

**TELECOM EGYPT COMPANY
AND ITS SUBSIDIARIES**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS PREPARED
IN ACCORDANCE WITH IFRS ACCOUNTING
STANDARDS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

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Report on Review of the Interim Condensed Consolidated Financial Statements To the Shareholders of Telecom Egypt Company

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Telecom Egypt Company (the “Company”) and its subsidiaries (collectively referred to as the “Group”), comprising the interim consolidated statement of financial position as at September 30, 2025, and the related interim consolidated statements of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, and the related statements of changes in equity and cash flows for the nine-month period then ended, and explanatory notes.

Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”. A review of interim condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

Investment in associate (Vodafone Egypt Telecommunications Company S.A.E.)

As disclosed in Note 5 to the interim condensed consolidated financial statements, the Group’s investment in Vodafone Egypt Telecommunications Company S.A.E. (the “Associate”) is carried at EGP 18,461,379 thousand in the consolidated statement of financial position as at December 31, 2024, EGP 16,322,411 thousand and EGP 26,531,324 as at September 30, 2024 and September 30, 2025, respectively. The Group’s share of profit of the Associate of EGP 4,910,323 thousand and EGP 10,547,419 thousand is also included in the net profit or loss for the nine-month period ended September 30, 2024 and September 30, 2025, respectively, which was accounted for using the equity method in accordance with International Accounting Standard 28 *Investments in Associates and Joint Ventures* (“IAS 28”). We were not granted access to the Associate, and accordingly, we were unable to perform any related review procedures. Consequently, we were not able to identify, if any, adjustments related to the share of results of the Associate were necessary to be made in the interim consolidated statement of profit or loss and other comprehensive income and the related investment in associate included in the interim consolidated statement of financial position. Given the consolidated statement of profit or loss and other comprehensive income included the share of profit from such associate, therefore, our review report for September 30, 2024 and audit report on the consolidated financial statements of the Group for the year ended December 31, 2024 was also modified in respect of this matter.



Report on Review of the Interim Condensed Consolidated Financial Statements (continued)

To the Shareholders of Telecom Egypt Company (continued)

Qualified Conclusion

Based on our review, with the exception of the matter referred to in the *Basis for Qualified Conclusion* section of our report, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Emphasis of Matter – Fire Incident at Ramses Central Building

We draw attention to Note 17 to the interim condensed consolidated financial statements, which states that on July 7, 2025, a fire occurred in the equipment room of the Group's Ramses Central building, resulting in partial damage to the Group's property and equipment, and inventories. Management has determined that the net carrying amount of the damaged assets, amounting to EGP 1,483,568 thousand, and has written off the amount in profit or loss.

Additionally, the Group has received EGP 200 million, which management has represented as an initial insurance compensation. Procedures to claim the remaining compensation are ongoing, pending the completion of official investigations. As of the date of our report, these investigations remain in progress. Accordingly, any potential impact on the Group's interim condensed consolidated financial statements will be determined upon their conclusion.

Our conclusion is not modified in respect of this matter.

Other Matter

The Group has also prepared interim condensed consolidated financial statements as at and for the nine-month period ended September 30, 2025 in accordance with Egyptian Accounting Standards, which was reviewed by another auditor who expressed an unmodified conclusion on those financial statements on November 13, 2025.

GRANT THORNTON UAE

GRANT THORNTON



Dr. Osama El-Bakry
Registration No. 935
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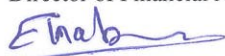
February 11, 2026

Telecom Egypt Company and its subsidiaries
Interim consolidated statement of financial position
As at September 30, 2025

(Amounts in thousands of Egyptian Pound)	Notes	September 30, 2025 (Unaudited)	December 31, 2024 Restated (Audited)
ASSETS			
Non-current assets			
Property and equipment	3	100,719,702	94,301,693
Right-of-use-assets		1,103,444	1,240,587
Intangible assets	4	24,574,161	24,528,028
Investments in associates	5	26,653,166	18,534,279
Financial assets at FVOCI		120,476	120,476
Trade and other receivables	6	89,541	107,262
Total non-current assets		153,260,490	138,832,325
Current assets			
Inventories		6,819,976	8,106,567
Trade and other receivables	6	24,626,510	24,131,248
Current income tax		-	740,252
Cash and bank balances	8	7,383,068	8,279,240
		38,829,554	41,257,307
Assets held-for-sale	18	1,733,305	-
		40,562,859	41,257,307
TOTAL ASSETS		193,823,349	180,089,632
EQUITY AND LIABILITIES			
Equity			
Share capital		17,070,716	17,070,716
Reserves		8,218,770	7,918,668
Retained earnings		15,821,042	1,754,407
Equity attributable to Owners of the Parent		41,110,528	26,743,791
Non-controlling interests		34,277	22,155
Total equity		41,144,805	26,765,946
Non-current liabilities			
Loans and borrowings	10	39,327,489	38,411,459
Lease liabilities		854,647	1,050,411
Trade payables	11	17,392,725	16,181,381
Deferred income	12	8,684,672	6,850,092
Deferred tax liabilities		4,071,279	1,197,491
Total non-current liabilities		70,330,812	63,690,834
Current liabilities			
Loans and borrowings	10	37,093,705	42,314,808
Lease liabilities		494,192	483,041
Trade and other payables	11	33,965,812	38,173,992
Deferred income	12	6,540,457	4,881,781
Amount due to an associate	7	2,540,711	2,468,657
Provision for income tax		142,021	-
Provisions		1,570,834	1,310,573
Total current liabilities		82,347,732	89,632,852
Total liabilities		152,678,544	153,323,686
TOTAL EQUITY AND LIABILITIES		193,823,349	180,089,632

The attached notes on pages from 7 to 20 from an integral part of these interim condensed consolidated financial statements.

Ehab Abdo
 Director of Financial Affairs

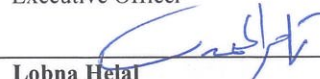


Board of Directors' approval

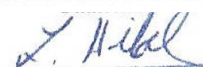
Wael Hanafy
 Chief Financial Officer



Tamer Elmahdi
 Managing Director and Chief
 Executive Officer



Lobna Helal
 Chair of the Board of Directors



Telecom Egypt Company and its subsidiaries
Interim consolidated statement of profit or loss and other comprehensive income
For the period ended September 30, 2025

(Amounts in thousands of Egyptian Pound)	Notes	Nine-month period ended September 30,		Three-month period ended September 30,	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Continued operations					
Revenue	13	78,062,765	58,155,568	27,634,337	20,405,937
Cost of revenue	14	(44,080,021)	(35,389,982)	(15,285,172)	(12,694,493)
Gross profit		33,982,744	22,765,586	12,349,165	7,711,444
Selling and marketing expenses	15	(4,752,295)	(4,358,900)	(1,576,321)	(1,416,328)
Administrative expenses	16	(6,569,238)	(5,743,397)	(2,322,817)	(2,086,060)
Allowance for expected credit losses on trade receivables		(694,141)	(479,984)	(155,166)	(28,469)
Other operating income		757,347	503,191	314,123	200,830
Other operating expenses	17	(2,598,902)	(7,638,814)	(1,795,598)	(1,016,226)
Operating profit		20,125,515	5,047,682	6,813,386	3,365,191
Finance income		2,793,692	462,607	1,467,486	136,452
Finance costs		(10,734,746)	(25,250,944)	(3,447,647)	(3,404,720)
Net finance costs		(7,941,054)	(24,788,337)	(1,980,161)	(3,268,268)
Other non-operating (expense)/income, net		(300,177)	1,695,725	(121,944)	101,747
Share of profit of associates - net of tax		10,599,177	4,936,551	3,987,661	2,229,123
PROFIT/(LOSS) BEFORE INCOME TAX		22,483,461	(13,108,379)	8,698,942	2,427,793
Income tax (expense)/credit		(5,681,580)	449,010	(2,302,839)	(189,713)
NET PROFIT/(LOSS) FOR THE PERIOD FROM CONTINUED OPERATIONS		16,801,881	(12,659,369)	6,396,103	2,238,080
Discontinued operations					
Profit for the period after tax	18	175,986	180,116	69,858	44,794
Net profit/(loss) for the period		16,977,867	(12,479,253)	6,465,961	2,282,874
Other comprehensive income/(loss)					
<i>Item that may be re-classified to profit or loss in subsequent periods</i>					
Exchange differences on translation of foreign operations		2,521	865,693	(88,946)	77,068
Total other comprehensive income/(loss)		2,521	865,693	(88,946)	77,068
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD		16,980,388	(11,613,560)	6,377,015	2,359,942
Net profit/(loss) attributable to:					
Owners of the Parent		16,960,131	(12,487,539)	6,461,040	2,277,817
Non-controlling interests		17,736	8,286	4,921	5,057
Net profit/(loss) for the period		16,977,867	(12,479,253)	6,465,961	2,282,874
Total comprehensive income/(loss) attributable to:					
Owners of the Parent		16,962,652	(11,621,846)	6,372,094	2,356,834
Non-controlling interests		17,736	8,286	4,921	3,108
Total comprehensive income/(loss) for the period		16,980,388	(11,613,560)	6,377,015	2,359,942
Basic and diluted earnings/(loss) per share:					
From continuing operations (EGP)		9.84	(7.42)	3.75	1.31
From discontinued operations (EGP)		0.10	0.11	0.04	0.03
Basic and diluted earnings/(loss) per share (EGP)	19	9.94	(7.31)	3.79	1.34

The attached notes on pages from 7 to 20 from an integral part of these interim condensed consolidated financial statements.

Telecom Egypt Company and its subsidiaries
Interim consolidated statement of changes in equity
For the period ended September 30, 2025

(Amounts in thousands of Egyptian Pound)

	Total equity attributable to Owners of the Company						Non-controlling interests	Total equity
	Share capital	Legal reserve	Foreign currency translation reserve	Other reserve	Retained earnings	Total		
Balances as at January 1, 2024 (audited)	17,070,716	3,258,135	707,362	2,754,179	16,857,463	40,647,855	16,439	40,664,294
Net loss for the period	-	-	-	-	(12,487,539)	(12,487,539)	8,286	(12,479,253)
Other comprehensive income	-	-	865,693	-	-	865,693	-	865,693
Total comprehensive loss for the period	-	-	865,693	-	(12,487,539)	(11,621,846)	8,286	(11,613,560)
Transfer to legal reserve	-	294,195	-	-	(294,195)	-	-	-
Dividends (Note 9)	-	-	-	-	(2,560,607)	(2,560,607)	(5,646)	(2,566,253)
Balance as at September 30, 2024 (unaudited)	17,070,716	3,552,330	1,573,055	2,754,179	1,515,122	26,465,402	19,079	26,484,481
Balance as at January 1, 2025 (audited)	17,070,716	3,397,336	1,706,212	2,815,120	1,754,407	26,743,791	22,155	26,765,946
Net profit for the period	-	-	-	-	16,960,131	16,960,131	17,736	16,977,867
Other comprehensive income	-	-	2,521	-	-	2,521	-	2,521
Total comprehensive income for the period	-	-	2,521	-	16,960,131	16,962,652	17,736	16,980,388
Transfer to legal reserve	-	297,581	-	-	(297,581)	-	-	-
Dividends (Note 9)	-	-	-	-	(2,560,607)	(2,560,607)	(5,614)	(2,566,221)
Other adjustments	-	-	-	-	(35,308)	(35,308)	-	(35,308)
Balance as at September 30, 2025 (unaudited)	17,070,716	3,694,917	1,708,733	2,815,120	15,821,042	41,110,528	34,277	41,144,805

The attached notes on pages from 7 to 20 from an integral part of these interim condensed consolidated financial statements.

Telecom Egypt Company and its subsidiaries
Interim consolidated statement of cash flows
For the period ended September 30, 2025

(Amounts in thousands of Egyptian Pound)		Nine-month period ended September 30, 2025 (Unaudited)	Nine-month period ended September 30, 2024 (Unaudited)
	Notes		
Operating activities			
Profit/(loss) for the period before tax		22,710,540	(12,875,971)
<i>Adjustments for:</i>			
Depreciation of property and equipment	3	8,782,298	7,686,511
Depreciation of right-of-use assets		319,635	284,980
Amortisation of intangible assets	4	1,327,193	1,362,543
Share of profit of associates - net of tax		(10,599,177)	(4,936,551)
Allowance for expected credit losses on trade receivables		694,141	479,984
Provision/(reversal) for slow moving inventories		13,121	(120)
Provisions made during the period		328,048	143,578
Loss on disposal of property and equipment		1,290,612	-
Net foreign exchange differences		683,424	278,202
Dividend income		(13,222)	(16,523)
Finance costs		10,734,746	25,250,944
Finance income		(2,793,692)	(462,607)
		33,477,667	17,194,970
<i>Working capital changes:</i>			
Trade and other receivables		102,424	(6,734,124)
Inventories		1,273,470	(2,323,289)
Trade and other payables		(4,660,053)	8,969,867
Provisions		(67,787)	(426,777)
Amount due to an associate		72,054	255,658
Deferred income		3,493,256	5,669,741
Restricted bank balances		90,818	(153,087)
Cash from operations		33,781,849	22,452,959
Income tax paid		(1,091,129)	(411,764)
Net cash flows from operating activities		32,690,720	22,041,195
Investing activities			
Purchase of property and equipment		(19,511,621)	(23,923,123)
Purchase of intangible assets		(1,422,042)	(6,186,350)
Proceeds from disposal of property and equipment and intangible assets		270	113
Proceeds from disposal of treasury bills with initial maturity of more than 3 months		114,740	70,679
Interest received		277,621	261,543
Additional investment in an associate		-	(3,750)
Dividend received from an associate		2,231,549	3,129,320
Net cash flows used in investing activities		(18,309,483)	(26,651,568)
Financing activities			
Proceeds from loans and borrowings		19,534,500	16,919,448
Repayment of loans and borrowings		(21,579,144)	(3,659,158)
Interest paid		(10,022,500)	(7,022,182)
Payments of lease liabilities		(537,939)	(385,537)
Dividends paid to owners of the Parent		(2,560,607)	(2,560,607)
Dividends paid to non-controlling interests		(5,614)	(5,646)
Net cash flows (used in)/from financing activities		(15,171,304)	3,286,318
Net change in cash and cash equivalents		(790,067)	(1,324,055)
Cash and cash equivalents at January 1,		7,565,330	10,442,683
Net foreign exchange difference		(15,287)	248,237
Cash and cash equivalents at September 30,	8	6,759,976	9,366,865

The attached notes on pages from 7 to 20 from an integral part of these interim condensed consolidated financial statements.

Telecom Egypt Company and its subsidiaries

Notes to the interim condensed consolidated financial statements

For the period ended September 30, 2025

(Amounts in thousands of Egyptian Pound)

1 General Information

Telecom Egypt Company (the “Company” or the “Parent”) 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 and is registered in the Commercial Register under number 3930, Cairo, Egypt.

The registered office of the Company is 26 Ramses Street, Cairo, Egypt.

As at September 30, 2025, 70% of the Company’s shares are held by the Government of Egypt (2024: 70%) and the remaining 30% are listed on the Egypt Stock Exchange (“Egyptian Exchange”) (2024: 30%). In addition, the Company’s global depositary receipts are listed on the London Stock Exchange (each consisting of five ordinary shares).

The main business operations of the Company in accordance with its trade license include the following:

- Owning, setting up, operating, maintaining and developing telecommunication networks and infrastructure necessary for communication services for the purpose of using, managing, and leasing them to others as part of the Company’s operations.
- Providing, managing, and leasing to others voice, video and data transmission telecommunication as part of the Company’s operations.
- Participating and contributing to global communication systems, such as submarine cables and satellites, and obtaining capacities or circuits for using, managing and leasing them to others as part of the Company’s operations.
- Dealing, contracting and participating with authorities, agencies, companies, organisations or any other entity exercising activities similar or identical to those of the Company or assists the Company to achieve its purpose either in the Arab Republic of Egypt or abroad.
- Managing, selling, leasing, purchasing, possessing, and trading in any property and rights to or benefit in any property, including property that could be acquired or owned by the Company.
- Selling, purchasing and distributing fixed line sets, mobile phones and computers, and their peripherals, accessories and supplies, and complementary devices and necessary spare parts and providing related maintenance works.
- Setting up voice, video and written data transmission networks and providing value-added, content, marketing, electronic signature, and online money transfer services.
- Engaging in real estate investment for serving the Company’s purpose and executing its projects.

The interim condensed consolidated financial statements of the Group for the nine-month period ended September 30, 2025 comprise the financial statements of the Company and its subsidiaries (together referred to as the “Group”). The Group also holds interests in associates. Information on the Group’s structure is provided in the annual consolidated financial statements of the Group as at and for the year ended December 31, 2024, which remains unchanged.

The Group has also prepared interim condensed consolidated financial statements in accordance with Egyptian Accounting Standards for the nine-month period ended September 30, 2025, which do not constitute part of these interim condensed consolidated financial statements and were issued on November 12, 2025 and published on the Egyptian Exchange.

Telecom Egypt Company and its subsidiaries
Notes to the interim condensed consolidated financial statements (continued)
For the period ended September 30, 2025

(Amounts in thousands of Egyptian Pound)

2 Statement of compliance and material accounting policies

a) Basis of preparation

The interim condensed consolidated financial statements for the nine-month period ended September 30, 2025 have been prepared in accordance with International Accounting Standard 34: *Interim Financial Reporting* (IAS 34) as issued by the International Accounting Standard Board.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at December 31, 2024.

In addition, the results for the nine-month period ended September 30, 2025 are not necessarily indicative of the results that may be expected for the financial year ended December 31, 2025.

The interim condensed consolidated financial statements have been prepared in accordance with the accounting policies adopted in the Group's most recent annual financial statements for the year ended December 31, 2024.

b) Functional and presentation currency

The interim condensed consolidated financial statements are presented in Egyptian Pounds ("EGP"), which is also the Company's functional currency. All values are rounded to the nearest thousand (EGP "000"), unless otherwise indicated.

c) Significant accounting estimates and judgments

The preparation of the interim condensed consolidated financial statements in conformity with IAS 34, requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the preparation of the consolidated financial statements of the Group as at and for the year ended December 31, 2024. The Group accounting policy in relation to discontinued operation is as follows:

Disposal Groups and Discontinued Operations

Disposal groups are classified as held-for-sale when their carrying amounts are expected to be recovered principally through a sale rather than continued use. They are measured at the lower of carrying amount and fair value less costs to sell, which include only directly attributable incremental disposal costs.

Classification as held-for-sale requires that the sale is highly probable, the disposal group is available for immediate sale in its present condition, and management is committed to completing the sale within one year. Property and equipment and intangible assets within a disposal group are not depreciated or amortised after classification.

Assets and liabilities of disposal groups held-for-sale are presented separately as current items. Results of discontinued operations are shown separately as a single amount representing profit or loss after tax. Additional information is provided in Note 18.

Telecom Egypt Company and its subsidiaries
Notes to the interim condensed consolidated financial statements (continued)
For the period ended September 30, 2025

(Amounts in thousands of Egyptian Pound)

2 Statement of compliance and material accounting policies (continued)

d) Basis of measurement

These interim condensed consolidated financial statements have been prepared under the historical cost convention except for financial assets at fair value through other comprehensive income, which are measured at fair value.

e) New Standards, Interpretations and Amendments adopted as at January 1, 2025

The Group applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2025 (unless otherwise stated). The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Lack of exchangeability – Amendments to IAS 21

For annual reporting periods beginning on or after January 1, 2025, *Lack of Exchangeability – Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates* specifies how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows. The Group's management assessed that the amendments did not have any impact on the Group's consolidated financial statements.

f) Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements of the Group as at and for the year ended December 31, 2024.

3 Property and equipment

During the period ended September 30, 2025, the Group acquired property and equipment amounting to EGP 18,248,345 (2024: EGP 19,293,365).

Depreciation charge on property and equipment for the period ended September 30, 2025 amounted to EGP 8,782,298 (2024: EGP 7,686,511).

Certain property and equipment were written off and accordingly, an amount of EGP 1,156,059 thousand was charged to the interim consolidated statements of profit and loss and other comprehensive income (Note 17).

4 Intangible assets

During the period ended September 30, 2025, the Group acquired intangible assets amounting to EGP 1,472,023 (2024: EGP 5,974,038).

Amortisation charge on intangible assets for the period ended September 30, 2025 amounted to EGP 1,327,193 (2024: EGP 1,362,543).

Telecom Egypt Company and its subsidiaries
Notes to the interim condensed consolidated financial statements (continued)
For the period ended September 30, 2025

(Amounts in thousands of Egyptian Pound)

5 Investments in associates

The Group has the following investments in associates:

	Ownership		Carrying amount	
	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Vodafone Egypt Telecommunication Company S.A.E	44.95%	44.95%	26,531,324	18,461,379
Egypt Trust	35.71%	35.71%	115,224	67,900
New matrix for technology	25.50%	25.50%	6,618	5,000
Wataneya for Telecommunication*	50.00%	50.00%	-	-
			26,653,166	18,534,279

*Investment in Wataneya for Telecommunication amounting to EGP 0.125 million was fully reduced against the Group's share in the losses of the associates.

Vodafone Egypt Telecommunications Company S.A.E.

The investment in Vodafone Egypt represents the ownership of 107,869,799 shares as at September 30, 2025 and December 31, 2024. The movement in the investment for the period is as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
As at January 1,	18,461,379	14,884,411
Share of profit and total comprehensive income	10,547,419	7,049,291
Dividends	(2,477,474)	(3,472,323)
	26,531,324	18,461,379

Vodafone Egypt Telecommunications Company S.A.E. is engaged in the telecommunication and related activities in Egypt and is a subsidiary of Vodafone Group PLC listed on London stock Exchange.

6 Trade and other receivables

	September 30, 2025 (Unaudited)	December 31, 2024 Restated (Audited)
Trade receivables – foreign, net	9,277,001	10,972,402
Trade receivables – local, net	5,934,665	5,670,230
Notes receivable	469,694	404,871
Trade and notes receivable, net	15,681,360	17,047,503
Due from ministries, organisations, companies	2,229,859	1,400,200
Value added taxes	2,014,188	1,502,445
Advance payments to suppliers	1,674,609	1,526,384
Deposits with others	372,869	350,355
Other receivables	2,743,166	2,411,623
Other receivables	9,034,691	7,191,007
	24,716,051	24,238,510

Telecom Egypt Company and its subsidiaries
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6 Trade and other receivables (continued)

Non-current (Advance payments to suppliers)	89,541	107,262
Current	24,626,510	24,131,248
	24,716,051	24,238,510

7 Related parties

Identity of related parties

The Group's related parties include its associates, mainly Vodafone Egypt Telecommunications Company S.A.E, the Government of Egypt, and key management personnel.

Transactions and balances with Vodafone Egypt Telecommunications Company S.A.E.

During the period ended September 30, 2025, the Group incurred cost of revenue of EGP 5,369 million (2024: EGP 3,993 million) in relation to receipt of telecommunications and related services from the associate. The Group earned revenue of EGP 4,462 million from telecommunication and related services provided to the associate during the period ended September 30, 2025 (2024: EGP 4,056 million).

The balance due to Vodafone Egypt Telecommunications Company S.A.E. at September 30, 2025 amounts to EGP 2,541 million (2024: EGP 2,469 million).

The related party balance is unsecured, and settlement occurs in cash. There are no guarantees given or received for such balance. Transactions with the associate are made on terms agreed between the Group and the associate based on contractual agreements.

Dividends received from the associate is disclosed in Note 5.

Transactions and balances with the Government of Egypt

As disclosed in Note 1, the Company is 70% owned by the Government of Egypt (2024: 70%). The Group, in the normal course of business, provides goods and services to Governmental bodies and earns revenue from such transactions. Other transactions and balances with the Governmental bodies, including but not limited to those related to taxes, are disclosed in the relevant notes in these interim condensed consolidated financial statements.

Key management compensation

During the nine-month periods ended September 30, 2025 and 2024, the Group incurred salaries, allowances and other benefits to its key management personal, and included these expenses within salaries and wages in the interim consolidated statement of profit or loss and other comprehensive income.

8 Cash and cash equivalents

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Bank balances - current accounts	4,450,091	5,687,977
Bank balances - time deposits	2,741,193	2,440,390
Money market funds	175,288	144,522
Cash in hand	16,496	6,351
Cash and cash balances	7,383,068	8,279,240
Less: restricted bank balances*	(623,092)	(713,910)
Cash and cash equivalents	6,759,976	7,565,330

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8 Cash and cash equivalents (continued)

Treasury bills, time deposits and money market funds have an initial maturity of less than 3 months and carry interest rates as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
EGP	4.5% to 22.55%	4.5% to 25.4%
USD	SOFR plus 1 %	SOFR plus (1.5 to 2.0%)

*Restricted bank balances are withheld with the Group's bankers under the specific instructions of multiple government departments and agencies, against claimed taxes, duties, fees and other charges payable by the Group in the normal course of business. These bank balances would be released for subsequent use after settlement of the respective outstanding dues by the Group.

9 Dividends

On March 25, 2025, the General Assembly approved the distribution of dividends of EGP 1.5 per share amounting to EGP 2,560,607 thousand (2024: EGP 1.5 per share amounting to EGP 2,560,607 thousand).

10 Loans and borrowings

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Non-current liabilities		
Foreign loans	23,579,289	28,151,518
Local loans and facilities – local currencies	15,748,200	10,259,941
	39,327,489	38,411,459
Current liabilities		
Local facilities – local currencies	21,565,728	26,016,818
Foreign loans	11,057,213	11,031,819
Local loans – local currencies	2,251,800	-
Local facilities – foreign currencies	2,214,521	5,261,988
Supplier facilities	4,443	4,183
	37,093,705	42,314,808

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11 Trade and other payables

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Trade payables	36,295,417	39,699,582
Notes payable	19,990	52,322
Trade and notes payables	36,315,407	39,751,904
Due to National Telecommunication Regulatory Authority (NTRA)	3,964,481	3,901,165
Other taxes payable	2,242,554	1,364,322
Accrued expenses	2,055,154	3,052,100
Advances from customers	1,870,011	1,552,758
Deposits from others	1,152,909	1,079,078
Other payables	3,758,021	3,654,046
Total other payables	15,043,130	14,603,469
Total trade and other payables	51,358,537	54,355,373
Non-current portion (trade payables)	17,392,725	16,181,381
Current portion	33,965,812	38,173,992
Total trade and other payables	51,358,537	54,355,373

12 Deferred income

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Complementary access customers	8,383,305	6,523,487
Operating services and maintenance	2,119,776	1,942,877
Transmission services	2,034,627	746,924
Internet and telecommunications services	1,448,286	1,349,434
Mobile services	1,198,223	1,128,239
Customers compensations	40,912	40,912
Total deferred income	15,225,129	11,731,873
Non-current portion	8,684,672	6,850,092
Current portion	6,540,457	4,881,781
Total deferred income	15,225,129	11,731,873

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13 Revenue

13.1 Disaggregated revenue information

i. By geographical location:

	Nine-month period ended September 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Local - within Egypt	53,126,949	38,950,239
Foreign - outside Egypt	24,935,816	19,205,329
	78,062,765	58,155,568

ii. By product line:

	Nine-month period ended September 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Home and personal communications	37,965,254	26,262,823
International carrier	14,338,948	10,026,521
International cables and networks	10,596,868	9,178,808
Enterprise	7,279,649	6,352,220
Domestic wholesale	7,882,046	6,335,196
	78,062,765	58,155,568

iii. By timing of recognition:

	Nine-month period ended September 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Goods and services transferred at a point in time	30,706,843	23,764,469
Goods and services transferred over time	47,355,922	34,391,099
	78,062,765	58,155,568

13.2 Contract balances

	September 30, 2025	December 31, 2024
	(Unaudited)	(Unaudited)
Trade receivables (Note 6)	15,211,666	2,180,487
Notes receivable (Note 6)	469,694	11,322,051
Total contract receivables	15,681,360	13,502,538
Advances from customers (Note 12)	1,870,011	14,783,261
Deferred income (Note 13)	15,225,129	384,144
Total contract liabilities	17,095,140	15,167,405

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For the period ended September 30, 2025

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14 Cost of revenue

	Nine-month period ended	
	September 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Call cost	12,262,105	9,295,913
Depreciation of property and equipment	8,676,646	7,561,077
Salaries and other employee benefits	5,824,467	5,036,780
Organisations' service cost	4,184,850	3,136,768
Frequencies and licenses	3,916,266	2,911,115
Cost of goods sold	1,472,812	1,398,290
Fuel	1,339,709	937,117
Amortisation of intangible assets	1,327,193	1,362,543
Leased circuits and satellite subscriptions	1,208,083	593,313
Maintenance	1,067,930	845,523
Amortisation of right of use assets	191,241	144,489
Others	2,608,719	2,167,054
	44,080,021	35,389,982

15 Selling and distribution expenses

	Nine-month period ended	
	September 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Salaries and other employee benefits	2,634,827	2,270,387
Advertisements	1,011,074	1,194,719
Sales and collection commissions	790,693	691,254
Depreciation of right-of-use assets	50,117	49,529
Organisations' service cost	27,276	16,310
Depreciation of property and equipment	27,027	11,726
Tax and fees	17,112	20,964
Others	194,169	104,011
	4,752,295	4,358,900

16 Administrative expenses

	Nine-month period ended	
	September 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Salaries and other employee benefits	4,584,887	4,215,445
Organisations' service cost	744,677	504,132
Tax and duties	389,170	357,803
Takaful contribution expense	253,351	189,774
Depreciation of right-of-use assets	78,277	90,962
Depreciation of property and equipment	63,977	91,808
Bank charges	62,504	58,220
Others	392,395	235,253
	6,569,238	5,743,397

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17 Other operating expenses

	Nine-month period ended	
	September 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Loss on write-off / disposal of property and equipment*	1,290,612	14,184
Translation loss on foreign currencies balances and transactions	877,793	7,367,964
Provisions	310,198	142,141
Donations	113,274	114,525
Others	7,025	-
	2,598,902	7,638,814

* On July 7, 2025, a fire broke out in an equipment room of the Group's Ramses Central building, one of the main hubs of Egypt's telecommunications infrastructure connecting several ground fibre optic cables to provide internet, landline, and mobile phone services both locally and internationally.

The fire caused partial damage to various property and equipment on site, including part of the building structure, certain technical equipment, and furniture. The cost of the damaged property and equipment amounted to EGP 2,215,598 thousand with a net carrying amount of EGP 1,356,059 thousand, which was written off in profit or loss net of the insurance compensation received (Note 3).

The Group has received EGP 200 million as an advance insurance compensation, and procedures for claiming the remaining compensation are still underway in accordance with the available insurance coverage, pending the completion of the ongoing investigations.

18 Partial disposal of an operation

On September 3, 2025, the Group publicly announced the decision of its Board of Directors for the partial disposal of its Regional Data Hub ("RDH") operation, within the Group by transferring the related assets to a newly established subsidiary as part of a Group restructuring whereby the Group will own a minority stake in the subsidiary. Completion of the transaction is expected within 2026 but remains subject to the execution of the final agreements governing the restructuring, operations, revenue-sharing, and related technical and economic commitments and regulatory approvals.

At September 30, 2025, RDH was classified as a disposal group held-for-sale, and as a discontinued operation. RDH is designed as a multi-phase digital infrastructure hub.

The results of RDH for the period are presented below:

	Nine-month period ended	
	September 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Revenue	269,045	275,071
Cost of revenue	(41,060)	(41,975)
Administrative expenses	(906)	(688)
Profit for the period before tax	227,079	232,408
Income tax	(51,093)	(52,292)
Net profit for the period	175,986	180,116

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18 Partial disposal of an operation (continued)

The major classes of assets of RDH classified as held for sale are as follows:

	As at September 30, 2025 (Unaudited)
Property and equipment	1,733,305

As per the structure plan, all related liabilities will remain under the obligation of the Group.

Immediately before the classification of RDH as discontinued operation, the recoverable amount was estimated for items of property and equipment and no impairment loss was identified.

Net cash flows incurred by RDH are as follows:

	Nine-month period ended September 30, 2025 (Unaudited)	2024 (Unaudited)
Operating	145,700	183,218
Investing	(274,558)	(958,392)
Net cash outflow	(128,858)	(775,174)

19 Earnings per share

Basic and diluted earnings/(loss) per share

The basic and diluted earnings/(loss) per share have been calculated as follows:

	Nine-month period ended September 30, 2025 (Unaudited)	2024 (Unaudited)
EGP in thousands		
Net profit/(loss) attributable to Owners of the Parent		
Continuing operations	16,801,881	(12,659,369)
Discontinued operations	175,986	180,116
Profit/(loss) attributable to ordinary equity holders of the parent	16,977,867	(12,479,253)
Number of shares in thousands		
Ordinary shares as at January 1,	1,707,072	1,707,072
Ordinary shares as at September 30,	1,707,072	1,707,072
Weighted average number of ordinary shares in issue	1,707,072	1,707,072
Basic and diluted earnings/(loss) per share		
From continuing operations (EGP)	9.84	(7.42)
From discontinued operations (EGP)	0.10	0.11
	9.94	(7.31)

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20 Commitments

The Group's capital commitments as at September 30, 2025 amounted to EGP 2,713 million (unaudited) (December 31, 2024: EGP 2,194 million (audited)).

21 Contingencies

The Group has the following contingent liabilities:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Contingencies - Group		
Letters of guarantee issued by banks on behalf of the Group	4,255,613	3,868,736
Contingencies – Group's share		
Letters of guarantee issued by banks on behalf of an associate	575,810	204,522

Letters of guarantee, which were issued by banks on behalf of the Group and for the benefits of others include letters of guarantee issued against restricted cash and bank balances (Note 8). Management does not expect that any significant liability will results from these contingencies.

22 Segment information

For management purposes, the Group is organised into business units based on its products and services and has four reportable segments, as follows:

- The communication, marine cables and infrastructure segment, which provides goods and services (such as mobile) to home and personal and enterprise, interconnect services to other operators and internal cables and networks services to various customers.
- The internet segment, which provides all internet services to home and personal and enterprise.
- The outsourcing segment, which mainly provides customer relationship services to enterprise.
- All other segments include various services to enterprise that do not fall in any of the above segments and do not meet the quantitative thresholds of segment reporting of IFRS 8.

No operating segments have been aggregated to form the above reportable operating segments. Inter-segment transactions arise in the normal course of business.

The Group's Chief Executive Officer is the chief operating decision maker and monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the interim condensed consolidated financial statements.

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22 Segment information (continued)

For the period ended/as at September 30, 2025 (unaudited)	Communication, marine cables and infrastructure	Internet	Outsourcing	Others	Total
Revenue					
External customers - local	19,533,757	32,510,320	376,979	705,893	53,126,949
External customers - foreign	22,521,374	345,688	2,068,754	-	24,935,816
Total external customers	42,055,131	32,856,008	2,445,733	705,893	78,062,765
Inter-segment	13,965,536	230,280	2,957,133	2,469,424	19,622,373
Gross profit	16,134,362	17,081,481	648,099	118,802	33,982,744
Call cost	(12,262,105)	-	-	-	(12,262,105)
Salaries and other employee benefits	(9,495,422)	(1,936,929)	(1,415,648)	(196,182)	(13,044,181)
Interest income	417,702	39,839	38,804	31,427	527,772
Finance costs	(10,675,139)	(12,618)	(46,120)	(869)	(10,734,746)
Depreciation and amortisation	(6,711,580)	(3,467,948)	(235,836)	(13,762)	(10,429,126)
Share of profit of associates - net of tax	10,595,435	-	-	3,742	10,599,177
Gain on foreign exchange differences	805,224	212,619	1,684	55,201	1,074,728
Allowance for expected credit losses on trade receivables	(409,982)	(300,769)	14,270	2,340	(694,141)
Income tax expense	(3,374,907)	(2,184,102)	(78,914)	(43,657)	(5,681,580)
Total assets	180,935,207	6,347,999	2,701,782	3,838,361	193,823,349
Investments in associates	26,646,548	-	-	6,618	26,653,166
Total liabilities	141,065,746	10,076,176	1,018,142	518,480	152,678,544

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22 Segment information (continued)

For the period ended September 30, 2024 (unaudited)/as at December 31, 2024 (audited)	Communicatio n, marine cables and infrastructure	Internet	Outsourcing	Others	Total
Revenue					
External customers - local	15,804,624	22,540,135	280,474	598,226	39,223,459
External customers - foreign	16,671,075	259,726	2,001,308	-	18,932,109
Total external customers	32,475,699	22,799,861	2,281,782	598,226	58,155,568
Inter-segment	10,576,297	125,464	2,467,152	2,251,601	15,420,514
Gross profit	10,755,808	11,023,854	914,074	71,850	22,765,586
Call cost	(9,295,913)	-	-	-	(9,295,913)
Salaries and other employee benefits	(8,708,970)	(1,574,683)	(1,084,888)	(154,071)	(11,522,612)
Interest income	364,161	71,248	13,663	13,535	462,607
Finance costs	(25,014,623)	(132,000)	(90,672)	(13,649)	(25,250,944)
Depreciation and amortisation	(6,332,892)	(2,796,508)	(198,605)	(6,029)	(9,334,034)
Share of profit of associates - net of tax	4 936 551	-	-	-	4 936 551
(Loss)/gain on foreign exchange differences	(22,122,124)	(816,591)	13,592	18,228	(22,906,895)
Allowance for expected credit losses on trade receivables	(274,569)	(221,797)	15,699	683	(479,984)
Income tax credit/(expense)	1,196,520	(480,288)	(138,858)	(128,364)	449,010
Total assets	164,096,663	11,256,985	3,021,456	1,714,528	180,089,632
Investments in associates	18,529,279	-	-	5,000	18,534,279
Total liabilities	139,166,106	8,241,635	1,658,963	4,256,982	153,323,686

23 Comparative information

Reclassifications were made to certain comparative figures in the interim consolidated statement of financial position to comply to the current period's presentation as follows:

Effect on the consolidated statement of financial position as at December 31, 2024	As previously reported	Reclassification	As currently reported
Property and equipment	92,539,466	1,762,227	94,301,693
Trade and other receivables	26,000,737	(1,762,227)	24,238,510

In addition to the above, reclassifications within certain financial statement line items were also made to ensure consistency and comparability with the current period's presentation.