

Telecom Egypt Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Interim Financial Statements
For The Six Months Ended June 30, 2025
And Limited Review Report

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Hazem Hassan

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Translation from Arabic

Limited Review Report on The Condensed Interim Consolidated Financial Statements To The Board of Directors of Telecom Egypt Company

Introduction

We have performed a limited review on the accompanying June 30, 2025, condensed interim consolidated financial statements of Telecom Egypt Company “an Egyptian joint stock company” and its subsidiaries “the Group”, which comprises:

- The interim consolidated statement of financial position as of June 30, 2025;
- The interim consolidated statements of income for the three months and six months periods ended June 30, 2025;
- The interim consolidated statements of comprehensive income for the three months and six months periods ended June 30, 2025;
- The interim consolidated statements of changes in equity for six months period ended June 30, 2025;
- The interim consolidated statements of cash flows for six months period ended June 30, 2025;
- The notes to the condensed interim consolidated financial statements.

Management is responsible for the preparation and fair presentation of these condensed interim consolidated financial statements in accordance with Egyptian Accounting Standard number (30) “Interim Financial Reporting”. Our responsibility is to express a conclusion on these condensed interim consolidated financial statements based on our limited review.

Scope of Limited Review

We conducted our limited review in accordance with Egyptian Standard on Review Engagements number (2410), "Limited Review of Interim Financial Statements Performed by the Independent Auditor of the Entity." A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters in the Company and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian 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 on these condensed interim consolidated financial statements.



Hazem Hassan

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying June 30, 2025, condensed interim consolidated financial statements do not present fairly, in all material respects, in accordance with Egyptian Accounting Standard number (30) "Interim Financial Reporting".

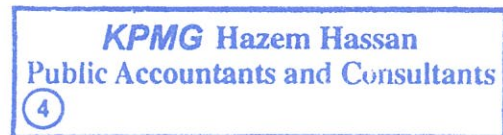
Emphasis of Matter

Without qualifying our conclusion, we draw attention to note no. (31) of the notes to the condensed interim consolidated financial statements, which relates to the fire that broke out on July 7, 2025, in one of the equipment rooms of the Ramses Central building, which caused partial damage to certain fixed assets and a temporary disruption of telecommunications services for several customers.

Management has not yet obtained sufficient information to determine the financial impact of these events pending the completion of damage assessments and the settlement of insurance claims.

KPMG Hazem Hassan
Public Accountants & Consultants

Cairo, August 14, 2025



Telecom Egypt Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Interim Statement of Financial Position as of:

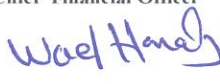
	Note No.	30/6/2025 L.E. (000)	31/12/2024 Reclassified L.E. (000)
Assets			
<u>Non Current Assets</u>			
Fixed assets and projects under construction	(11)	106 172 359	104 141 296
Intangible assets (licenses and frequencies)		18 698 147	19 565 446
Usufruct assets	(12)	8 245 161	8 028 589
Right of use assets (lease contracts)	(13-1)	1 167 802	1 334 703
Investments in equity accounted investees	(14)	22 703 383	18 727 605
Financial assets at FVOCI		120 476	120 476
Debtors and other debit balances	(17)	96 714	107 262
Deferred tax assets	(24-3)	1 608 431	2 978 482
Total Non Current Assets		158 812 473	155 003 859
<u>Current Assets</u>			
Inventories	(15)	8 065 455	8 106 567
Trade and notes receivables	(16)	16 395 796	17 047 503
Current income tax	(24-5)	339 210	740 252
Debtors and other debit balances	(17)	11 041 332	8 775 367
Cash and cash equivalents	(18)	9 327 908	8 279 240
Total Current Assets		45 169 701	42 948 929
Total Assets		203 982 174	197 952 788
<u>Equity</u>			
Capital	(22)	17 070 716	17 070 716
Reserves	(23)	6 392 605	6 247 693
Retained earnings		26 452 213	20 889 691
Foreign entities translation reserve		1 797 679	1 706 212
Equity attributable to shareholders of the company		51 713 213	45 914 312
Non - controlling interest		30 480	23 679
Total Equity		51 743 693	45 937 991
<u>Non Current Liabilities</u>			
Long term loans and credit facilities	(19)	43 035 228	38 411 459
Creditors and other credit balances	(20)	24 855 880	23 031 473
Lease obligations	(13-2)	973 648	1 086 449
Total Non Current Liabilities		68 864 756	62 529 381
<u>Current Liabilities</u>			
Short term Loans and credit facilities	(19)	37 915 100	42 314 808
Creditors and other credit balances	(20)	40 798 167	42 888 256
Lease obligations	(13-2)	524 875	503 122
Credit balances to associates	(28-1)	2 632 430	2 468 657
Provisions	(21)	1 503 153	1 310 573
Total Current Liabilities		83 373 725	89 485 416
Total Liabilities		152 238 481	152 014 797
Total Equity and Liabilities		203 982 174	197 952 788

The accompanying notes on pages (6) to (22) are an integral part of these Condensed Consolidated Interim Financial Statements.

Director of Financial Affairs


 "Ehab Abdo "

Chief Financial Officer


 " Wael Hanafy "

Managing Director &
 Chief Executive Officer


 "Mohamed Nasr"

Board of Directors approval


 "Lobna Helal"

Limited Review Report "attached"

Telecom Egypt Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Interim Statement of Income

		<u>For the six months ended:</u>		<u>For the three months ended:</u>	
	Note	30/6/2025	30/6/2024	30/6/2025	30/6/2024
	<u>No.</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>
Operating revenues	(3)	50 597 057	37 952 947	25 799 080	20 466 279
Operating costs	(4)	(29 489 879)	(23 060 699)	(15 201 089)	(12 535 181)
Gross Profit		21 107 178	14 892 248	10 597 991	7 931 098
Other incomes		443 224	302 361	249 072	243 924
Selling and distribution expenses	(5)	(2 979 891)	(2 766 734)	(1 513 725)	(1 530 304)
General and administrative expenses	(6)	(3 904 106)	(3 340 840)	(1 995 231)	(1 702 774)
Expected credit loss		(537 206)	(451 515)	(314 711)	(83 866)
Other expenses		(258 193)	(218 346)	(145 271)	(56 596)
Operating profit		13 871 006	8 417 174	6 878 125	4 801 482
Finance income		602 862	342 678	373 588	(78 187)
Finance cost		(7 275 260)	(5 555 685)	(3 023 411)	(3 468 474)
Net finance cost	(7)	(6 672 398)	(5 213 007)	(2 649 823)	(3 546 661)
Share of profit of equity accounted investees	(8)	6 731 521	2 984 744	3 544 325	2 086 150
Net profit for the period before income tax		13 930 129	6 188 911	7 772 627	3 340 971
Income tax	(24-1)	(3 409 552)	326 374	(1 905 746)	(709 678)
Net profit for the period after income tax		10 520 577	6 515 285	5 866 881	2 631 293
<u>Profit attributable to :</u>					
Shareholders of the company		10 507 444	6 511 417	5 861 703	2 629 353
Non-controlling interest		13 133	3 868	5 178	1 940
Net profit for the period after income tax		10 520 577	6 515 285	5 866 881	2 631 293
Basic and diluted earning per share for the period (L.E. / Share)	(10)	6.16	3.81	3.43	1.54

The accompanying notes on pages (6) to (22) are an integral part of these Condensed Consolidated Interim Financial Statements.

Telecom Egypt Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Statement of Comprehensive Income

		<u>For the six months ended :</u>		<u>For the three months ended :</u>	
	<u>Note</u>	<u>30/6/2025</u>	<u>30/6/2024</u>	<u>30/6/2025</u>	<u>30/6/2024</u>
	<u>No.</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>
Net profit for the period after income tax		10 520 577	6 515 285	5 866 881	2 631 293
<u>Other Comprehensive Income items :</u>					
Translation differences of foreign entities		91 467	788 625	58 914	52 368
Translation differences of foreign currency balances		-	(13 453 681)	-	-
Income tax on translation differences of foreign currency balances	(24-2)	-	3 027 078	-	-
		-	(10 426 603)	-	-
Transferred to retained earnings during the period		-	10 426 603	-	-
Total Comprehensive Income		10 612 044	7 303 910	5 925 795	2 683 661
<u>Attributable to :</u>					
Shareholders of the company		10 598 911	7 300 042	5 920 617	2 681 721
Non-controlling interest		13 133	3 868	5 178	1 940
Total Comprehensive Income		10 612 044	7 303 910	5 925 795	2 683 661

The accompanying notes on pages (6) to (22) are an integral part of these Condensed Consolidated Interim Financial Statements.

Telecom Egypt Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Interim Statement of Changes in Equity
For The Six Months Ended June 30, 2025

	Capital	Legal reserve	Other reserves	Retained earnings	Foreign entities translation reserve	Total of equity attributable to shareholders of the company	Non-controlling interest	Total
	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>	<u>L.E.(000)</u>
Balance as of January 1, 2024	17 070 716	3 070 495	2 794 204	27 224 185	707 362	50 866 962	17 970	50 884 932
Comprehensive Income								
Net profit for the period	-	-	-	6 511 417	-	6 511 417	3 868	6 515 285
Translation differences of foreign entities	-	-	-	-	788 625	788 625	-	788 625
Total Comprehensive Income	-	-	-	6 511 417	788 625	7 300 042	3 868	7 303 910
Impact of translation differences of foreign currencies balances	-	-	-	(10 426 603)	-	(10 426 603)	-	(10 426 603)
Transferred to legal reserve	-	322 180	-	(322 180)	-	-	-	-
Transactions with shareholders								
Dividends for year 2023 (shareholders)	-	-	-	(2 560 607)	-	(2 560 607)	(5 646)	(2 566 253)
Dividends for year 2023 (Employees & Board of Directors)	-	-	-	(1 731 943)	-	(1 731 943)	(1 279)	(1 733 222)
Total transactions with shareholders	-	-	-	(4 292 550)	-	(4 292 550)	(6 925)	(4 299 475)
Balance as of June 30, 2024	17 070 716	3 392 675	2 794 204	18 694 269	1 495 987	43 447 851	14 913	43 462 764
Balance as of January 1, 2025	17 070 716	3 392 548	2 855 145	20 889 691	1 706 212	45 914 312	23 679	45 937 991
Comprehensive Income								
Net profit for the period	-	-	-	10 507 444	-	10 507 444	13 133	10 520 577
Translation differences of foreign entities	-	-	-	-	91 467	91 467	-	91 467
Total Comprehensive Income	-	-	-	10 507 444	91 467	10 598 911	13 133	10 612 044
Transferred to legal reserve	-	144 912	-	(144 912)	-	-	-	-
Transactions with shareholders:								
Dividends for year 2024 (shareholders)	-	-	-	(2 560 607)	-	(2 560 607)	(5 614)	(2 566 221)
Dividends for year 2024 (Employees & Board of Directors)	-	-	-	(1 929 571)	-	(1 929 571)	(718)	(1 930 289)
Impact of merge effect	-	-	-	(35 308)	-	(35 308)	-	(35 308)
Dividends in associates (Employees & Board of Directors)	-	-	-	(274 524)	-	(274 524)	-	(274 524)
Total transactions with shareholders	-	-	-	(4 800 010)	-	(4 800 010)	(6 332)	(4 806 342)
Balance as of June 30, 2025	17 070 716	3 537 460	2 855 145	26 452 213	1 797 679	51 713 213	30 480	51 743 693

The accompanying notes on page from (6) to (22) are an integral part of these Condensed Consolidated Interim Financial Statements.

Telecom Egypt Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Interim Statement of Cash Flows

		For the six months ended:	
	Note	30/6/2025	30/6/2024
	No.	L.E. (000)	L.E. (000)
<u>Cash flows from operating activities:-</u>			
Cash receipts from customers and notes receivables		53 101 388	39 544 225
Stamp tax and fees collected (from third parties)		58 991	8 094
Deposits collected from customers		38 147	26 299
Cash paid to suppliers		(13 373 502)	(10 051 173)
Cash paid for NTRA		(3 228 933)	(2 553 444)
Cash paid to Board of Directors		(54 400)	(46 423)
Cash paid to employees		(7 267 737)	(5 553 523)
Cash paid on behalf of employees to third party		(989 874)	(895 967)
Payments to Tax Authority - taxes other than income tax		(3 858 828)	(3 979 779)
Other proceeds		44 036	944 993
Cash provided by operating activities		24 469 288	17 443 302
Interest paid		(6 871 094)	(4 525 173)
Payments to Tax Authority - income tax		(794 973)	(14 010)
Net cash provided by operating activities		16 803 221	12 904 119
<u>Cash flows from investing activities:-</u>			
Payments for purchase of fixed assets and projects under construction		(13 198 941)	(20 884 325)
Payments for purchase of intangible assets		(1 181 068)	(6 475 490)
Proceeds form sale of fixed assets and intangible assets		533	64
Credit interest		187 680	192 600
Payments for investment (associates)		—	(3 750)
Proceeds from investments fund		1 823	4 228
Proceeds from financial assets at amortized cost - treasury bills income		114 740	70 679
Net cash used in investing activities		(14 075 233)	(27 095 994)
<u>Cash flows from financing activities:-</u>			
Payments for loans		(7 416 121)	(1 839 708)
Proceeds from loans		19 534 500	9 440 000
Net (payments) / proceeds from credit facilities		(10 901 300)	5 362 106
Payments of lease obligations		(267 315)	(213 924)
Dividends paid to Shareholders		(2 566 221)	(2 566 253)
Net cash (used in) provided by financing activities		(1 616 457)	10 182 221
Net change in cash and cash equivalents during the period		1 111 531	(4 009 654)
Translation differences of foreign entities		3 610	240 844
Cash and cash equivalents at the beginning of the period	(18)	7 565 330	10 442 683
Cash and cash equivalents at the end of the period	(18)	8 680 471	6 673 873

The accompanying notes on pages from (6) to (22) are an integral part of these Condensed Consolidated Interim Financial statements.

Telecom Egypt Company
(An Egyptian Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements
For The Six Months Ended June 30, 2025

1. BACKGROUND

1-1 Legal Entity

- Arab Republic of Egypt National Telecommunication Organization (ARENTO) was established according to Law No.153 of 1980. Effective from March 27, 1998 and according to law No.19 of 1998, the legal form of (ARENTO) was amended after the revaluation of its assets on March 26, 1998 to become “Telecom Egypt Company” (TE).
- Telecom Egypt Company (the “Company”) is an Egyptian Joint Stock Company registered in the Arab Republic of Egypt and is engaged in the provision of public communications and associated products and services.
- The company is subject to the provisions of the Companies Law No. 159 of 1981 and Capital Market law No. 95 of 1992.
- The address of the company is 26 Ramses Street, Cairo, Egypt.
- 70% is owned by the Egyptian government, 30% of the company's nominal shares are traded on the Egyptian Stock Exchange, while GDRs are traded on the London Stock Exchange, each consisting of five ordinary shares.

1-2 Purpose of the company

The main purpose of the company represents in the following:

- Owning, setting up, operating, maintenance and development of telecommunication networks and infrastructure necessary for communication services for using and / or managing and / or leasing to others and / or dealing on them.
- Providing voice, video and data transmission telecommunication services to subscribers and / or managing and / or leasing to others and / or dealing on them.
- Participating or contributing to global communication systems, such as: - submarine cables and satellites and obtaining capacities or circuits for using and / or managing and / or leasing to others and / or dealing on them.
- Dealing or contracting or Participating with authorities, agencies, companies, organizations or any entity exercising an activity similar to or identical to the company's activities or relates or assists the company to achieve its purposes either in Arab Republic of Egypt or abroad.
- Managing, selling, leasing, purchasing, possessing, renting and dealing on any property and rights or benefit or right in any property. Including the movable and immovable property which could be acquired or owned by the company.
- Selling, purchasing and distributing of fixed line sets , mobile phones and computers, its peripherals, accessories and supplies, complementary devices and necessary spare parts and related maintenance works.
- Setting up voice, video and written data transmission networks and providing value-added services, content services, marketing, electronic signature and online money transfer.
- Investment properties for serving its purposes and executing its projects.

1-3 Issuance of Condensed Consolidated Interim Financial Statements

These Condensed Consolidated Interim Financial Statements were approved by the company's Board of Directors for issuance on August 13, 2025.

2. BASIS OF PREPERATION OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

2-1 Statement of compliance

-These Condensed consolidated Interim Financial Statements as of June 30, 2025 have been prepared according to Egyptian Accounting Standard No.30 requirements "Interim Financial Reporting" and in the light of applicable laws and regulations accordingly it was prepared as a condensed consolidated Interim Financial Statements comparative view to the annual consolidated financial statements for the company for the financial year ended December 31, 2024 and this statements must be read with the financial statements for the company on the financial year in December 31, 2024.

-These Condensed consolidated Interim Financial Statements don't include all the required information needed for preparing the full annual financial statements according to Egyptian Accounting Standard however It may include selected disclosures to explain important events and transactions to understand the change in the company's financial position and performance since the last annual financial statements.

-The company's management also applied the special accounting treatment to deal with the effects of the liberalization of exchange foreign rates contained in Appendix (E) of the Egyptian Accounting Standard No. (13) Amended in 2024 "Effects of Changes in Foreign Currency Exchange Rates" on March 31, 2024.

2-2 Basis of measurement

- These Condensed Consolidated Interim Financial Statements have been prepared according to the historical cost basis, except for:

- (A) Financial instruments that are recorded at fair value through profit or loss.
- (B) Financial instruments that are recorded at fair value through other comprehensive income.
- (C) Financial instruments that are recorded at amortized cost.

- For presentational purposes, the current and non-current classification has been used for the condensed consolidated statement of Financial Position, while expenses are analysed in condensed separate statement of income using a classification based on their function. The direct method has been used in preparing the condensed separate statement of cash flows.

2-3 Functional and presentation currency

These Condensed Consolidated Interim Financial Statements are presented in Egyptian pound (L.E.), all financial information presented in "L.E." has been rounded to the nearest thousand unless otherwise stated.

2-4 Use of estimates and judgments

The preparation of the Condensed Consolidated Interim Financial Statements in conformity with Egyptian Accounting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other various factors that are believed to be reasonable under the circumstances, the results of these assumption represent the judgmental basis for the value of assets and liabilities that may not apparently available from other sources. The actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed ongoing basis. Accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the condensed consolidated interim financial statements is included in the following notes:

- Impairment of non-financial assets.
- Deferred tax assets and liabilities.
- Measuring Expected credit losses.
- Provisions and contingencies.
- Operational useful life of fixed and other assets.
- Estimate the net realizable value of the inventory.

2-5 Fair value measurement

- The fair value of financial instruments is determined based on the market value of the financial instrument or similar financial instruments at the date of the condensed consolidated interim financial statements without deducting any estimated future selling costs. The financial assets values are determined with the current purchase prices; however, the financial liabilities values are determined with the current prices that could settle these liabilities.

-In case there is no active market to determine the fair value of the financial instruments, the fair value is estimated using different valuation techniques taking into consideration the prices of the latest transactions and use the current fair value of the similar financial instruments as guideline – the discounted cash flows technique or any other valuation methods that results reliable values.

-When the discounted cash flows is used as a valuation technique, the future cash flow are estimated based on the management best estimate. The discount rate used is determined in line with the market rate at the date of the financial statements for the similar financial instruments in nature and conditions.

2-6 Segment reporting

Operating activities related to the group is managed by operating segments at the group activates level as an integrated activity, based on the nature of product and the service provided. The segment reporting is prepared according to services provided by activities as a group as follows:

- Communications, marine cables and infrastructure services.
- Internet services.
- Outsourcing services.
- Other activities

2-7 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied in the preparation of the condensed consolidated interim financial statements as of June 30, 2025 is the same as the accounting policies applied in the preparation of the annual consolidated financial statements as of December 31, 2024.and approved in February 26, 2025 These policies have been followed over all periods presented in these condensed consolidated interim financial statements as of June 30, 2025

3. OPERATING REVENUES

	<u>For the six months ended :</u>		<u>For the three months ended :</u>	
	<u>30/6/2025</u>	<u>30/6/2024</u>	<u>30/6/2025</u>	<u>30/6/2024</u>
	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>
Home and personal communications	24 700 018	17 054 766	12 843 033	8 883 319
Enterprise	4 787 379	4 167 015	2 386 563	2 173 336
Domestic wholesale	5 049 957	4 375 416	2 346 804	2 640 507
International carrier	9 301 100	6 320 741	4 852 003	3 609 632
International cables and networks	6 758 603	6 035 009	3 370 677	3 159 485
	<u>50 597 057</u>	<u>37 952 947</u>	<u>25 799 080</u>	<u>20 466 279</u>

Total operating revenues increased by an amount of L.E. 12 644 110 K mainly due to the increase in revenues of home and personal communications by an amount of L.E. 7 645 252 K due to the increase in revenues resulting from fixed line and rendering mobile phone services and internet services, international carrier by an amount of L.E. 2 980 359 K, international cables and networks revenues by an amount of L.E. 723 594 K, and Enterprise revenues by an amount of L.E. 620 364 K and Domestic wholesale revenues by an amount of L.E. 674 541 K.

4. OPERATING COSTS

	<u>For the six months ended :</u>		<u>For the three months ended :</u>	
	<u>30/6/2025</u>	<u>30/6/2024</u>	<u>30/6/2025</u>	<u>30/6/2024</u>
	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>
Call cost	7 962 246	5 895 029	4 216 537	3 289 589
Depreciation and amortization	7 748 815	6 510 479	4 084 857	3 344 289
Salaries and wages	3 250 553	2 736 459	1 625 778	1 448 854
Company's share in social insurance	278 827	240 943	137 928	121 763
Frequencies and licenses charges (NTRA)	2 546 746	1 890 664	1 300 396	997 950
Other operating cost	7 702 692	5 787 125	3 835 593	3 332 736
	<u>29 489 879</u>	<u>23 060 699</u>	<u>15 201 089</u>	<u>12 535 181</u>

Operating costs have increased by an amount of L.E. 6 429 180 K mainly due to the following: -

- The increase in Call cost by an amount of L.E. 2 067 217 K which is mainly due to the increase in cost of international connection fees by an amount of L.E. 1 921 348 K.
- The increase of the depreciation and amortization item by an amount of L.E. 1 238 336 K due to the additions of the previous year after the first half and the current period.
- The increase in Salaries and wages item by an amount of L.E. 514 094 K because of the annual increases during the period.
- The increase in frequencies and licenses charges (National Telecom Regulatory Authority) by an amount of L.E. 656 082 K.
- The increase in other operating cost item by an amount of L.E. 1 915 567 K which is mainly due to the increase in organizations services costs item by an amount of L.E. 650 147 K, leased circuits by an amount of L.E. 401 291K, maintenance item by an amount of L.E. 226 425 K, fuel item by an amount of L.E. 288 990 K and Cost of goods sold item by an amount of L.E. 157 840 K.

5. SELLING AND DISTRIBUTING EXPENSES

	<u>For the six months ended :</u>		<u>For the three months ended :</u>	
	<u>30/6/2025</u>	<u>30/6/2024</u>	<u>30/6/2025</u>	<u>30/6/2024</u>
	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>
Salaries and wages	1 454 944	1 248 564	749 748	642 189
Company's share in social insurance	114 324	105 151	56 181	52 322
Advertising and marketing	692 413	831 339	321 017	533 603
Commissions of agents and collection organizations	518 695	442 782	266 659	229 948
Depreciation and amortization	48 768	38 631	23 449	20 029
Other selling and distributing expenses	150 747	100 267	96 671	52 213
	<u>2 979 891</u>	<u>2 766 734</u>	<u>1 513 725</u>	<u>1 530 304</u>

The increase in selling and distribution expenses by an amount of L.E 213 157 K is mainly due to the increase in Salaries and wages item by an amount of L.E 206 380 K which is mainly due to the annual increases during the period and commissions of agents and collection organizations by an amount of L.E. 75 913 K, however the decrease in advertising and marketing by an amount of L.E 138 926 K led to the limitation of this increase.

6. GENERAL AND ADMINISTRATIVE EXPENSES

	<u>Note No</u>	<u>For the six months ended :</u>		<u>For the three months ended :</u>	
		<u>30/6/2025</u>	<u>30/6/2024</u>	<u>30/6/2025</u>	<u>30/6/2024</u>
		<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>
Salaries and wages		2 321 490	2 060 743	1 169 545	1 059 855
Company's share in social insurance		160 646	142 024	79 342	69 306
The company's contribution in loyalty and belonging fund	(9)	125 000	130 000	60 000	65 000
Depreciation and amortization		94 838	118 741	48 226	80 935
Organization services cost and consultants		453 698	318 088	311 663	154 396
Tax and duties		258 335	246 292	129 999	117 132
Other general and administration expenses		490 099	324 952	196 456	156 150
		<u>3 904 106</u>	<u>3 340 840</u>	<u>1 995 231</u>	<u>1 702 774</u>

The increase in general and administrative expenses by an amount of L.E. 563 266 K is mainly due to the increase in Salaries and wages item by an amount of L.E 260 747 K mainly due to the annual increases during the period and organizations services costs and consultants item by an amount of L.E. 135 610 K and other general and administration expenses item by an amount of L.E 165 147 K.

7. NET FINANCE COST

The increase in net finance costs by an amount of L.E 1 459 391 K during the period is mainly due to the increase in debit interest by an amount of L.E 2 187 826 K and the increase of net gain of foreign currencies during the period by an amount of L.E. 677 791 K.

8. SHARE OF PROFIT OF EQUITY ACCOUNTED INVESTEES

	<u>For the six months ended :</u>		<u>For the three months ended :</u>	
	<u>30/6/2025</u>	<u>30/6/2024</u>	<u>30/6/2025</u>	<u>30/6/2024</u>
	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>	<u>L.E. (000)</u>
Vodafone Egypt telecommunications company	6 690 624	2 964 622	3 519 445	2 078 292
Egypt trust	35 537	20 122	24 880	7 858
New matrix for technology	5 360	-	-	-
	<u>6 731 521</u>	<u>2 984 744</u>	<u>3 544 325</u>	<u>2 086 150</u>

Represented in the group's share of profits of the investee companies according to the equity method.

9. EMPLOYEES' BENEFITS

End of service benefits (Company's Contribution in Loyalty & Belonging Fund)

- The employees are granted an end of service benefits through a Loyalty & belonging Fund established in January 2004. Employees' benefit is based on the employees' basic salary in the company.
- The employees share in loyalty & belonging fund according to constant subscription are based on the same employees' basic salary where the end of service benefit calculated. The company's share represents annual defined contribution and the company had contributed by an amount of L.E 125 M for the period ended in June 30, 2025 (against an amount of L.E. 130 M for the same period of 2024).

10. BASIC AND DILUTED EARNING PER SHARE FOR THE PERIOD

- The earning per share for the period is calculated as follows:

	<u>For the six months ended:</u>		<u>For the three months ended:</u>	
	<u>30/6/2025</u>	<u>30/6/2024</u>	<u>30/6/2025</u>	<u>30/6/2024</u>
<u>The holding company owners' equity :</u>				
Net profit for the period (LE in thousand)	10 507 444	6 511 417	5 861 703	2 629 353
Weighted average for number of shares available during the period (share)	1 707 071 600	1 707 071 600	1 707 071 600	1 707 071 600
Basic and diluted earning per share for the period (L.E / Share)	<u>6.16</u>	<u>3.81</u>	<u>3.43</u>	<u>1.54</u>

11. FIXED ASSETS AND PROJECTS UNDER CONSTRUCTION

Description	30/6/2025 Cost <u>L.E.(000)</u>	30/6/2024 Cost Reclassified <u>L.E.(000)</u>	30/6/2025 Accumulated depreciation <u>L.E.(000)</u>	30/6/2024 Accumulated depreciation <u>L.E.(000)</u>	30/6/2025 Net <u>L.E.(000)</u>	30/6/2024 Net <u>L.E.(000)</u>	31/12/2024 Net Reclassified <u>L.E.(000)</u>
Land	2 410 321	2 409 967	-	-	2 410 321	2 409 967	2 410 586
Buildings & Infrastructure	69 469 611	57 760 661	27 987 283	24 921 288	41 482 328	32 839 373	38 633 472
Centrals & information technologies equipment	74 879 920	59 507 213	36 143 621	27 496 066	38 736 299	32 011 147	38 364 809
Vehicles	559 382	352 345	205 859	169 499	353 523	182 846	220 479
Furniture	1 630 554	1 342 017	1 072 730	1 053 223	557 824	288 794	541 356
Tools & supplies	342 353	277 873	232 197	202 057	110 156	75 816	125 311
Decoration & fixtures	281 170	248 958	226 192	204 482	54 978	44 476	54 910
Projects under construction	22 466 930	24 216 569	-	-	22 466 930	24 216 569	23 790 373
Total	172 040 241	146 115 603	65 867 882	54 046 615	106 172 359	92 068 988	104 141 296

- The increase in net carrying value of fixed assets and projects under construction mainly due to the additions during the period by an amount of L.E. 17 863 805 K, however the depreciation of the period by an amount of L.E. 6 672 985 K led to limitation of this increase.
- The cost of fixed assets as of June 30, 2025, includes an amount of L.E. 18 531 million fully depreciated fixed assets and still in use. (Against an amount of L.E. 14 869 million for the same period of 2024).
- * Reclassification was made to comparative figure as shown in not No.30

12. USUFRUCT ASSETS

	30/6/2025 <u>L.E. (000)</u>	31/12/2024 <u>L.E. (000)</u>
Cost		
Usufruct (projects)	2 863 445	2 599 039
Submarine cables (rights of way)	4 536 695	4 549 874
Right of way (local)	836 567	834 455
Land (possession-usufruct)	556 337	556 337
Licenses and programs	239	-
Projects under construction	2 191 491	2 024 324
	10 984 774	10 564 029
Less:		
Accumulated amortization	2 739 613	2 535 440
Net carrying amount of usufruct assets	8 245 161	8 028 589

- The increase in net carrying value of usufruct assets by an amount of L.E 216 572 K mainly due to the additions during the period by an amount of L.E 607 276 K however the amortization of the period by an amount of L.E 189 078 K, led to the limitation of this increase.
- Usufruct assets cost includes at June 30, 2025 an amount of L.E 377 Million (against an amount of L.E. 282 Million for the same period of 2024) usufruct assets fully amortized and still in use in operating.

13. RIGHT OF USE ASSETS AND LIABILITIES (LEASE CONTRACTS)

13-1. Right of use assets (lease contracts)

	30/6/2025	31/12/2024
	<u>L.E. (000)</u>	<u>L.E. (000)</u>
Beginning balance of cost	2 992 107	1 991 207
Additions during the period / year	46 624	854 904
Translation difference of foreign currency balances	-	9 939
Disposals during the period / year	(21 205)	(4 866)
Translation differences of Foreign entities	59 460	140 923
Ending balance of cost	3 076 986	2 992 107
Beginning balance of accumulated amortization	1 657 404	1 118 907
Amortization expense for the period / year	217 309	416 076
Disposals during the period / year	(6 163)	-
Foreign entities translation differences	40 634	122 421
Ending balance of accumulated amortization	1 909 184	1 657 404
Net carrying amount as at the end of period / year	1 167 802	1 334 703

13-2. Lease Obligations

The Present Value of the total Obligations from the ROU as follow:

	30/6/2025	31/12/2024
	<u>L.E. (000)</u>	<u>L.E. (000)</u>
Beginning balance of Present value for lease Obligations	1 589 571	1 062 529
Additions	46 624	854 904
Disposals	(3 017)	(4 866)
Payments	(267 315)	(549 106)
Translation difference of foreign currency balances	(8 957)	9 574
Interest	114 135	180 353
Translation differences of Foreign entities	27 482	36 183
Net present value for lease obligations	1 498 523	1 589 571

Classified as:

Current Lease obligations	524 875	503 122
Non Current Lease obligations	973 648	1 086 449

14. INVESTMENTS IN EQUITY ACCOUNTED INVESTEEES

	<u>30/6/2025</u>		<u>31/12/2024</u>	
	<u>Ownership</u>	<u>Amount</u>	<u>Ownership</u>	<u>Amount</u>
	<u>%</u>	<u>L.E. (000)</u>	<u>%</u>	<u>L.E. (000)</u>
- Vodafone Egypt Telecommunication company *	44.95	22 592 402	44.95	18 654 705
- Egypt Trust	35.71	104 363	35.71	67 900
- New matrix for technology	25.50	6 618	25.50	5 000
		<u>22 703 383</u>		<u>18 727 605</u>

- Shares of investments in equity accounted investees are accounted for using the equity method, so that the initial recognition is made at cost, including the costs associated with the acquisition, and the subsequent measurement in the consolidated financial statements is made by increasing or decreasing the book value of the investment by the group's share of profits or losses and other comprehensive income items in the investee company.

* The investments in Vodafone Egypt on June 30, 2025, represents the ownership of 107 869 799 shares with a percentage of 44.95% from the total shares of Vodafone Egypt.

The financial year of Vodafone Egypt ends on March 31 of each year and the equity method was applied in recognizing the investment in Vodafone Egypt during preparing the Condensed Consolidated Interim Financial Statements as of June 30, 2025 by using the consolidated financial statements of Vodafone Egypt for the financial year ended in March 31, 2025 which presents the 12 months from the 1st of April 2024 till March 31, 2025, deduct the movements of the period from April 1, 2024 till December 31, 2024 from the consolidated interim financial data of Vodafone Egypt as of December 31, 2024, to determine the share of financial period from January 1 to June 30, 2025 of business results of the associate company.

15. INVENTORIES

	<u>30/6/2025</u>	<u>31/12/2024</u>
	<u>L.E. (000)</u>	<u>L.E. (000)</u>
Spare parts	1 573 919	1 487 179
Material supplies, Merchandise for sale	6 460 868	6 596 013
Others	30 668	23 375
	<u>8 065 455</u>	<u>8 106 567</u>

The value of inventories was written down by L.E. 100 351 K (against LE 99 379 K as at December 31, 2024) for obsolete and slow-moving items directly from the cost of each type of related inventory related to.

16. TRADE AND NOTES RECEIVABLES

	30/6/2025	31/12/2024
	<u>L.E. (000)</u>	<u>Reclassified</u> <u>L.E. (000)</u>
Trade Receivables - National	9 962 531	8 076 835
Trade Receivables - International	9 949 552	12 011 106
	19 912 083	20 087 941
Less:		
Expected credit loss provision	(3 983 981)	(3 445 309)
Add:		
Notes receivable	467 694	404 871
	16 395 796	17 047 503

Trade and notes receivable balance have decreased by an amount of L.E. 651 707 K is mainly due to the decrease in trade receivables – International cables and networks by an amount of L.E 2 310 900 K, trade receivables – Enterprise by an amount of L.E. 253 205 K, however the increase trade receivables domestic wholesale by an amount of L.E 1 158 062 K and trade receivables – Home and personal communications by an amount of L.E. 980 839 K led to limitation of this decrease.

* Reclassification was made to comparative figure as shown in not No.30

17. DEBTORS AND OTHER DEBIT BALANCES

	30/6/2025	31/12/2024
	<u>L.E.(000)</u>	<u>L.E.(000)</u>
Suppliers – advanced payments	1 785 838	1 526 384
Deposits with other	357 037	350 355
Accrued revenues	2 616 615	260 734
Tax Authority - value added tax	861 829	1 502 445
Due from ministries, organizations and companies	2 233 602	1 400 200
Temporary debts due from employees	946 325	1 760 622
Prepaid expenses	131 156	217 595
Other debit balances	2 475 699	2 134 325
	11 408 101	9 152 660
Less:		
Expected Credit loss	(270 055)	(270 031)
	11 138 046	8 882 629
Balances due within more than one year:		
Prepaid expenses	96 714	107 262
Non current debtors and other debit balances	96 714	107 262
Current debtors and other debit balances	11 041 332	8 775 367
Total debtors and other debit balances	11 138 046	8 882 629

Debtors and other debit balances have increased by an amount of L.E. 2 255 417 K mainly due to the increase in accrued revenues item by an amount of L.E. 2 355 881 K and Due from ministries, organizations and companies item by an amount of L.E. 833 402 K, however the decrease in Temporary debts from employees item by an amount of L.E. 814 297 K and Tax Authority – value added tax item by an amount of L.E. 640 616 K, led to the limitation of this increase.

18. CASH AND CASH EQUIVALENTS

	Note No.	30/6/2025 L.E. (000)	31/12/2024 L.E. (000)	30/6/2024 L.E. (000)
Banks - time deposits (less than 3 months)		3 701 735	2 440 390	2 301 545
Banks - current accounts		5 346 413	5 687 977	4 847 349
Cash on hand		43 360	6 351	23 809
Money market funds (less than 3 months)		236 400	144 522	194 878
Cash and cash equivalents		9 327 908	8 279 240	7 367 581
Less:				
Restricted time deposits and current accounts at banks	(26)	647 437	713 910	693 708
Cash and cash equivalents as per statement of cash flows		8 680 471	7 565 330	6 673 873

19. LOANS AND CREDIT FACILITIES

The increase in the balance of loans and credit facilities by an amount of L.E 224 061 K mainly resulted from company's acquisition of net amount from loans and credit facilities with local and foreign currencies during the period amounted to L.E. 1 217 079 K, deducted from gain of currency differences resulting from translation of loans and credit facilities balances in foreign currency amounted to L.E 887 066 K where loans and credit facilities with local and foreign currencies on June 30, 2025 amounted to L.E. 80 950 328 K (against LE 80 726 267 K at December 31, 2024) with an amount of L.E. 37 915 100 K due within a year.

20. CREDITORS AND OTHER CREDIT BALANCES

	30/6/2025 L.E. (000)	31/12/2024 L.E. (000)
Suppliers and notes payables	10 128 976	8 884 055
Tax Authority (taxes other than income tax)	2 724 102	1 364 322
Deposits from others	1 111 183	1 079 078
Assets creditors	25 890 438	30 867 849
Accrued interests	638 321	749 806
Dividends creditors	8 000	1 330
Accrued expenses	1 683 497	2 884 582
Public Authority for Social Insurance	179 967	157 874
Trade receivables - credit balances	1 713 442	1 552 758
Credit balances organizations and companies	1 288 710	1 394 317
Contract liabilities	14 938 820	11 731 873
National Telecommunication Regulatory Authority (NTRA)	3 705 517	3 901 165
Other credit balances	1 643 074	1 350 720
	65 654 047	65 919 729
balances due within more than one year:		
Assets creditors	16 976 552	16 181 381
Contract liabilities	7 879 328	6 850 092
Non current creditors and other credit balances	24 855 880	23 031 473
Current creditors and other credit balances	40 798 167	42 888 256
Total creditors and other credit balances	65 654 047	65 919 729

Creditors and other credit balances have decreased by an amount of L.E 265 682 K mainly due to the decrease in Assets creditors by an amount of L.E. 4 977 411 K and accrued expenses by an amount of L.E 1 201 085 K, however the increase of tax authority (taxes other than income tax) by an amount of L.E 1 359 780 K, Suppliers and notes payables by an amount of L.E. 1 244 921 K led to limitation of this decrease.

21. PROVISIONS

	30/6/2025 L.E.(000)	31/12/2024 L.E.(000)
Balance at the beginning of the period / year	1 310 573	1 426 365
Reclassification	17 864	—
Charged to statement of income for the period / year	180 774	319 954
Provision used during the period / year	(5 717)	(437 202)
Translation differences	(341)	1 456
Balance at the end of the period / year	1 503 153	1 310 573

22. CAPITAL

- The company's issued and fully paid-up capital is L.E. 17 070 716 K, represented in 1 707 071 600 shares at a par value of L.E 10 each.
- The Egyptian Government owns 70% after offering 20% of company's shares in public offering during December 2005 and 10% during the year 2023.

23. RESERVES

	30/6/2025 L.E.(000)	31/12/2024 L.E.(000)
Legal reserve*	3 537 460	3 392 548
Other reserves	2 855 145	2 855 145
	6 392 605	6 247 693

- * The balance of legal reserve has increased as a result of retaining an amount of L.E. 144 912 K from the profit of 2024 in accordance with the company's articles of association.

24. INCOME TAX

24-1 Items recognized in statement of income

	For the six months ended:		For the three months ended:	
	30/6/2025 L.E. (000)	30/6/2024 L.E. (000)	30/6/2025 L.E. (000)	30/6/2024 L.E. (000)
Current income tax	(2 039 501)	(1 507 220)	(914 485)	(484 301)
Deferred tax	(1 370 051)	1 833 594	(991 261)	(225 377)
	(3 409 552)	326 374	(1 905 746)	(709 678)

24-2 Items recognized in Statement of Comprehensive Income

	For the six months ended :		For the three months ended :	
	30/6/2025 L.E. (000)	30/6/2024 L.E. (000)	30/6/2025 L.E. (000)	30/6/2024 L.E. (000)
Income tax expense	-	273 062	-	273 062
Deferred tax expense	-	2 754 016	-	(273 062)
	-	3 027 078	-	-

24-3 Recognized deferred tax assets and liabilities.

	30/6/2025		31/12/2024	
	Assets	(Liabilities)	Assets	(Liabilities)
	L.E.(000)	L.E.(000)	L.E.(000)	L.E.(000)
Total deferred tax asset /(liability)	6 651 862	(5 043 431)	7 560 142	(4 581 660)
Net deferred tax asset / (liability)	1 608 431	-	2 978 482	-
Deferred tax in the consolidated income statement for the period\ year	-	(1 370 051)	4 427 900	-
Impact of Deferred tax charged to statement of income	-	(1 370 051)	2 226 615	-
Impact of deferred tax charged to statement of comprehensive income	-	-	2 201 285	-

24-4 Unrecognized deferred tax assets

	30/6/2025	31/12/2024
	L.E.(000)	L.E.(000)
Unrecognized deferred tax assets	1 017 089	906 603

Deferred tax assets have not been recognized in respect of the above items due to the uncertainty of the utilization of their benefits in the foreseeable future.

24-5 Current income tax

	For the six months ended :	
	30/6/2025	31/12/2024
	L.E. (000)	L.E. (000)
Tax Authority- income tax	(1 427 595)	(1 110 218)
Less :		
Advanced payments	1 505 116	1 284 556
Advanced payments	2 669	-
Withholding tax	-	258 172
Tax Authority- debit tax	259 020	307 742
	339 210	740 252

25. CAPITAL COMMITMENTS

The company's capital commitments for the unexecuted parts of contracts until June 30, 2025, amounted to L.E. 1 400 million (against L.E. 2 194 Million at the financial year ended December 31, 2024).

26. CONTINGENT LIABILITIES

In addition to the amounts included in the condensed consolidated interim statement of financial position, the company has the following contingent liabilities as at June 30, 2025:

	30/6/2025	31/12/2024
	L.E. (000)	L.E. (000)
- Letters of guarantee issued by banks on behalf of the company*	4 076 779	3 868 736
- Letters of credit	1 400 394	2 193 601

*Letters of guarantee which were issued by banks on behalf of the company and for others on June 30, 2025 including letters of guarantee issued in exchange for a cash cover (restricted cash and equivalent) (Note No.18)

27. TAX POSITION (Telecom Egypt)

27-1 Corporate tax

- Tax inspection was performed for the years till December 31, 2019 and all due taxes and fines were settled for those years Fines are being settled.
- Tax inspection for the years from January 1, 2020 until December 31, 2024 have not been done to date.
- Tax return are submitted according to the income tax law No. 206 of 2020, its amendments and its executive regulations, also the due taxes are paid on legal dates.

27- 2 Value Added Tax \ Sales Tax

- Tax inspection for the years till December 31, 2023 was performed and the tax differences were settled for those years except the additional tax for years from 2018 till 2023.
- Tax returns are submitted according to the value added tax law and according to the law No. 206 of 2020 issuing the Unified Tax Procedures Law, and the due taxes, if any, are paid on the legal dates.

27- 3 Salary & wages Tax

- Tax inspection was performed for the years till December 31 ,2014 and the Company was notified with tax differences and all due taxes were settled.
- Tax inspection for the year 2015 till 2022 has been performed and all due taxes were settled except fines.
- Years from 2023 till 2024, the company is regular in deducting and remitting taxes on legal dates according to the law No. 206 of 2020, its amendments and its executive regulations also, the tax settlement are submitted according to the provisions of law No. 206 of 2020 issuing the Unified Tax Procedures Law.

27- 4 Stamp Tax

- Tax inspection for the period starting from March 27, 1998 to December 31, 2000 was performed for certain sectors of the company, and the company was notified of the tax assessment elements, and the company filed remedies and appears against legal deadlines.
- Tax inspection for the period starting from January 1, 2001 till July 31, 2006 was performed for certain sectors of the company and tax due were settled. Tax inspection for the remaining sectors is currently being undertaken for the same period.
- Tax inspection for the period starting from August 1, 2006 to December 31, 2020 was performed and all the due taxes were settled.
- Stamp duty development was inspected for year 2020/2021 and the inspection didn't reveal any differences

27- 5 Real Estate Tax

- All due taxes are being paid according to the tax claim forms received by the company. The company's Legal Department follows up the disputes according to the real estate tax law.
- Tax returns were submitted according to the new real estate tax law No. 196 for the year 2008 also, the due taxes are settled on these due dates.

Notes to The Condensed Consolidated Interim Financial Statements
For the Six months ended June 30, 2025 (continued)

Translation from Arabic

28. RELATED PARTY TRANSACTIONS IS REPRESENTED IN

28-1. Transactions between the group and its associates.

The related transactions during the period and balances on the condensed consolidated interim financial statements date are stated as follows:-

Nature of transactions during the period	Transactions volume during the period stated in the statement of income	Movement during the period		Balance as of	
		during the period		30/6/2025	
		Debit	Credit	Debit (Credit)	Debit (Credit)
LE 000	LE 000	LE 000	LE 000	LE 000	LE 000
Outgoing calls and voice services to the associate company	3 534 133	10 282 468	10 446 241	(2 632 430)	(2 468 657)
Incoming and international calls, transmission & lease of company premises and towers to the associates company	2 708 104				
		10 282 468	10 446 241	(2 632 430)	(2 468 657)

Credit balances due to associates

- Vodafone Egypt Telecommunications Company

28-2 Transactions with the Egyptian government

The Egyptian government contributes 70% of the capital represented by the ministry of finance which results in existence of mutual services between the company and the governmental entities, including revenues, costs, and other expenses, transactions related to taxes, social insurance and customs.

28-3 Transactions with the Board of directors

On March 26, 2025, The Company's ordinary general assembly decided to approve the disbursement of an amount of L.E 18 550 K to the members of the board of directors as a reward for the financial year ended in December 31, 2024, in addition to attending board sessions allowances stipulated in the ordinary general assembly of the company.

29. GROUP ENTITIES

- Subsidiaries companies are controlled by group companies.
- The group companies control the invested entities when affected by or entitled to variable interest, through participating and influencing the interest due to authority on invested entity.
- The condensed consolidated interim financial statement includes the subsidiary companies that it hold, from the date of acquisition till end date.
- Company's direct and indirect share in subsidiaries companies on June 30, 2025 which were included in the condensed consolidated interim financial statements is as follows:

<u>Company name</u>	<u>Country of incorporation</u>	<u>Ownership interest</u>	
		<u>30/6/2025</u>	<u>31/12/2024</u>
Telecom Egypt France	France	100.00 %	100.00 %
WE Data	Egypt	100.00 %	100.00 %
T.E Data Jordan	Jordan	100.00 %	100.00 %
TE Investment Holding	Egypt	100.00 %	100.00 %
The Egyptian Telecommunication Company for Information Systems (Xceed)	Egypt	100.00 %	100.00 %
Xceed Customer Care Maroc	Morocco	100.00 %	100.00 %
Xceed Customer Care Mauritius	Mauritius	100.00 %	100.00 %
Xceed Customer Care FZCO	UAE	100.00 %	100.00 %
AL-MASRIAH for IT Systems Company	KSA	100.00 %	100.00 %
Centra Technologies*	Egypt	100.00 %	100.00 %
Centra for electronic Industries*	Egypt	100.00 %	100.00 %
Telecom Egypt Globe	Singapore	100.00 %	100.00 %
Middle East and North Africa Submarine Cable Company (MENA CABLE)*	Egypt	100.00 %	100.00 %
Mena Company For Submarine Cable Company (MENA CABLE ITALY)	Italy	100.00 %	100.00 %
TE for sport investment	Egypt	100.00 %	100.00 %
TE INFRACO LIMITED**	UAE	100.00 %	-
Middle East Radio Communication (MERC)	Egypt	51.00 %	51.00 %

* According to the decisions of the extraordinary general assembly meetings of the companies referred to above, Centra for electronic industries, the merged company, will be merged into Centra Technologies Company, the merging company, and legal measures are being taken regarding the implementation of this merger.

**TE Infraco Limited company was established in United Arab of Emirates with capital 500 K \$.

30. COMPARATIVE FIGURES

- Reclassification was made to some of the comparative figures of the condensed consolidated interim statement of financial position to conform to the current presentation of the condensed consolidated interim financial statements.
- The following is the effect of reclassification on the condensed consolidated interim financial statement:

Effect on the condensed consolidated interim statement of financial position:

	31/12/2024 <u>as previously reported</u>	<u>Reclassification</u>	31/12/2024 <u>Reclassified</u>
	<u>Debit\ (Credit)</u>	<u>Debit\ (Credit)</u>	<u>Debit\ (Credit)</u>
	<u>LE(000)</u>	<u>LE(000)</u>	<u>LE(000)</u>
Fixed assets and projects under construction	102 379 069	1 762 227	104 141 296
Trade and notes receivables (Non Current)	963 852	(963 852)	-
Trade and notes receivables (Current)	17 845 878	(798 375)	17 047 503

31. Subsequent events

Ramses Central Fire Accident

On July 7, 2025, a fire broke out in an equipment room on the seventh floor of the company's Ramses Central building, located on Ramses Street in downtown Cairo. The building is one of the main hubs of Egypt's telecommunications infrastructure, connecting several ground fiber optic cables to provide internet, landline, and mobile phone services locally and internationally.

The fire resulted in partial damage to a number of fixed assets on site, including part of the building, some equipment, and furniture. The company has not yet determined the exact book value of the damaged assets until the investigation and damage assessment are completed.

The incident resulted in a brief partial disruption of telecommunications services in some areas, resulting in network outages or weakness for a number of customers. In some different services.

The financial impact of the fire and the value of the insurance claim have not yet been determined, pending till completion of processing and assessment with the insurance company