liabilities have not been identified to any of the reportable segments as the majority of the operating fixed assets are fully integrated between segments. The Group believes that it is not practical to provide segment disclosure relating to total assets and liabilities since a meaningful segregation of available data is not feasible. The Group's operations are subject to limited level of seasonality or cyclical.