BEYON B.S.C.

Condensed consolidated interim financial statements

30 September 2026

BEYON B.S.C.

Condensed Consolidated Interim Financial Statements
For the nine months ended 30 September 2026

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Financial Highlights (presented for information purposes only)
For the nine months ended 30 September 2026

Nine months ended 30 September	**Unit**	**2026**	2025	**Variation %**
Gross revenue	BD million	372.8	366.3	1.8%
Expenses	BD million	292.5	286.3	2.1%
Profit attributable to Beyon shareholders	BD million	50.6	52.0	(2.6%)
Return on net worth (Annualised)	%	11.7	12.5*	(6.4%)
Weighted average number of shares outstanding during the period	Million	1,652	1,653	(0.0%)
Basic and diluted earnings per share for the period	Fils	30.6	31.4	(2.5%)

**Based on actual figures for the year ended 31 December 2025*

KPMG Fakhro
Audit
12th Floor, Fakhro Tower,
P.O. Box 710, Manama,
Kingdom of Bahrain

Telephone +973 17224807
Telefax +973 17227443
Website: www.kpmg.com/bh
CR No. 6220 - 2

Independent auditors' report on review of the condensed consolidated interim financial statements

To the Board of Directors of
BEYON B.S.C.
Kingdom of Bahrain

Introduction

We have reviewed the accompanying 30 September 2026 condensed consolidated interim financial statements of BEYON B.S.C. (the "Company") and its subsidiaries (together the "Group"), which comprise:

- the condensed consolidated statement of financial position as at 30 September 2026;
- the condensed consolidated statement of profit or loss and other comprehensive income for the three-month and nine-month period ended 30 September 2026;
- the condensed consolidated statement of cash flows for the nine-month period ended 30 September 2026;
- the condensed consolidated statement of changes in equity for the nine-month period ended 30 September 2026; and
- notes to the condensed consolidated interim financial statements.

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

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 September 2026 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

KPMG

03 November 2026

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Condensed Consolidated Statement of Financial Position
As at 30 September 2026

BD'000

	Note	30 September 2026 (reviewed)	31 December 2025 (audited)
ASSETS			
Non-current assets			
Property and equipment		471,194	471,548
Right-of-use assets		57,421	57,607
Goodwill		161,779	162,290
Other intangible assets		168,567	176,537
Equity accounted investees		18,041	11,917
Deferred tax assets		6,721	6,682
Investments		55,394	59,915
Other non-current assets		13,707	11,728
Total non-current assets		**952,824**	958,224
Current assets			
Inventories		9,010	7,205
Trade receivables and other assets		182,705	176,906
Investments		17,215	17,163
Cash and bank balances	3	127,133	145,995
Total current assets		**336,063**	347,269
Total assets		**1,288,887**	1,305,493
LIABILITIES			
Non-current liabilities			
Trade payables and other liabilities		40,070	39,915
Lease liabilities		50,646	50,441
Loans and borrowings	4	312,043	305,196
Deferred tax liabilities		4,639	5,385
Total non-current liabilities		**407,398**	400,937
Current liabilities			
Trade payables and other liabilities		221,397	235,979
Lease liabilities		9,423	8,804
Loans and borrowings	4	26,746	22,531
Total current liabilities		**257,566**	267,314
Total liabilities		**664,964**	668,251
Net assets		**623,923**	637,242
EQUITY			
Share capital		166,320	166,320
Statutory reserve		94,780	93,826
General reserve		44,000	44,000
Other reserves		(10,528)	(4,383)
Treasury shares		(4,587)	(4,494)
Retained earnings		271,007	278,873
Total equity attributable to equity holders of the Company		**560,992**	574,142
Non-controlling interest		62,931	63,100
Total equity (Page 6 - 7)		**623,923**	637,242

The condensed consolidated interim financial statements were approved by the Board of Directors on 03 November 2026 and signed on its behalf by:

Abdulla bin Khalifa Al Khalifa
Chairman

Ali bin Khalifa Al Khalifa
Deputy Chairman

Andrew Kvaalseth
Chief Executive Officer

The accompanying notes 1 to 13 are an integral part of the condensed consolidated interim financial statements.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the nine months ended 30 September 2026

BD'000

	Note	Nine months ended 30 September		Three months ended 30 September	
		2026 (reviewed)	2025 (reviewed)	**2026 (reviewed)**	2025 (reviewed)
REVENUE	5	**372,804**	366,264	**128,054**	123,418
EXPENSES					
Network operating expenses		(137,045)	(135,563)	(47,558)	(45,867)
Staff costs		(55,087)	(52,879)	(19,094)	(17,970)
Depreciation and amortisation		(58,938)	(58,105)	(19,684)	(20,327)
Impairment loss on trade receivables and contract assets		(2,968)	(2,349)	(977)	(919)
Other operating expenses		(38,417)	(37,421)	(13,568)	(12,871)
Total expenses		**(292,455)**	(286,317)	**(100,881)**	(97,954)
Results from operating activities		**80,349**	79,947	**27,173**	25,464
Finance and related income		2,940	3,795	928	1,196
Finance and related expense		(17,878)	(18,613)	(6,113)	(6,377)
Other income (net)		881	2,808	415	1,208
Share of profit from equity accounted investees (net)		1,835	1,250	662	456
Profit before taxation		**68,127**	69,187	**23,065**	21,947
Tax expense		(9,678)	(9,383)	(3,261)	(2,982)
Profit for the period		**58,449**	59,804	**19,804**	18,965
Other comprehensive income:					
Items that are or may be reclassified subsequently to profit or loss:					
Foreign currency translation differences – foreign operations		(1,680)	5,539	(75)	(1,326)
		(1,680)	5,539	**(75)**	(1,326)
Items that will never be reclassified to profit or loss:					
Investment fair value changes (equity securities)		(4,444)	1,315	(3,695)	4,858
		(4,444)	1,315	**(3,695)**	4,858
Other comprehensive income		**(6,124)**	6,854	**(3,770)**	3,532
Total comprehensive income for the period		**52,325**	66,658	**16,034**	22,497
Profit for the period attributable to:					
Equity holders of the Company		50,636	51,978	17,010	16,726
Non-controlling interest		7,813	7,826	2,794	2,239
		58,449	59,804	**19,804**	18,965
Total comprehensive income for the period attributable to:					
Equity holders of the Company		44,512	58,832	13,240	20,258
Non-controlling interest		7,813	7,826	2,794	2,239
		52,325	66,658	**16,034**	22,497
Basic and diluted earnings per share (Fils)	6	**30.6**	31.4	**10.3**	10.1

Abdulla bin Khalifa Al Khalifa
Chairman

Ali bin Khalifa Al Khalifa
Deputy Chairman

Andrew Kvaalseth
Chief Executive Officer

The accompanying notes 1 to 13 are an integral part of the condensed consolidated interim financial statements.

Condensed Consolidated Statement of Cash Flows
For the nine months ended 30 September 2026

BD'000

	Note	Nine months ended 30 September	
		2026 (reviewed)	2025 (reviewed)
OPERATING ACTIVITIES			
Profit for the period		58,449	59,804
Adjustment for:			
Non-operating items, including tax		23,735	21,393
Share of profit from equity accounted investees (net)		(1,835)	(1,250)
Depreciation and amortization		58,938	58,105
Impairment loss on trade receivables and contract assets		2,968	2,349
		142,255	140,401
Working capital changes:			
Increase in trade receivables and other assets		(8,831)	(7,192)
(Increase) / decrease in inventories		(1,822)	170
(Decrease) / increase in trade payables and other liabilities		(5,508)	3,867
Cash generated from operating activities		**126,094**	137,246
Taxes paid		(13,064)	(10,539)
Payment to charities		(1,746)	(3,632)
Net cash from operating activities		**111,284**	123,075
INVESTING ACTIVITIES			
Acquisition of property, equipment and intangibles, net of disposal		(61,545)	(101,232)
Acquisition of business, net of cash acquired		-	(4,823)
Net cash from (purchase) / sale of other investments		(6,385)	27,080
Interest and investment income received		3,242	4,417
Net cash used in investing activities		**(64,688)**	(74,558)
FINANCING ACTIVITIES			
Dividend paid		(61,761)	(61,554)
Payment of lease liabilities		(10,254)	(9,331)
Interest paid		(15,266)	(16,253)
Borrowings drawn, net		11,256	32,537
Sale / (acquisition) of share- based payment treasury shares (net)		14	(173)
(Acquisition) / sale of market making shares (net)		(107)	220
Net cash used in financing activities		**(76,118)**	(54,554)
Decrease in cash and cash equivalents during the period		**(29,522)**	(6,037)
Cash and cash equivalents at 1 January		127,759	102,292
Cash and cash equivalents at 30 September	3	**98,237**	96,255

The accompanying notes 1 to 13 are an integral part of the condensed consolidated interim financial statements

Condensed Consolidated Statement of Changes in Equity
For the nine months ended 30 September 2026

BD'000

2026	Note	Equity attributable to equity holders of the Company										Non - controlling Interest	Total equity
					Other Reserves			Treasury shares					
		Share capital	Statutory reserve	General reserve	Foreign currency translation reserve	Investment fair value reserve	Share based payment reserve	Market making shares	Share based payment treasury shares	Retained earnings	Total		
At 1 January 2026		166,320	93,826	44,000	(15,938)	10,995	560	(3,439)	(1,055)	278,873	574,142	63,100	637,242
Profit for the period		-	-	-	-	-	-	-	-	50,636	50,636	7,813	58,449
Other comprehensive income													
Foreign currency translation differences		-	-	-	(1,680)	-	-	-	-	-	(1,680)	-	(1,680)
Investment fair value changes		-	-	-	-	(4,444)	-	-	-	-	(4,444)	-	(4,444)
Total other comprehensive income		**-**	**-**	**-**	**(1,680)**	**(4,444)**	**-**	**-**	**-**	**-**	**(6,124)**	**-**	**(6,124)**
Total comprehensive income for the period		**-**	**-**	**-**	**(1,680)**	**(4,444)**	**-**	**-**	**-**	**50,636**	**44,512**	**7,813**	**52,325**
Contributions and distributions													
Final dividends declared for 2025	10	-	-	-	-	-	-	-	-	(31,439)	(31,439)	-	(31,439)
Interim dividends declared for 2026	10	-	-	-	-	-	-	-	-	(22,338)	(22,338)	-	(22,338)
Donations approved for 2025	10	-	-	-	-	-	-	-	-	(3,771)	(3,771)	-	(3,771)
Acquisition of market making shares (net)		-	-	-	-	-	-	(107)	-	-	(107)	-	(107)
Acquisition of treasury shares		-	-	-	-	-	-	-	(784)	-	(784)	-	(784)
Equity-settled share-based payment		-	-	-	-	-	(21)	-	798	-	777	-	777
Transfer to statutory reserve		-	954	-	-	-	-	-	-	(954)	-	-	-
Dividends to non-controlling interest		-	-	-	-	-	-	-	-	-	-	(7,982)	(7,982)
Total contributions and distributions		**-**	**954**	**-**	**-**	**-**	**(21)**	**(107)**	**14**	**(58,502)**	**(57,662)**	**(7,982)**	**(65,644)**
At 30 September 2026 (reviewed)		**166,320**	**94,780**	**44,000**	**(17,618)**	**6,551**	**539**	**(3,546)**	**(1,041)**	**271,007**	**560,992**	**62,931**	**623,923**

The accompanying notes 1 to 13 are an integral part of the condensed consolidated interim financial statements.

Condensed Consolidated Statement of Changes in Equity
For the nine months ended 30 September 2026 (continued)

BD'000

2025	Note	Equity attributable to equity holders of the Company										Non - controlling Interest	Total equity
					Other Reserves			Treasury shares					
		Share capital	Statutory reserve	General reserve	Foreign currency translation reserve	Investment fair value reserve	Share based payment reserve	Market making shares	Share based payment treasury shares	Retained earnings	Total		
At 1 January 2025		166,320	91,173	44,000	(21,712)	20,576	615	(3,563)	(936)	267,768	564,241	57,592	621,833
Profit for the period		-	-	-	-	-	-	-	-	51,978	51,978	7,826	59,804
Other comprehensive income													
Foreign currency translation differences		-	-	-	5,539	-	-	-	-	-	5,539	-	5,539
Investment fair value changes		-	-	-	-	1,315	-	-	-	-	1,315	-	1,315
Total other comprehensive income		-	-	-	5,539	1,315	-	-	-	-	6,854	-	6,854
Total comprehensive income for the period		-	-	-	5,539	1,315	-	-	-	51,978	58,832	7,826	66,658
Contributions and distributions													
Final dividends declared for 2024	10	-	-	-	-	-	-	-	-	(31,446)	(31,446)	-	(31,446)
Interim dividends declared for 2025	10	-	-	-	-	-	-	-	-	(22,347)	(22,347)	-	(22,347)
Donations approved for 2024	10	-	-	-	-	-	-	-	-	(3,866)	(3,866)	-	(3,866)
Sale of market making shares		-	-	-	-	-	-	220	-	-	220	-	220
Acquisition of treasury shares		-	-	-	-	-	-	-	(461)	-	(461)	-	(461)
Equity-settled share-based payment		-	-	-	-	-	16	-	288	-	304	-	304
Transfer to statutory reserve		-	579	-	-	-	-	-	-	(579)	-	-	-
Dividends to non-controlling interest		-	-	-	-	-	-	-	-	-	-	(7,760)	(7,760)
Total contributions and distributions		-	579	-	-	-	16	220	(173)	(58,238)	(57,596)	(7,760)	(65,356)
Changes in ownership interest													
Additional allocation of non-controlling interests without a change in control		-	-	-	-	-	-	-	-	-	-	1,342	1,342
Total Changes in ownership interests		-	-	-	-	-	-	-	-	-	-	1,342	1,342
At 30 September 2025 (reviewed)		166,320	91,752	44,000	(16,173)	21,891	631	(3,343)	(1,109)	261,508	565,477	59,000	624,477

The accompanying notes 1 to 13 are an integral part of the condensed consolidated interim financial statements.

1. Reporting entity

BEYON B.S.C. (the "Company", the "Parent") is a Bahraini incorporated company listed on the Bahrain Bourse. The condensed consolidated interim financial statements as at and for the nine months period ended 30 September 2026 comprise the condensed consolidated interim financial statements of the Company and its subsidiaries (together referred to as the "Group", "Beyon" and individually as "Beyon entity") and Beyon's interests in equity accounted investees. The Group is principally engaged in the provision of public telecommunications and associated products and services.

2. Basis of preparation

a) Statement of compliance

The condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 - 'Interim Financial Reporting'. These do not include all the information required for a complete set of IFRS financial statements and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2025. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual audited consolidated financial statements as at and for the year ended 31 December 2025.

The condensed consolidated interim financial statements are reviewed, not audited.

b) Material accounting policies

The accounting policies and risk management framework applied by the Group in the preparation of the condensed consolidated interim financial statements are consistent with those applied in the preparation of the Group's last audited consolidated financial statements as at and for the year ended 31 December 2025, except for the adoption of relevant new IFRSs, amendments and interpretations issued by IASB that are effective for annual periods beginning on or after 1 January 2026. The impact of adoption of these new standards / amendments did not have a significant impact on the condensed consolidated interim financial statements.

c) Seasonality

There is no significant effect from seasonal variations.

d) Judgements and estimates

In preparing these condensed consolidated interim financial statements, management make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. 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 applied to the audited consolidated financial statements as at and for the year ended 31 December 2025.

3. Cash and bank balances

Cash and bank balances include BD 28,896 (31 December 2025: BD 18,236) of short-term bank deposits with maturities exceeding three months, restricted cash and unclaimed dividends. These have been excluded from cash and cash equivalents in the condensed consolidated statement of cash flows.

4. Loans and borrowings

		2026	2025
a) Non-current			
Term financing facilities	*(i)*	312,043	305,196
		312,043	305,196
b) Current			
Term financing facilities	*(i)*	6,822	11,732
Import loan facilities	*(ii)*	5,374	5,708
Overdraft facilities	*(iii)*	14,550	5,091
		26,746	22,531
		338,789	327,727

(i) Term financing facilities include:

a) During the period, the Group entered into a restructuring agreement in respect of certain borrowings. The restructuring primarily involved an extension of the loan tenure and a revision of the repayment schedule. A long-term loan facility with a total available limit of BD 31.2 million (2025: BD 75.4 million) has been utilised by a Beyon entity to finance the Group's working capital and capital expenditure requirements. As at 30 September 2026, the outstanding balance under this facility amounted to BD 31.2 million (2025: BD 31.2 million), of which Nil (2025: BD 4.5 million) is classified as current, following the updated payment terms due to restructuring;

b) Long term loan facility with a total available amount of BD 20.6 million (2025: BD 20.6 million), of which BD 20.6 million is outstanding as of 30 September 2026 (2025: BD 20.6 million) was obtained by a Beyon entity for capital expenditure in 2025. As at 30 September 2026, BD 20.6 million is classified as non-current as the first instalment is due in 2028;

c) Long term loan facility with a total available amount of BD 6.0 million (2025: BD 6.0 million) has been obtained by a Beyon entity in 2022 to fund its capital expenditures. As at 30 September 2026, a total amount of BD 5.0 million (2025: BD 5.5 million) is outstanding against this facility of which BD 0.8 million (2025: BD 0.6 million) is classified under current liabilities being due within the next 12 months;

d) Long term loan facility with a total available amount of BD 3.4 million (2025: BD 3.4 million) has been obtained by a Beyon entity in 2022 to fund its capital expenditures. As at 30 September 2026, a total amount of BD 2.9 million (2025: BD 3.2 million) is outstanding against this facility of which BD 0.5 million (2025: BD 0.4 million) is classified under current liabilities being due within the next 12 months;

e) Long term loan facilities with a total available amount of BD 11.3 million (2025: BD 11.3 million) has been obtained by a Beyon entity in 2023 to fund its capital expenditure. As at 30 September 2026, a total amount of BD 9.5 million (2025: BD 10.6 million) is outstanding against this facility of which BD 1.5 million (2025: BD 1.4 million) is classified under current liabilities being due within the next 12 months;

f) Long term loan facility with a total available amount of BD 169.7 million (2025: BD 169.7 million), is obtained by a Beyon entity in 2024 to refinance its existing loan facility. As at 30 September 2026, the full amount is classified as non-current as it is due to be settled by one bullet payment in 2029;

g) Long term loan facility with a total available amount of BD 75.4 million (2025: BD 75.4 million), has been obtained by the Company to fund its project for regional connectivity in 2023. As at 30 September 2026, a total amount of BD 58.0 million (2025:BD 58.0 million) is outstanding against this facility of which BD 2.4 million (2025: BD 3.5 million) is classified under current liabilities being due within the next 12 months; and

4. Loans and borrowings (continued)

h) Long term loan facility with a total available amount of BD 25.0 million (2025: BD 25.4 million) has been obtained by a Beyon entity in 2024 to finance the investing activities and working capital management. As at 30 September 2026, a total amount of BD 22.9 million (2025: BD 19.3 million) is outstanding against this facility of which BD 1.7 million (2025: BD 1.4 million) is classified under current liabilities being due within the next 12 months;

Unamortized cost represents the portion of loan origination fees, issuance costs and other related expenses that have not yet been expensed to the profit or loss accounts. These costs are capitalized and systematically amortized over the term of the loan. The unamortized cost as at 30 September 2026 is BD 0.9 million (2025: BD 1.1 million). The amounts above are before adjusting for these expenses.

(ii) Import loan facilities include:

a) The import loan facility with a total available amount of BD 4.5 million (2025: BD 4.5 million) is obtained by a Beyon entity to support its capital expenditure requirements and is due to be settled within 365 days from the amounts drawn down. The amount drawn at the balance sheet date amounted to BD 3.3 million (2025: BD 3.7 million) and is classified under current liabilities;

b) The import loan facility, with a total available amount of BD 1.1 million (2025: BD 1.1 million), is obtained by a Beyon entity for working capital management and is due to be settled within 180 days from the amounts drawn down. The amount drawn at the balance sheet date amounted to BD 1.0 million (2025: BD 1.0 million) and is classified under current liabilities; and

c) The import loan facility with a total available amount of BD 1.1 million (2025: BD 1.1 million) is obtained by a Beyon entity for working capital management and is due to be settled within 180 days from the amounts drawn down. The amount drawn at the balance sheet date amounted to BD 1.1 million (2025: BD 1.0 million) and is classified under current liabilities.

(iii) Overdraft and Revolving credit facilities include:

a) Short term overdraft facilities with a total available amount of BD 10.7 million (2025: BD 10.7 million) and BD 7.9 million (2025: BD 4.5 million) has been obtained by a Beyon entity to fund the working capital requirements. As at 30 September 2026, a total amount of BD 10.5 million (2025: BD 5.1 million) is outstanding against both the facilities and the full amount is classified under current liabilities due within the next 12 months;

b) Short term revolving loan facility with a total available amount of BD 20.0 million (2025: Nil) has been obtained by the Company in 2026 to finance its investing activities and is due to be settled within 90 days from the amounts drawn down. The amount drawn at the balance sheet date amounted to BD 4.1 million (2025: Nil) and is classified under current liabilities.

The above facilities carry interest rate at SOFR or relevant benchmarks plus margins. The interest rates ranged from 4.7% to 10.5% at 30 September 2026 (2025: 4.7% to 10.5%).

5. Revenue

a) Disaggregation of revenue

Revenue by major products	Nine months ended 30 September		Three months ended 30 September	
	2026 (reviewed)	2025 (reviewed)	**2026 (reviewed)**	2025 (reviewed)
Mobile telecommunication services	165,582	164,477	57,074	54,827
Data communication circuits	56,832	51,273	18,505	16,409
Fixed broadband	55,637	58,298	18,570	19,645
Fixed line telecommunication services	11,165	12,209	3,673	4,085
Wholesale services	33,061	31,077	12,631	11,940
Adjacent services	32,149	31,745	11,729	10,450
Other services	18,378	17,185	5,872	6,062
	372,804	366,264	**128,054**	123,418

Revenue by timing of recognition	Nine months ended 30 September		Three months ended 30 September	
	2026 (reviewed)	2025 (reviewed)	**2026 (reviewed)**	2025 (reviewed)
Products transferred at a point in time (Equipment revenue)	41,880	42,742	15,855	13,450
Products and services transferred over time (Revenue from provision of services)	330,924	323,522	112,199	109,968
	372,804	366,264	**128,054**	123,418

For a further breakdown of total revenue by the Group's key geographical segments, please refer to note 11.

b) Contract balances

The following table provides information about receivables, contract assets and contract liabilities from contracts with customers.

	30 September 2026 (reviewed)	**31 December 2025 (audited)**
Receivables and contract assets *(included in trade receivables and other assets)*	138,270	131,646
Contract liabilities *(included in Trade payables and other liabilities)*	27,456	26,192

The contract assets primarily relate to the Group's rights to consideration for work completed but not billed at the reporting date. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the customer. The contract liabilities primarily relate to the advance consideration received from customers for which revenue is recognised over time as the related performance obligations are fulfilled within 1 year.

6. Earnings per share

	Nine months ended 30 September		Three months ended 30 September	
	2026 (reviewed)	2025 (reviewed)	**2026 (reviewed)**	2025 (reviewed)
Profit for the period attributable to equity holders of the Company	50,636	51,978	17,010	16,726
Weighted average number of shares outstanding during the period (million)	1,652	1,653	1,652	1,653
Basic earnings per share (Fils)	**30.6**	31.4	**10.3**	10.1

7. Commitments and contingencies

a) Capital commitments

The Group has capital commitments as at 30 September 2026 amounting to BD 65.5 million (31 December 2025: BD 65.2 million).

b) Guarantees

(i) As at 30 September 2026, the Group's banks have issued guarantees amounting to BD 15.0 million (31 December 2025: BD 15.2 million) and letters of credit amounting to BD 23.8 million (31 December 2025: BD 24.4 million).

(ii) The Group has furnished a comfort letter for BD 1.9 million (31 December 2025: BD 1.9 million) to Telecommunications Regulatory Commission, Jordan for providing a financial guarantee for the subsidiary companies operating in Jordan.

c) Other contingencies

In the normal course of business, legal cases are filed against the Group, Group companies and also by the Group and Group companies against third parties (including but not limited to their suppliers/ vendors). The Group or Group Companies legal department engage, when required, with external legal counsel depending on the nature of the cases. A periodic assessment is carried out to determine the likely outcome of these legal cases, and cases, including updates and outcomes, are introduced to senior management. Material cases, including updates and outcomes, are presented to the Audit Committee on a quarterly basis. In addition, due to the complexity of operations, the Group may receive notifications of penalty or deemed breaches of relevant telecommunication regulations and other applicable legislations in the jurisdictions in which it operates, of which relevant and material notifications are reported to the Group.

As at 30 September 2026, the Group is assessing these legal cases including penalties. Based on the advice of the Group's legal counsel including external legal counsel, as applicable, sufficient appropriate provisions are recorded. No further detailed disclosures regarding contingent liabilities arising from any such claims are being made by the Group or the Group companies as any such disclosures may be prejudicial to the Group's legal position.

8. Fair value

The Group's financial assets and financial liabilities are measured at amortised cost except for certain investments, which are carried at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date.

Underlying the definition of fair value is a presumption that an enterprise is a going concern without any intention or need to liquidate, curtail materially the scale of its operations or undertake a transaction on adverse terms.

Fair value hierarchy
The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measures:

(i) Level 1: quoted market price (unadjusted) in an active market for an identical instrument.

(ii) Level 2: inputs other than quoted prices included in Level 1 that are observable for the assets and liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

(iii) Level 3: inputs for the asset and liability that are not based on observable market data (unobservable inputs).

If the input used to measure the fair value of an asset or liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The table below analyses financial instruments measured as at 30 September 2026, by the level in the fair value hierarchy into which the fair value measurement is categorised:

	Fair value				**Total carrying amount**
30 September 2026	**Level 1**	**Level 2**	**Level 3**	**Total fair value**	
Financial assets at fair value through profit and loss (FVTPL)					
Investments – equity securities	-	-	3,237	**3,237**	**3,237**
Financial assets at fair value through OCI (FVOCI)					
Investments – debt and equity securities	41,886	197	5,396	**47,479**	**47,479**

	Fair value				Total carrying amount
31 December 2025	Level 1	Level 2	Level 3	Total fair value	
Financial assets at fair value through profit and loss (FVTPL)					
Investments – equity securities	-	-	3,237	3,237	3,237
Financial assets at fair value through OCI (FVOCI)					
Investments – debt and equity securities	46,284	148	5,519	51,951	51,951

8. Fair value (continued)

There were no transfers between levels 1, 2 and 3 during the period. Loans and borrowings are repriced at frequent intervals and hence the carrying value is a reasonable approximation of its fair value. The Group has not disclosed the fair value for financial instruments such as short-term trade receivables and other assets, trade payables and other liabilities, cash and bank balances, because their carrying amounts are a reasonable approximation of fair values.

9. Related parties

a) Transactions with related parties

The Group qualifies as a government related entity under the definitions provided in the Revised IAS 24. The Group provides telecommunication services to various Government and semi government organisation and companies in the Kingdom of Bahrain. The Group also avails various services from Government and semi government organisation and companies in the Kingdom of Bahrain. Such transactions are in the normal course of business and are not considered to be individually significant in terms of size.

b) Transactions with key management personnel

Key management personnel of the Group comprise the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Group.

The key management personnel compensation is as follows:

	Nine months ended 30 September	
	2026	2025
Short-term employee benefits	1,189	1,196
Share-based payments	126	121
Post-employment benefits	57	67
Total key management personnel compensation	**1,372**	1,384
Director's remuneration (including sitting fees)	456	451

10. Appropriations

The shareholders of the Group in their meeting held on 31 March 2026 approved a final cash dividend of BD 31.4 million and donations of BD 3.6 million in respect of 2025, which were affected during the period.

In board meeting dated 30 July 2026, an interim dividend of 13.5 fils per share has been approved by the directors.

11. Segment information

Operating segments

The Group's operations are segregated between Bahrain, Jordan, Maldives, Channel Islands and Others. Others include UAE, Kuwait, Egypt, United Kingdom, Saudi Arabia, Tunesia, Algeria, France, Morocco, Ivory Coast and Oman operations. Segment information disclosed for the nine months ended 30 September 2026 is as follows:

	For the nine months ended 30 September 2026 (reviewed)						
Segment revenue and profit	**Bahrain**	**Jordan**	**Maldives**	**Channel Islands**	**Others**	**Inter - segment elimination**	**Total**
Revenue (external customers)	162,355	88,285	53,628	50,874	17,662	-	**372,804**
Inter-segment revenues	2,989	2,270	-	-	(2)	(5,257)	-
Profit/ (loss)	**25,595**	**9,468**	**14,983**	**8,262**	**1,020**	**(879)**	**58,449**

	For the nine months ended 30 September 2025 (reviewed)						
	Bahrain	Jordan	Maldives	Channel Islands	Others	Inter - segment elimination	Total
Revenue (external customers)	162,274	86,364	51,530	50,286	15,810	-	366,264
Inter-segment revenues	904	1,211	-	-	-	(2,115)	-
Profit/ (loss)	28,084	8,218	16,108	8,936	(670)	(872)	59,804

	As at 30 September 2026 (reviewed)						
Segment assets & liabilities	**Bahrain**	**Jordan**	**Maldives**	**Channel Islands**	**Others**	**Inter - segment elimination**	**Total**
Non-current assets	411,111	329,579	108,161	108,050	9,987	(14,064)	**952,824**
Current assets	146,249	57,776	92,718	22,634	25,250	(8,564)	**336,063**
Total assets	**557,360**	**387,355**	**200,879**	**130,684**	**35,237**	**(22,628)**	**1,288,887**
Non-current liabilities	252,130	129,457	26,412	34,977	957	(36,535)	**407,398**
Current liabilities	118,834	74,001	41,373	21,528	8,399	(6,569)	**257,566**
Total liabilities	**370,964**	**203,458**	**67,785**	**56,505**	**9,356**	**(43,104)**	**664,964**
Net assets	**186,396**	**183,897**	**133,094**	**74,179**	**25,881**	**20,476**	**623,923**

	As at 31 Dec 2025 (audited)						
	Bahrain	Jordan	Maldives	Channel Islands	Others	Inter - segment elimination	Total
Non-current assets	419,504	329,412	110,962	105,891	7,213	(14,758)	958,224
Current assets	162,615	52,007	95,037	19,923	25,445	(7,758)	347,269
Total assets	582,119	381,419	205,999	125,814	32,658	(22,516)	1,305,493
Non-current liabilities	235,676	124,113	28,736	31,877	694	(20,159)	400,937
Current liabilities	121,635	82,707	42,784	20,182	7,089	(7,083)	267,314
Total liabilities	357,311	206,820	71,520	52,059	7,783	(27,242)	668,251
Net assets	224,808	174,599	134,479	73,755	24,875	4,726	637,242

12. Subsequent Event

On 7 October 2026, the Group entered into a binding agreement with a third party for the disposal of Batelco Financial Service Company B.S.C (c) (together with its subsidiaries, collectively referred to as "Beyon Money"), which is a wholly owned subsidiary of the Group.

The transaction encompasses Beyon Money's operations in Bahrain and the United Arab Emirates, including payment services, card issuance, remittances, investment services and related business activities.

Under the terms of the agreement, the Group will obtain a shareholder interest in an entity related to the buyer upon the completion of the transaction. Completion of the transaction remains subject to obtaining the relevant regulatory approvals and satisfying customary closing conditions.

The transaction represents a non-adjusting event after the reporting date. Accordingly, this transaction has not been recognised in the condensed consolidated interim financial statements for the nine months ended 30 September 2026. Management believes that the transaction will not have a significant impact on the financial position of the Group or its operational results.

13. Comparatives

The comparative figures have been regrouped, where necessary, in order to conform to the current period's presentation. Such regrouping did not affect the previously reported profit, comprehensive income for the period or total equity.