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Translation from Arabic

Telecom Egypt Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Interim Financial Statements
For The Nine Months Ended September 30, 2026
And Limited Review Report

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Condensed Consolidated Interim Financial Statements
For The Nine Months Ended September 30, 2026
And Limited Review Report

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KPMG

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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 September 30, 2026, condensed interim consolidated financial statements of Telecom Egypt Company "an Egyptian joint stock company" and its subsidiaries "the Group", which comprises:

- The condensed consolidated statement of financial position as of September 30, 2026;
- The condensed consolidated statements of profit or loss for the nine months and three months periods ended September 30, 2026;
- The condensed consolidated statements of comprehensive income for the nine months and three months periods ended September 30, 2026;
- The condensed consolidated statements of changes in equity for nine months period ended September 30, 2026;
- The condensed consolidated statements of cash flows for nine months period ended September 30, 2026;
- 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.

KPMG

Hazem Hassan

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Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements as at and for the nine months ended 30 September 2026 are not prepared, in all respects, in accordance with Egyptian Accounting Standard number (30) "Interim Financial Reporting"

Emphasis of Matter

Without qualifying our conclusion expressed above, we draw attention to the matter disclosed in Note (34-1) to the condensed interim consolidated financial statements regarding the partial fire that occurred in one of the equipment rooms at the Ramses Central building on July 7, 2025. This incident resulted in partial damage to certain fixed assets and caused a temporary disruption of some telecommunication services in certain areas.

During 2025, the parent company's management recognized capital losses amounting to EGP 1,483,568 thousand and received EGP 200,000 thousand from the insurance company as an interim payment pending the determination of the final compensation amount. As of the date of this report, the official investigations are still ongoing, and the final investigation report has not yet been issued. Accordingly, the ultimate financial impact of this incident remains subject to the outcome of these investigations.

KPMG Hazem Hassan
Public Accountants & Consultants

Cairo, November 12, 2026

KPMG Hazem Hassan
Public Accountants and Consultants
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(An Egyptian Joint Stock Company)

Condensed Consolidated Statement of Financial Position as of:

	Note No.	30/9/2026 L.E. (000)	31/12/2025 Reclassified L.E. (000)
Assets			
Non Current Assets			
Fixed assets and projects under construction	(13)	129 688 343	122 278 466
Intangible assets (licenses and frequencies)		16 652 648	18 066 436
Usufruct assets	(14)	9 219 508	9 175 973
Right of use assets (lease contracts)	(15-1)	1 195 191	1 111 056
Investments in equity accounted investees	(16)	36 821 026	30 738 330
Financial assets at FVOCI		112 828	112 828
Debtors and other debit balances	(19)	80 445	85 273
Deferred tax assets	(26-3)	4 549 703	5 176 125
Non Current Assets		**198 319 692**	**186 744 487**
Current Assets			
Inventories	(17)	6 195 767	7 389 186
Trade and notes receivables	(18)	20 612 097	18 233 545
Debtors and other debit balances	(19)	9 509 025	7 794 388
Financial assets at amortized cost (treasury bills)		-	2 584 576
Cash and cash equivalents	(20)	7 957 975	8 312 470
Current Assets		**44 274 864**	**44 314 165**
Total Assets		**242 594 556**	**231 058 652**
Equity			
Capital	(24)	17 070 716	17 070 716
Reserves	(25)	6 675 300	6 386 678
Retained earnings		57 125 481	38 489 540
Foreign entities translation reserve		1 843 196	1 700 113
Equity attributable to shareholders of the company		**82 714 693**	**63 647 047**
Non - controlling interest		**36 211**	**40 779**
Total Equity		**82 750 904**	**63 687 826**
Liabilities			
Non Current Liabilities			
Loans and credit facilities	(21)	26 364 641	35 325 509
Creditors and other credit balances	(22)	32 174 045	32 120 540
Lease obligations	(15-2)	800 741	731 962
Deferred tax liabilities	(26-3)	8 153 525	7 046 114
Non Current Liabilities		**67 492 952**	**75 224 125**
Current Liabilities			
Short term Loans and credit facilities	(21)	30 344 211	38 433 287
Creditors and other credit balances	(22)	52 148 100	45 606 004
Lease obligations	(15-2)	617 618	615 555
Credit balances to associates	(30-1)	4 657 308	4 543 996
Accrued income tax	(26-5)	2 175 338	1 154 155
Provisions	(23)	2 408 125	1 793 704
Current Liabilities		**92 350 700**	**92 146 701**
Total Liabilities		**159 843 652**	**167 370 826**
Total Equity and Liabilities		**242 594 556**	**231 058 652**

The accompanying notes on pages (6) to (26) 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

"Tamer Elmahdi"

Board of Directors approval

Limited Review Report "attached"

Chairman of The Board of Directors

"Lobna Hilal"

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Condensed Consolidated Statement of Profit or loss

	Note No.	For the nine months ended: 30/9/2026	For the nine months ended: 30/9/2025 Reclassified	For the three months ended: 30/9/2026	For the three months ended: 30/9/2025 Reclassified
		L.E.(000)	L.E.(000)	L.E.(000)	L.E.(000)
Operating revenues	(3)	93 568 185	78 323 636	34 153 901	27 734 754
Operating costs	(4)	(52 621 600)	(45 182 296)	(18 868 597)	(15 700 592)
Gross Profit		**40 946 585**	**33 141 340**	**15 285 304**	**12 034 162**
Other incomes	(5)	902 520	757 347	231 859	314 123
Selling and distribution expenses	(6)	(5 018 343)	(4 472 236)	(1 719 259)	(1 492 345)
General and administrative expenses	(7)	(7 188 127)	(6 076 244)	(2 370 535)	(2 172 138)
Other expenses	(8)	(750 930)	(1 721 109)	(255 171)	(1 462 916)
Expected credit loss		(189 656)	(694 141)	(227 828)	(156 935)
Operating profit		**28 702 049**	**20 934 957**	**10 944 370**	**7 063 951**
Finance income		634 964	1 615 722	146 249	1 012 860
Finance cost		(12 294 684)	(10 719 033)	(4 956 017)	(3 443 773)
Net finance cost	(9)	**(11 659 720)**	**(9 103 311)**	**(4 809 768)**	**(2 430 913)**
Share of profit of equity accounted investees after tax	(10)	**14 415 009**	**10 888 178**	**5 309 933**	**4 156 657**
Net profit for the period before income tax		**31 457 338**	**22 719 824**	**11 444 535**	**8 789 695**
Income tax	(26-1)	**(7 064 377)**	**(5 732 673)**	**(2 461 558)**	**(2 323 121)**
Net profit for the period		**24 392 961**	**16 987 151**	**8 982 977**	**6 466 574**
Attribute to:					
Net profit for the period for shareholders of the company		24 382 830	16 968 461	8 980 944	6 461 017
Non-controlling interest		10 131	18 690	2 033	5 557
Net profit for the period		**24 392 961**	**16 987 151**	**8 982 977**	**6 466 574**
Basic and diluted earning per share for the period (L.E. / Share)	(12)	**14.28**	**9.94**	**5.26**	**3.78**

The accompanying notes on pages (6) to (26) are an integral part of these Condensed Consolidated Interim Financial Statements.

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Condensed Consolidated Statement of Comprehensive Income

	Note No.	For the nine months ended : 30/9/2026 L.E.(000)	For the nine months ended : 30/9/2025 L.E.(000)	For the three months ended : 30/9/2026 L.E.(000)	For the three months ended : 30/9/2025 L.E.(000)
Net profit for the period after income tax		**24 392 961**	**16 987 151**	**8 982 977**	**6 466 574**
Other Comprehensive Income items :					
Translation differences of foreign entities		143 083	2 521	101 692	(88 946)
Income Tax on Translation difference of foreign currency balances	(26-2)	-	-	-	-
Total Comprehensive Income		**24 536 044**	**16 989 672**	**9 084 669**	**6 377 628**
Attributable to :					
Shareholders of the company		24 525 913	16 970 982	9 082 636	6 372 071
Non-controlling interest		10 131	18 690	2 033	5 557
Total Comprehensive Income		**24 536 044**	**16 989 672**	**9 084 669**	**6 377 628**

The accompanying notes on pages (6) to (26) are an integral part of these Condensed Consolidated Interim Financial Statements.

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Telecom Egypt Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Statement of Changes in Equity
For The Nine Months Ended September 30, 2026

	Capital	Legal reserve	Other reserves	Retained earnings	Foreign entities translation reserve	Total of equity attributable to shareholders of the company	Non-controlling interest	Total
	L.E.(000)	L.E.(000)	L.E.(000)	L.E.(000)	L.E.(000)	L.E.(000)	L.E.(000)	L.E.(000)
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	-	-	-	16 968 461	-	16 968 461	18 690	16 987 151
Translation differences of foreign entities	-	-	-	-	2 521	2 521	-	2 521
Total Comprehensive Income	-	-	-	**16 968 461**	**2 521**	**16 970 982**	**18 690**	**16 989 672**
Transferred to legal reserve	-	**144 912**	-	**(144 912)**	-	-	-	-
Transactions with shareholders								
Dividends for period 2024 (shareholders)	-	-	-	(2 560 607)	-	(2 560 607)	(5 614)	(2 566 221)
Dividends for period 2024 (Employees & Board of Directors)	-	-	-	(1 929 571)	-	(1 929 571)	(718)	(1 930 289)
Announced dividends for employees in associates	-	-	-	(274 527)	-	(274 527)	-	(274 527)
Impact of merge effect of companies within the group	-	-	-	(35 308)	-	(35 308)	-	(35 308)
Total transactions with shareholders	-	-	-	**(4 800 013)**	-	**(4 800 013)**	**(6 332)**	**(4 806 345)**
Balance as of September 30,2025	**17 070 716**	**3 537 460**	**2 855 145**	**32 913 227**	**1 708 733**	**58 085 281**	**36 037**	**58 121 318**
Balance as of January 1,2026	**17 070 716**	**3 537 460**	**2 849 218**	**38 489 540**	**1 700 113**	**63 647 047**	**40 779**	**63 687 826**
Comprehensive Income								
Net profit for the period	-	-	-	24 382 830	-	24 382 830	10 131	24 392 961
Translation differences of foreign entities	-	-	-	-	143 083	143 083	-	143 083
Total Comprehensive Income	-	-	-	**24 382 830**	**143 083**	**24 525 913**	**10 131**	**24 536 044**
Transferred to legal reserve	-	**288 622**	-	**(288 622)**	-	-	-	-
Transactions with shareholders:								
Dividends for period 2025 (shareholders)	-	-	-	(2 560 607)	-	(2 560 607)	(12 205)	(2 572 812)
Dividends for period 2025 (Employees & Board of Directors)	-	-	-	(2 181 567)	-	(2 181 567)	(2 494)	(2 184 061)
Announced dividends for employees in associates	-	-	-	(716 093)	-	(716 093)	-	(716 093)
Total transactions with shareholders	-	-	-	**(5 458 267)**	-	**(5 458 267)**	**(14 699)**	**(5 472 966)**
Balance as of September 30, 2026	**17 070 716**	**3 826 082**	**2 849 218**	**57 125 481**	**- 1 843 196**	**82 714 693**	**36 211**	**82 750 904**

The accompanying notes on page from (6) to (26) are an integral part of these Condensed Consolidated Interim Financial Statements.

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Telecom Egypt Company
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Condensed Consolidated Statement of Cash Flows

	Note No.	For the nine months ended: 30/9/2026 L.E. (000)	30/9/2025 L.E. (000)
Cash flows from operating activities:-			
Cash receipts from customers and notes receivables		95 702 592	78 446 745
Cash paid to suppliers		(19 230 463)	(21 570 967)
Cash paid for NTRA		(6 675 313)	(5 306 643)
Cash paid to Board of Directors		(60 045)	(54 400)
Cash paid to employees		(11 858 039)	(10 490 375)
Cash paid on behalf of employees to third party		(1 573 991)	(1 462 953)
Payments to Tax Authority - taxes other than income tax		(8 245 278)	(5 754 633)
Other proceeds / (payments)		736 962	(24 925)
Cash provided by operating activities		**48 796 425**	**33 781 849**
Interest paid		(6 601 782)	(10 022 500)
Payments to Tax Authority - income tax		(3 012 086)	(1 091 129)
Net cash provided by operating activities		**39 182 557**	**22 668 220**
Cash flows from investing activities:-			
Payments for purchase of fixed assets and projects under construction		(25 353 299)	(19 511 621)
Payments for purchase of intangible assets		(968 079)	(1 422 042)
Proceeds form sale of fixed assets		321	270
Payments for purchase of investments		(52 927)	–
Credit interest received		268 070	277 621
Cash profits dividends collected from investments in associates		6 915 725	2 231 549
Proceeds from financial assets at amortized cost - treasury bills		2 807 316	114 740
Net cash used in investing activities		**(16 382 873)**	**(18 309 483)**
Cash flows from financing activities:-			
Payments for loans		(10 705 549)	(9 993 920)
Proceeds from loans		–	19 534 500
Net payments for credit facilities		(9 787 603)	(11 585 224)
Payments of lease obligations	(15-2)	(583 956)	(537 939)
Payments of dividends to Shareholders		(2 560 607)	(2 560 607)
Payments of dividends to non-controlling interest		–	(5 614)
Net cash used in financing activities		**(23 637 715)**	**(5 148 804)**
Net change in cash and cash equivalents during the period		**(838 031)**	**(790 067)**
Translation differences of foreign entities		39 707	(15 287)
Cash and cash equivalents at the beginning of the period	(20)	7 684 542	7 565 330
Cash and cash equivalents at the end of the period	(20)	**6 886 218**	**6 759 976**

The accompanying notes on pages from (6) to (26) are an integral part of these Condensed Consolidated Interim Financial statements.

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(An Egyptian Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements
For The Nine Months Ended September 30, 2026

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 November 11, 2026.

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

2-1 Statement of compliance

-These Condensed consolidated Interim Financial Statements as of September 30, 2026 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, 2025 and this statements must be read with the financial statements for the company on the financial year in December 31, 2025.

-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.

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 interim statement of Financial Position, while expenses are analysed in condensed consolidated statement of profit or loss using a classification based on their function. The direct method has been used in preparing the condensed consolidated interim statement of cash flows.
- The financial statements have been prepared on a going concern basis.

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 assumptions 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 by the current purchase prices; however, the financial liabilities values are determined by 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 September 30, 2026 are the same as the accounting policies applied in the preparation of the annual consolidated financial statements as of December 31, 2025.and approved in February 26, 2026 These policies have been followed over all periods presented in these condensed consolidated interim financial statements as of September 30, 2026.

3- OPERATING REVENUES

By business units

	For the nine months ended :		For the three months ended :	
	30/9/2026	30/9/2025 Reclassified	30/9/2026	30/9/2025 Reclassified
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Home and personal communications	48 484 493	37 965 254	17 753 332	13 265 236
Enterprise	9 143 337	7 377 964	3 609 778	2 590 585
Domestic wholesale	8 908 907	7 891 188	2 852 176	2 841 231
International carrier	16 889 513	14 338 948	5 160 328	5 037 848
International cables and networks	10 141 935	10 750 282	4 778 287	3 999 854
	93 568 185	**78 323 636**	**34 153 901**	**27 734 754**

3-1 By timing of recognition

	For the nine months ended:		For the three months ended:	
	30/9/2026	30/9/2025 Reclassified	30/9/2026	30/9/2025 Reclassified
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Goods and services transferred over time	88 404 037	72 145 646	30 862 693	25 149 006
Goods and services transferred at a point in time	5 164 148	6 177 990	3 291 208	2 585 748
	93 568 185	**78 323 636**	**34 153 901**	**27 734 754**

3-2 By geographical location

	For the nine months ended:		For the three months ended:	
	30/9/2026	30/9/2025 Reclassified	30/9/2026	30/9/2025 Reclassified
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Local - within Egypt	66 536 737	53 234 406	24 215 287	18 697 052
Foreign - outside Egypt	27 031 448	25 089 230	9 938 614	9 037 702
	93 568 185	**78 323 636**	**34 153 901**	**27 734 754**

3-3 Contract balances

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
Trade receivables	20 260 918	17 911 716
Notes receivable	351 179	321 829
Total contract receivables	**20 612 097**	**18 233 545**
Advances from customers	2 364 406	2 019 724
Contract liabilities deferred income	10 966 721	6 724 899
Total contract liabilities	**13 331 127**	**8 744 623**
Contract Balances	**7 280 970**	**9 488 922**

Total operating revenues increased by an amount of L.E. 15 244 549 K mainly due to the increase in revenues of home and personal communications by an amount of L.E. 10 519 239 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. 2 550 565 K, Domestic wholesale revenues by an amount of L.E. 1 017 719 K and Enterprise revenues by an amount of L.E. 1 765 373 K, however the decrease in international cables and networks revenues by an amount of L.E. 608 347 K, led to the limitation of this increase.

* Reclassification was made to comparative figure as shown in note No. (33-2)

4- OPERATING COSTS

	For the nine months ended :		For the three months ended :	
	30/9/2026	30/9/2025 Reclassified	30/9/2026	30/9/2025 Reclassified
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Call cost	13 870 821	12 262 105	4 466 641	4 299 859
Depreciation and amortization	14 117 496	11 892 068	5 231 576	4 143 253
Salaries and wages	5 610 958	4 788 156	1 981 036	1 537 603
Company's social insurance contribution	461 322	416 961	151 137	138 134
Organizations services cost	4 248 164	4 184 850	1 408 766	1 486 707
Right of use (IRU) outside Egypt - leased circuits	2 144 857	1 396 488	1 235 692	453 071
Cost of merchandise available for sale	1 904 699	1 472 812	733 623	440 504
Fuel	1 384 711	1 355 347	568 296	530 633
Maintenance	1 082 450	1 067 930	390 680	376 700
Frequencies and licenses charges (NTRA)	4 779 375	3 927 028	1 654 398	1 380 283
Other operating cost	3 016 747	2 418 551	1 046 752	913 845
	52 621 600	**45 182 296**	**18 868 597**	**15 700 592**

Operating costs have increased by an amount of L.E. 7 439 304 K mainly due to the following: -

- The increase in Call cost by an amount of L.E. 1 608 716 K which is mainly due to the increase in cost of international connection fees by an amount of L.E. 1 210 506 K.
- The increase of the depreciation and amortization item by an amount of L.E 2 225 428 K due to the additions of the nine months and the current period.
- The increase in Salaries and wages item by an amount of L.E. 822 802 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. 852 347 K and organizations services cost item by an amount of L.E. 63 314 K.

* Reclassification was made to comparative figure as shown in note No. (33-2)

5- OTHER INCOMES

	For the nine months ended :		For the three months ended :	
	30/9/2026	30/9/2025	30/9/2026	30/9/2025
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Fines and earned delay interest	82 861	58 385	(39 446)	28 371
Non operating asset revenues	47 293	11 146	12 863	4 582
Sundry revenues	772 366	687 816	258 442	281 170
	902 520	**757 347**	**231 859**	**314 123**

The increase in other incomes by an amount of L.E 145 173 K is mainly due to the increase in sundry revenues item by an amount of L.E 84 550 K, and Non operating asset revenues by an amount of L.E 36 147 K.

6- SELLING AND DISTRIBUTING EXPENSES

	For the nine months ended :		For the three months ended :	
	30/9/2026	30/9/2025	30/9/2026	30/9/2025
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Salaries and wages	2 498 403	2182 455	845 821	727 511
Company's social insurance contribution	183 780	170 033	60 177	55 709
Advertising and marketing	1 075 236	1 011 074	386 654	318 661
Commissions of agents and collection contracts	899 894	790 693	320 817	271 998
Depreciation and amortization	69 714	77 144	23 938	28 376
Other selling and distributing expenses	291 316	240 837	81 852	90 090
	5 018 343	**4 472 236**	**1 719 259**	**1 492 345**

The increase in selling and distribution expenses by an amount of L.E 546 107 K is mainly due to the increase in Salaries and wages item by an amount of L.E 315 948 K which is mainly due to the annual increases during the period and agents' commissions and collection organizations by an amount of L.E. 109 201 K.

7- GENERAL AND ADMINISTRATIVE EXPENSES

	Note No	For the nine months ended :		For the three months ended :	
		30/9/2026	30/9/2025 Reclassified	30/9/2026	30/9/2025 Reclassified
		L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Salaries and wages		4 399 322	3 499 729	1 410 255	1 178 239
Company's social insurance contribution		278 281	239 334	93 605	78 688
The company's contribution in loyalty and belonging fund	(11)	187 500	187 500	62 500	62 500
Information technology industry development authority expense		265 347	225 091	93 554	79 115
Health insurance system solidarity contribution		298 762	254 024	109 095	90 282
Depreciation and amortization		211 804	142 255	76 371	47 417
Tax and duties		165 935	164 312	55 949	51 953
Organization services cost and consultants		945 886	744 677	318 818	290 979
Other general and administration expenses		435 290	619 322	150 388	292 965
		7 188 127	**6 076 244**	**2 370 535**	**2 172 138**

The increase in general and administrative expenses by an amount of L.E. 1 111 883 K is mainly due to the increase in Salaries and wages item by an amount of L.E. 899 593 K mainly due to the annual increases during the period and organization's services costs and consultants item by an amount of L.E. 201 209 K.

* Reclassification was made to comparative figure as shown in note No. (33-2)

8- OTHER EXPENSES

	Note No	For the nine months ended :		For the three months ended :	
		30/9/2026	30/9/2025	30/9/2026	30/9/2025
		L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Provisions	(23)	621 826	310 198	229 455	129 424
Capital losses		12 122	1 290 612	4 232	1 279 683
Donations		112 647	113 274	17 149	46 784
Other expenses		4 335	7 025	4 335	7 025
		750 930	**1 721 109**	**255 171**	**1 462 916**

The decrease in other expenses by an amount of L.E. 970 179 K is mainly due to the decrease in Capital losses item by an amount of L.E. 1 278 490 k, However the increase in Provisions item by an amount of L.E. 311 628 K led to the limitation of this decrease.

9- NET FINANCE COST

The increase in net finance costs by an amount of L.E 2 556 409 K during the period is mainly due to the increase of net loss of foreign currencies during the period by an amount of L.E. 5 749 685 K due to the exchange rate fluctuations during 2026, However the decrease in the debit interest item by an amount of L.E. 2 929 893 K, led to the limitation of this increase.

10- SHARE OF PROFIT OF EQUITY ACCOUNTED INVESTEES

	For the nine months ended :		For the three months ended :	
	30/9/2026	30/9/2025	30/9/2026	30/9/2025
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Vodafone Egypt telecomunications company	14 380 393	10 836 420	5 299 554	4 145 796
Egypt trust	31 574	46 398	10 038	10 861
New matrix for technology	3 042	5 360	341	-
	14 415 009	**10 888 178**	**5 309 933**	**4 156 657**

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

11- EMPLOYEES' BENEFITS (Parent company)

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 which is based on the employees' basic monthly 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 by adecision of the Board of Directors and the company had contributed by an amount of L.E. 187.5 M for the period ended in September 30, 2026 (against an amount of L.E.187.5 M for the same period of 2025) Note No.7.

12- BASIC AND DILUTED EARNING PER SHARE FOR THE PERIOD:

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

	For the nine months ended:		For the three months ended:	
	30/9/2026	30/9/2025	30/9/2026	30/9/2025
Share holder of the company :				
Net profit for the period	24 382 830	16 968 461	8 980 944	6 461 017
Net profit for the period (LE in thousand)	**24 382 830**	**16 968 461**	**8 980 944**	**6 461 017**
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)	**14.28**	**9.94**	**5.26**	**3.78**

13- FIXED ASSETS AND PROJECTS UNDER CONSTRUCTION

Description	30/9/2026 Cost	30/9/2025 Cost	30/9/2026 Accumulated depreciation and impairment	30/9/2025 Accumulated depreciation and impairment	30/9/2026 Net	30/9/2025 Net	31/12/2025 Net
	L.E.(000)	Reclassified L.E.(000)	L.E.(000)	Reclassified L.E.(000)	L.E.(000)	Reclassified L.E.(000)	Reclassified L.E.(000)
Land	2 454 402	2 409 952	-	-	2 454 402	2 409 952	2 409 900
Buildings & Infrastructure	85 836 887	72 826 554	32 055 598	28 696 723	53 781 289	44 129 831	48 983 924
Centrals & information technologies equipment	92 888 831	74 710 281	46 175 192	36 809 032	46 713 639	37 901 249	43 071 131
Vehicles	660 302	580 722	264 636	216 873	395 666	363 849	433 047
Furniture	1 697 995	1 614 382	1 200 769	1 051 190	497 226	563 192	485 177
Tools & supplies	432 105	350 960	265 551	240 409	166 554	110 551	131 893
Decoration & fixtures	283 271	276 661	239 584	226 478	43 687	50 183	49 031
Projects under construction	25 811 112	26 068 371	175 232	-	25 635 880	26 068 371	26 714 363
Total	**210 064 905**	**178 837 883**	**80 376 562**	**67 240 705**	**129 688 343**	**111 597 178**	**122 278 466**

- 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. 19 669 418 K, however the depreciation of the period by an amount of L.E. 12 216 006 K led to limitation of this increase.
- The cost of fixed assets as of September 30, 2026, includes an amount of L.E. 24 551 million fully depreciated fixed assets and still in use. (Against an amount of L.E. 19 646 million for the same period of 2025).

* Reclassification was made to comparative figure as shown in note No. (33-1)

14- USUFRUCT ASSETS

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
Cost		
Usufruct (projects)	3 319 892	3 158 479
Submarine cables (rights of way)	5 248 565	5 011 963
Land (possession-usufruct)	626 812	624 974
Licenses and programs	1 647	1 647
International circuits (right of use)	841 162	832 697
Projects under construction	2 384 199	2 451 273
	12 422 277	**12 081 033**
Less:		
Accumulated amortization	3 202 769	2 905 060
Net carrying amount of usufruct assets	**9 219 508**	**9 175 973**

- The increase in net carrying value of usufruct assets by an amount of L.E 43 535 K mainly due to the additions during the period by an amount of L.E 423 929 K, However the amortization of the period by an amount of L.E 328 230 K led to the limitiation of this increase.

- Usufruct assets cost includes at September 30, 2026 an amount of L.E 397 Million (against an amount of L.E. 397 Million for the same period of 2025) usufruct assets fully amortized and still in use in operating.

15- RIGHT OF USE ASSETS AND LIABILITIES (LEASE CONTRACTS)

15-1 Right of use assets (lease contracts)

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
Cost at beginning balance	3 201 698	2 992 107
Additions during the period / year	469 918	263 828
Disposals during the period / year	(6 854)	(79 240)
Translation differences of Foreign entities	24 033	25 003
Cost at ending balance	**3 688 795**	**3 201 698**
Accumulated amortization at beginning balance	2 090 642	1 657 404
Amortization for the period / year	390 536	445 007
Disposals during the period / year	(3 380)	(26 782)
Foreign entities translation differences	15 806	15 013
Accumulated amortization at ending balance	**2 493 604**	**2 090 642**
Net carrying amount for right of use assets	**1 195 191**	**1 111 056**

15-2 Lease Obligations

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

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
Beginning balance of Present value for lease Obligations	1 347 517	1 589 571
Additions	469 918	263 828
Disposals	(3 918)	(54 504)
Payments	(583 956)	(672 514)
Translation difference of foreign currency balances	12 344	(17 720)
Interest	168 580	219 914
Translation differences of Foreign entities	7 874	18 942
Net present value for lease obligations resulting from lease contracts	**1 418 359**	**1 347 517**

Classified as:

Current Lease obligations	**617 618**	**615 555**
Non Current Lease obligations	**800 741**	**731 962**

16- INVESTMENTS IN EQUITY ACCOUNTED INVESTEES

	30/9/2026		31/12/2025	
	Ownership %	Amount L.E. (000)	Ownership %	Amount L.E. (000)
- Vodafone Egypt Telecommunication company *	44.95	36 716 154	44.95	30 662 412
- Egypt Trust	35.71	94 014	35.71	62 440
- New matrix for technology	25.50	10 858	25.50	13 478
		36 821 026		**30 738 330**

- 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 September 30, 2026, 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 September 30, 2026 by using the consolidated financial statements of Vodafone Egypt for the financial year ended in March 31, 2026 which presents the 12 months from the 1st of April 2025 till March 31, 2026, deduct the movements of the period from April 1, 2025 till December 31, 2025 from the consolidated interim financial data of Vodafone Egypt as of December 31, 2025, adding the period from 1st of April 2026 till September 30, 2026 from the consolidated interim financial data of Vodafone Egypt as of September 30, 2026, to determine the share of financial period from January 1 to September 30, 2026 of business results of the associate company.

17- INVENTORIES

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
Spare parts	1 830 092	1 828 672
Material supplies, Merchandise for sale	4 354 463	5 542 229
Others	11 212	18 285
	6 195 767	**7 389 186**

The value of inventories was written down by L.E. 244 056 K (against LE 155 800 K as at December 31, 2025) for obsolete and slow-moving items directly from the cost of each type of related inventory related to.

18- TRADE AND NOTES RECEIVABLES

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
Trade Receivables - National	10 439 488	8 624 934
Trade Receivables - International	14 052 548	13 329 626
	24 492 036	**21 954 560**
Less:		
Expected credit loss	4 231 118	4 042 844
Add:		
Notes receivables	351 179	321 829
	20 612 097	**18 233 545**

Trade and notes receivable balance have increased by an amount of L.E. 2 378 552 K is mainly due to the increase in trade receivables – International Carrier by an amount of L.E. 1 067 728 K, trade receivables domestic wholesale by an amount of L.E 944 530 K, trade receivables – Enterprise by an amount of L.E. 641 110 K and trade receivables – Home and personal communications by an amount of L.E. 228 914 K, However the decrease in trade receivables – International cables and networks by an amount of L.E 344 806 K led to the limitation of this increase .

19- DEBTORS AND OTHER DEBIT BALANCES

	30/9/2026 L.E.(000)	31/12/2025 L.E.(000)
Suppliers – advanced payments	2 370 244	886 031
Deposits with other	359 192	364 114
Accrued revenues	479 111	560 228
Tax Authority - value added tax	206 469	915 915
Due from external collections agencies	658 775	521 646
Due from ministries, organizations and companies	2 392 442	1 938 423
Temporary debts due from employees	1 614 577	1 640 340
Prepaid expenses	268 537	187 787
Other debit balances	1 593 024	1 216 696
	9 942 371	**8 231 180**
Less:		
Expected Credit loss	352 901	351 519
	9 589 470	**7 879 661**
Balances due within more than one year:		
Prepaid expenses	80 445	85 273
Non current debtors and other debit balances	**80 445**	**85 273**
Current debtors and other debit balances	**9 509 025**	**7 794 388**
Total debtors and other debit balances	**9 589 470**	**7 879 661**

Debtors and other debit balances have increased by an amount of L.E. 1 709 809 K mainly due to the increase in suppliers-advanced payments item by an amount of L.E. 1 484 213 K and due from ministries, organizations and companies item by an amount of L.E. 454 019 K, However the decrease in Tax Authority – value added tax item by an amount of L.E. 709 446 K led to the limitation of this increase.

20- CASH AND CASH EQUIVALENTS

	Note No.	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)	30/9/2025 L.E. (000)
Banks - time deposits (less than 3 months)		2 769 832	2 621 288	2 741 193
Banks - current accounts		5 026 444	5 001 144	4 450 091
Cash on hand		18 185	3 691	16 496
Financial assets at amortized cost - Treasury bills (less than 3 months)		-	515 174	-
Money market funds (less than 3 months)		143 514	171 173	175 288
Cash and cash equivalents		**7 957 975**	**8 312 470**	**7 383 068**
Less:				
Restricted cash and cash equivalents	(28)	1 071 757	627 928	623 092
Cash and cash equivalents as per statement of cash flows		**6 886 218**	**7 684 542**	**6 759 976**

21- LOANS AND CREDIT FACILITIES

-The decrease in the balance of loans and credit facilities by an amount of L.E 17 049 944 K mainly resulted from fluctuations in foreign currency where loans and credit facilities with local and foreign currencies on September 30, 2026, amounted to L.E. 56 708 852 K (against LE 73 758 796 K at December 31, 2025) with an amount of L.E. 30 344 211 K due within a year.

22- CREDITORS AND OTHER CREDIT BALANCES

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
Suppliers and notes payables	13 059 436	11 481 486
Tax Authority (taxes other than income tax)	2 193 109	763 401
Deposits held for others	1 438 991	1 259 690
Assets creditors	33 448 658	35 349 198
Accrued expenses	3 316 342	2 737 443
Social insurance authority	201 989	153 558
Trade receivables - credit balances	2 364 406	2 019 724
Credit balances organizations and companies	1 411 261	1 012 094
Contract liabilities	20 471 954	15 814 665
National Telecommunication Regulatory Authority (NTRA)	4 269 345	5 332 553
Other credit balances	2 146 654	1 802 732
	84 322 145	**77 726 544**
balances due within more than one year:		
Assets creditors	21 682 447	22 768 788
Contract liabilities	10 491 598	9 351 752
Non current creditors and other credit balances	**32 174 045**	**32 120 540**
Current creditors and other credit balances	**52 148 100**	**45 606 004**
Total creditors and other credit balances	**84 322 145**	**77 726 544**

Creditors and other credit balances have increased by an amount of L.E 6 595 601 K mainly due to the increase in Contract Liabilities by an amount of L.E. 4 657 289 K,Suppliers and notes payable item by an amount of L.E. 1 577 950 K,Tax Authority (taxes other than income tax) by an amount of L.E 1 429 708 K, however the decrease of Assests creditors by an amount of L.E. 1 900 540 K, National Telecommunication regulatory authority (NTRA) by an amount of L.E. 1 063 208 K led to limitiation of this increase.

23- PROVISIONS

	Note No	30/9/2026 L.E.(000)	31/12/2025 L.E.(000)
Balance at the beginning of the period / year		1 793 704	1 310 573
Charged to statement of profit or loss for the period / year	(8)	621 826	656 964
Used during the period / year		(9 461)	(173 788)
Translation differences of foreign entities		2 056	(45)
Balance at the end of the period / year		**2 408 125**	**1 793 704**

24- 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.

25- RESERVES

	30/9/2026 L.E.(000)	31/12/2025 L.E.(000)
Legal reserve*	3 826 082	3 537 460
Other reserves	2 849 218	2 849 218
	6 675 300	**6 386 678**

* The balance of legal reserve has increased as a result of retaining an amount of L.E. 288 622 K from the profit of 2025 in accordance with the company's articles of association.

26- INCOME TAX

26-1 Items recognized in statement of profit or loss

	For the nine months ended:		For the three months ended:	
	30/9/2026 L.E. (000)	30/9/2025 L.E. (000)	30/9/2026 L.E. (000)	30/9/2025 L.E. (000)
Current income tax	(6 160 461)	(2 858 885)	(1 816 373)	(819 384)
Deferred tax	(903 916)	(2 873 788)	(645 185)	(1 503 737)
	(7 064 377)	**(5 732 673)**	**(2 461 558)**	**(2 323 121)**

* Reclassification was made to comparative figure as shown in note No. (33-2)

26-2 Items recognized in Statement of Comprehensive Income

	For the nine months ended :		For the three months ended :	
	30/9/2026 L.E. (000)	30/9/2025 L.E. (000)	30/9/2026 L.E. (000)	30/9/2025 L.E. (000)
Income tax expense	(829 917)	-	(302 756)	-
Deferred tax expense	829 917	-	302 756	-
	-	-	-	-

26-3 Recognized deferred tax assets and liabilities

	30/9/2026		31/12/2026	
	Assets L.E.(000)	(Liabilities) L.E.(000)	Assets Reclassified L.E.(000)	(Liabilities) Reclassified L.E.(000)
Total deferred tax asset /(liability)	4 549 703	(8 153 525)	5 176 125	(7 046 114)
Net deferred tax asset / (liability)	-	(3 603 822)	-	(1 869 989)
Deferred tax for the period\ year	-	(1 733 833)	-	(4 848 471)
Impact of Deferred tax charged to statement of profit or loss	-	(903 916)	-	(3 481 105)
Impact of deferred tax charged to statement of comprehensive income	-	(829 917)	-	(1 367 366)

26-4 Unrecognized deferred tax assets

	30/9/2026 L.E.(000)	31/12/2025 L.E.(000)
Unrecognized deferred tax assets	**1 080 142**	**1 082 886**

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.

26-5 Current income tax

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
Tax Authority- income tax	3 863 763	3 153 729
Less :		
Tax Authority- advanced payments	1 601 723	1 919 867
Tax Authority- adjustments on previous years	687	22 555
Tax Authority- debit balance	-	2 669
Tax Authority- withholding tax	86 015	54 483
	2 175 338	**1 154 155**

27- CAPITAL COMMITMENTS

The company's capital commitments for the unexecuted parts of contracts until September 30, 2026, amounted to L.E. 5 226 million (against L.E. 4 112 Million at the financial year ended December 31, 2025).

28- CONTINGENT LIABILITIES

In addition to the amounts included in the condensed consolidated statement of financial position, the company has the following contingent liabilities as at September 30, 2026:

	30/9/2026 L.E. (000)	31/12/2025 L.E. (000)
- Letters of guarantee issued by banks on behalf of the company*	4 324 260	3 900 101

*Letters of guarantee which were issued by banks on behalf of the company and for others on September 30,2026 including letters of guarantee issued in exchange for cash cover (restricted cash and equivalent) (Note No.20)

29- TAX POSITION (Telecom Egypt)

29-1 Corporate tax

- Tax inspection was performed for the years till December 31, 2018 and all due taxes and fines were settled for those years and Fines according to law No. 153 of 2022 were settled to avoied the fine which accrued for those years
- Tax inspection was performed for the years from January 1,2019 till December 31, 2023 and all due taxes and fines were settled for those years and Fines are being settled.
- Tax inspection for years 2024\2025 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.

29- 2 Value Added 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 the years from 2018 till 2023.
- Tax inspection for year 2024/2025 have not been done to date.
- 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.

29- 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 and Fines are being settled.
- Years from 2023 till 2025, 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.

29- 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 due differences.
- Tax inspection for years 2022 till 2025 have not been done to date.

29- 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 thise due dates.

30- RELATED PARTY TRANSACTIONS

30-1 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 profit or loss 30/9/2026	Transactions volume during the period stated in the statement of profit or loss 30/9/2025	Balance as of 30/9/2026 Debit (Credit)	Balance as of 31/12/2025 Debit (Credit)
	LE 000	LE 000	LE 000	LE 000	LE 000
Credit balances due from associates					
- Vodafone Egypt Telecommunications Company	Outgoing calls and voice services to the associate company	6 252 243	5 369 537		
				(4 657 308)	(4 543 996)
	Incoming and international calls, transmission & lease of company premises and towers to the associates company	5 853 130	4 461 594		
				(4 657 308)	**(4 543 996)**

30-2 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.

30-3 Transactions with the Board of directors

The Company's ordinary general assembly (parent company) decided to approve the disbursement of an amount of L.E 20 405 K to the members of the board of directors as a reward for the financial year ended in December 31, 2025, in addition to attending board sessions allowances (against L.E. 18 550 K as a reward for the financial year ended December 31, 2024).

31. 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 financial statement includes the subsidiary companies that it holds, from the date of acquisition till end date.
- Company's direct and indirect share in subsidiaries companies on September 30, 2026, which were included in the condensed consolidated financial statements is as follows:

Company name	Country of incorporation	Ownership interest 30/9/2026	Ownership interest 31/12/2025
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 %
TES for sport investment	Egypt	100.00 %	100.00 %
TE INFRACO LIMITED	UAE	100.00 %	100.00 %
WE HOST	UAE	100.00 %	100.00 %
RDH	Egypt	100.00 %	100.00 %
VCC India Private Limited**	India	100.00 %	-
Middle East Radio Communication (MERC)	Egypt	51.00 %	51.00 %

* Telecom Egypt has acquired shares in Centra for Electronic Industries (pursuant to the resolution of the Extraordinary General Assembly of Centra Technology held on April 16, 2026). The acquisition value was determined based on the book value per share as of December 31, 2025.

**Telecom Egypt Group, through one of its subsidiaries, acquired 100% of the shares of VCC India Private Limited for a total consideration of approximately USD 1.5 million.The Company has also determined the provisional accounting for the business combination arising from the acquisition of VCC India Private Limited as at June 15, 2026, pending the completion of the Purchase Price Allocation (PPA) study to determine the fair values of the identifiable assets acquired and liabilities assumed, including intangible assets, as at the acquisition date.Any adjustments relating to the provisional amounts recognized for the assets acquired and liabilities assumed shall be recognized in accordance with Egyptian Accounting Standard No. (29) "Business Combinations", during the measurement period, which shall not exceed one year from the acquisition date.

32 - Segment reporting

As of the group activity level, the group of company defined the main operating activity segments and its prepared according to service provided. The information presented after the elimination of inter-segment transaction. The main operating activities segments for the group represented as follows:

For the period ended 30/9/2026

Description	Communications, marine cables and infrastructure	Internet	Outsourcing	All other	Total
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Operating revenues	48 056 668	41 857 856	2 365 038	1 288 623	**93 568 185**
Operating costs	(30 647 595)	(19 280 706)	(1 579 669)	(1 113 630)	**(52 621 600)**
Gross profit	**17 409 073**	**22 577 150**	**785 369**	**174 993**	**40 946 585**
Credit interest	502 853	38 576	36 125	31 338	**608 892**
Debit interest and Finance cost	(7 566 922)	(11 404)	(39 683)	(1 718)	**(7 619 727)**
Depreciation and amortization	(9 710 867)	(4 414 019)	(258 712)	(15 416)	**(14 399 014)**
Share of profit of equity accounted investees after tax	14 411 967	-	-	3 042	**14 415 009**
Non cash items					
Expected credit Loss	6 866	(165 728)	(32 019)	1 225	**(189 656)**
Provisions	(607 023)	-	(8 578)	(6 225)	**(621 826)**
Total assets	**234 349 856**	**4 705 384**	**2 990 960**	**548 356**	**242 594 556**
Total liabilities	**141 943 394**	**12 244 501**	**1 530 099**	**4 125 658**	**159 843 652**

For the period ended 30/9/2025

Description	Communications, marine cables and infrastructure	Internet	Outsourcing	All other	Total
	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)	L.E. (000)
Operating revenues	42 217 688	32 954 323	2 445 733	705 892	**78 323 636**
Operating costs	(28 121 336)	(15 090 911)	(1 380 466)	(589 583)	**(45 182 296)**
Gross profit	**14 096 352**	**17 863 412**	**1 065 267**	**116 309**	**33 141 340**
Credit interest	417 702	39 839	38 804	31 427	**527 772**
Debit interest and Finance cost	(10 521 764)	(22 830)	(85 505)	(88 934)	**(10 719 033)**
Depreciation and amortization	(8 698 777)	(3 174 766)	(230 915)	(7 010)	**(12 111 468)**
Share of profit of equity accounted investees after tax	10 882 818	-	-	5 360	**10 888 178**
Non cash items					
Expected credit Loss	(409 982)	(300 769)	14 270	2 340	**(694 141)**
Provisions	(175 418)	(134 736)	-	(44)	**(310 198)**
Total assets	**189 762 104**	**12 049 287**	**3 442 984**	**1 471 245**	**206 725 620**
Total liabilities	**134 593 711**	**7 176 195**	**2 963 882**	**3 870 514**	**148 604 302**

33- COMPARATIVE FIGUERS

Following the decision of the Company's Board of Directors (parent company) on July 15, 2026, to proceed with the acquisition of the Regional Data Hub (RDH) company and to continue implementing its strategic plan to separate its data center services assets and operations into a wholly-owned (100%) subsidiary (Note 32-2), these operations are no longer classified as "discontinued operations" or "assets held for sale." Consequently, the Company has reclassified the comparative figures for certain items in the condensed consolidated statement of financial position and the condensed consolidated statement of profit or loss to conform with the current presentation and classification used in the condensed consolidated interim financial statements.

33-1 Effect on the condensed consolidated statement of financial position:

	31/12/2025 as previously reported Debit\ (Credit) LE(000)	Reclassification Debit\ (Credit) LE(000)	31/12/2025 Reclassified Debit\ (Credit) LE(000)
Fixed assets and projects under construcion	119 828 621	2 449 845	122 278 466
Deffered tax assets	-	5 176 125	5 176 125
Asset held for sale	2 449 845	(2 449 845)	-
Deffered tax liabilities	(1 869 989)	(5 176 125)	(7 046 114)

33-2 Effect on the condensed consolidated statement of profit or loss

	For the nine months ended 30/9/2025 as previuosly reported debit / (credit) L.E.(000)	Reclassification debit / (credit) L.E.(000)	For the nine months ended 30/9/2025 Reclassified debit / (credit) L.E.(000)	For the three months ended 30/9/2025 as previuosly reported debit / (credit) L.E.(000)	Reclassification debit / (credit) L.E.(000)	For the three months ended 30/9/2025 Reclassified debit / (credit) L.E.(000)
Operating revenues	78 062 765	260 871	78 323 636	27 364 338	100 416	27 464 754
Operating costs	(45 149 410)	(32 886)	(45 182 296)	(15 690 800)	(9 792)	(15 700 592)
General and administrative expenses	(6 075 338)	(906)	(6 076 244)	(2 171 654)	(484)	(2 172 138)
Income tax	(5 681 580)	(51 093)	(5 732 673)	(2 302 839)	(20 282)	(2 323 121)
Net profit for the period from discontinued operations	175 986	(175 986)	-	69 858	(69 858)	-

34- Significant events

Ramses Central Fire Accident

34-1 Ramses Central Fire Accident

On July 7, 2025, a fire broke out in an equipment room of the company's Ramses Central building (parent company), 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. Which led to disruption of telecommunications services in some areas.

The cost of the disposed assets amounted to L.E. 2 343 107 K and the capital losses amounted to L.E. 1 483 568 K, and an amount of L.E. 200 000 K was received from the compensation account by the company Insurance on year 2025 and The claim procedures for the remaining compensation are being completed in accordance with the available insurance coverage, pending the completion of the investigations.

34-2 Regional datacenter HUB (RDH)

On July 15, 2026, the Board of Directors of Telecom Egypt (parent company) decided not to proceed with the transaction previously approved on September 3, 2025. The transaction pertained to the preliminary approval of an offer submitted by an investor to acquire a 75% to 80% stake in a subsidiary that will own the Regional Data Center Hub (RDH).

The Company confirms its ongoing commitment to executing its strategic plan to carve out the data center services assets and operations into a wholly-owned (100%) subsidiary, as part of establishing a specialized entity dedicated entirely to this business activity.