

BEYON B.S.C.

**Condensed consolidated
interim financial statements**

30 June 2026

Condensed Consolidated Interim Financial Statements
For the six months ended 30 June 2026

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Financial Highlights (presented for information purposes only)
For the six months ended 30 June 2026

Six months ended 30 June	Unit	2026	2025	Variation %
Gross revenue	BD million	244.8	242.8	0.8%
Expenses	BD million	191.6	188.4	1.7%
Profit attributable to Beyon shareholders	BD million	33.6	35.3	(4.6%)
Return on net worth (Annualized)	%	11.4	12.5*	(8.8%)
Weighted average number of shares outstanding during the period	Million	1,652	1,653	(0.1%)
Basic and diluted earnings per share for the period	Fils	20.4	21.3	(4.2%)

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



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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 June 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 June 2026;
- the condensed consolidated statement of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2026;
- the condensed consolidated statement of cash flows for the six-month period ended 30 June 2026;
- the condensed consolidated statement of changes in equity for the six-month period ended 30 June 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 June 2026 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

30 July 2026

Condensed Consolidated Statement of Financial Position
As at 30 June 2026

BD'000

	Note	30 June 2026 (reviewed)	31 December 2025 (audited)
ASSETS			
Non-current assets			
Property and equipment		471,760	471,548
Right-of-use assets		58,528	57,607
Goodwill		161,707	162,290
Other intangible assets		171,113	176,537
Equity accounted investees		16,309	11,917
Deferred tax assets		6,756	6,682
Investments		59,265	59,915
Other non-current assets		11,628	11,728
Total non-current assets		957,066	958,224
Current assets			
Inventories		8,993	7,205
Trade receivables and other assets		186,511	176,906
Investments		17,211	17,163
Cash and bank balances	3	121,118	145,995
Total current assets		333,833	347,269
Total assets		1,290,899	1,305,493
LIABILITIES			
Non-current liabilities			
Trade payables and other liabilities		41,977	39,915
Lease liabilities		51,642	50,441
Loans and borrowings	4	310,034	305,196
Deferred tax liabilities		5,178	5,385
Total non-current liabilities		408,831	400,937
Current liabilities			
Trade payables and other liabilities		223,166	235,979
Lease liabilities		9,211	8,804
Loans and borrowings	4	18,433	22,531
Total current liabilities		250,810	267,314
Total liabilities		659,641	668,251
Net assets		631,258	637,242
EQUITY			
Share capital		166,320	166,320
Statutory reserve		94,780	93,826
General reserve		44,000	44,000
Other reserves		(6,743)	(4,383)
Treasury shares		(5,052)	(4,494)
Retained earnings		276,335	278,873
Total equity attributable to equity holders of the Company		569,640	574,142
Non-controlling interest		61,618	63,100
Total equity (Page 6 - 7)		631,258	637,242

The condensed consolidated interim financial statements were approved by the Board of Directors on 30 July 2026 and signed on its behalf by:

Abdulla bin Khalifa Al Khalifa
Chairman

Abdulla Kamal
Director

Andrew Kvaalseth
Chief Executive Officer

The accompanying notes 1 to 12 are an integral part of the condensed consolidated interim financial statements.

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

BD'000

	Note	Six months ended 30 June		Three months ended 30 June	
		2026 (reviewed)	2025 (reviewed)	2026 (reviewed)	2025 (reviewed)
REVENUE	5	244,750	242,846	125,774	125,295
EXPENSES					
Network operating expenses		(89,487)	(89,696)	(46,006)	(47,645)
Staff costs		(35,993)	(34,909)	(17,617)	(17,713)
Depreciation and amortisation		(39,254)	(37,778)	(19,865)	(18,414)
Impairment loss on trade receivables and contract assets		(1,991)	(1,430)	(1,000)	(704)
Other operating expenses		(24,849)	(24,550)	(11,740)	(12,339)
Total expenses		(191,574)	(188,363)	(96,228)	(96,815)
Results from operating activities		53,176	54,483	29,546	28,480
Finance and related income		2,012	2,599	947	1,238
Finance and related expense		(11,765)	(12,236)	(6,005)	(6,226)
Other income / (expense) (net)		466	1,600	(223)	(85)
Share of profit from equity accounted investees (net)		1,173	794	585	377
Profit before taxation		45,062	47,240	24,850	23,784
Tax expense		(6,417)	(6,401)	(4,085)	(3,797)
Profit for the period		38,645	40,839	20,765	19,987
Other comprehensive income:					
<i>Items that are or may be reclassified subsequently to profit or loss:</i>					
Foreign currency translation differences – foreign operations		(1,605)	6,865	286	4,743
		(1,605)	6,865	286	4,743
<i>Items that will never be reclassified to profit or loss:</i>					
Investment fair value changes (equity securities)		(749)	(3,543)	1,426	4,829
		(749)	(3,543)	1,426	4,829
Other comprehensive income		(2,354)	3,322	1,712	9,572
Total comprehensive income for the period		36,291	44,161	22,477	29,559
Profit for the period attributable to:					
Equity holders of the Company		33,626	35,252	18,340	17,175
Non-controlling interest		5,019	5,587	2,425	2,812
		38,645	40,839	20,765	19,987
Total comprehensive income for the period attributable to:					
Equity holders of the Company		31,272	38,574	20,052	26,747
Non-controlling interest		5,019	5,587	2,425	2,812
		36,291	44,161	22,477	29,559
Basic and diluted earnings per share (Fils)	6	20.4	21.3	11.1	10.4

Abdulla bin Khalifa Al Khalifa
Chairman

Abdulla Kamal
Director

Andrew Kvaalseth
Chief Executive Officer

The accompanying notes 1 to 12 are an integral part of the condensed consolidated interim financial statements.

Condensed Consolidated Statement of Cash Flows
For the six months ended 30 June 2026

BD'000

	Note	Six months ended 30 June	
		2026 (reviewed)	2025 (reviewed)
OPERATING ACTIVITIES			
Profit for the period		38,645	40,839
Adjustment for:			
Non-operating items, including tax		15,704	14,438
Share of profit from equity accounted investees (net)		(1,173)	(794)
Depreciation and amortisation		39,254	37,778
Impairment loss on trade receivables and contract assets		1,991	1,430
		94,421	93,691
Working capital changes:			
Increase in trade receivables and other assets		(11,404)	(8,148)
Increase in inventories		(1,804)	(1,579)
Decrease in trade payables and other liabilities		(2,994)	(11,333)
Cash generated from operating activities		78,219	72,631
Taxes paid		(8,477)	(5,107)
Payment to charities		(1,363)	(2,787)
Net cash from operating activities		68,379	64,737
INVESTING ACTIVITIES			
Acquisition of property, equipment and intangibles, net of disposal		(43,187)	(56,941)
Acquisition of business, net of cash acquired		-	(543)
Net cash from (purchase) / sale of other investments		(945)	20,501
Interest and investment income received		2,203	3,265
Net cash used in investing activities		(41,929)	(33,718)
FINANCING ACTIVITIES			
Dividend paid		(37,941)	(37,726)
Payment of lease liabilities		(6,823)	(6,260)
Interest paid		(10,066)	(11,207)
Borrowings drawn, net		965	23,084
Acquisition of share- based payment treasury shares (net)		(460)	(173)
(Acquisition) / sale of market making shares (net)		(98)	261
Net cash used in financing activities		(54,423)	(32,021)
Decrease in cash and cash equivalents during the period		(27,973)	(1,002)
Cash and cash equivalents at 1 January		127,759	102,292
Cash and cash equivalents at 30 June	3	99,786	101,290

The accompanying notes 1 to 12 are an integral part of the condensed consolidated interim financial statements.

Condensed Consolidated Statement of Changes in Equity
For the six months ended 30 June 2026

BD'000

2026	Equity attributable to equity holders of the Company											Non - controlling Interest	Total equity
	Note	Share capital	Statutory reserve	General reserve	Other Reserves			Treasury shares			Total		
					Foreign currency translation reserve	Investment fair value reserve	Share based payment reserve	Market making shares	Share based payment treasury shares	Retained earnings			
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		-	-	-	-	-	-	-	-	33,626	33,626	5,019	38,645
Other comprehensive income													
Foreign currency translation Differences		-	-	-	(1,605)	-	-	-	-	-	(1,605)	-	(1,605)
Investment fair value changes		-	-	-	-	(749)	-	-	-	-	(749)	-	(749)
Total other comprehensive income		-	-	-	(1,605)	(749)	-	-	-	-	(2,354)	-	(2,354)
Total comprehensive income for the period		-	-	-	(1,605)	(749)	-	-	-	33,626	31,272	5,019	36,291
Contributions and distributions													
Final dividends declared for 2025	10	-	-	-	-	-	-	-	-	(31,439)	(31,439)	-	(31,439)
Donations approved for 2025	10	-	-	-	-	-	-	-	-	(3,771)	(3,771)	-	(3,771)
Acquisition of market making shares (net)		-	-	-	-	-	-	(98)	-	-	(98)	-	(98)
Acquisition of treasury shares		-	-	-	-	-	-	-	(784)	-	(784)	-	(784)
Equity-settled share-based payment		-	-	-	-	-	(6)	-	324	-	318	-	318
Transfer to statutory reserve		-	954	-	-	-	-	-	-	(954)	-	-	-
Dividends to non-controlling interest		-	-	-	-	-	-	-	-	-	-	(6,501)	(6,501)
Total contributions and distributions		-	954	-	-	-	(6)	(98)	(460)	(36,164)	(35,774)	(6,501)	(42,275)
At 30 June 2026 (reviewed)		166,320	94,780	44,000	(17,543)	10,246	554	(3,537)	(1,515)	276,335	569,640	61,618	631,258

The accompanying notes 1 to 12 are an integral part of the condensed consolidated interim financial statements.

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

BD'000

2025	Equity attributable to equity holders of the Company											Non - controlling Interest	Total equity
	Note	Share capital	Statutory reserve	General reserve	Other Reserves			Treasury shares		Retained earnings	Total		
					Foreign currency translation reserve	Investment fair value reserve	Share based payment reserve	Market making shares	Share based payment treasury shares				
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		-	-	-	-	-	-	-	-	35,252	35,252	5,587	40,839
Other comprehensive income													
Foreign currency translation differences		-	-	-	6,865	-	-	-	-	-	6,865	-	6,865
Investment fair value changes		-	-	-	-	(3,543)	-	-	-	-	(3,543)	-	(3,543)
Total other comprehensive income		-	-	-	6,865	(3,543)	-	-	-	-	3,322	-	3,322
Total comprehensive income for the period		-	-	-	6,865	(3,543)	-	-	-	35,252	38,574	5,587	44,161
Contributions and distributions													
Final dividends declared for 2024	10	-	-	-	-	-	-	-	-	(31,446)	(31,446)	-	(31,446)
Donations approved for 2024	10	-	-	-	-	-	-	-	-	(3,600)	(3,600)	-	(3,600)
Sale of market making shares (net)		-	-	-	-	-	-	261	-	-	261	-	261
Acquisition of treasury shares		-	-	-	-	-	-	-	(461)	-	(461)	-	(461)
Equity-settled share-based payment		-	-	-	-	-	(88)	-	288	-	200	-	200
Transfer to statutory reserve		-	579	-	-	-	-	-	-	(579)	-	-	-
Dividends to non-controlling interest		-	-	-	-	-	-	-	-	-	-	(6,279)	(6,279)
Total contributions and distributions		-	579	-	-	-	(88)	261	(173)	(35,625)	(35,046)	(6,279)	(41,325)
At 30 June 2025 (reviewed)		166,320	91,752	44,000	(14,847)	17,033	527	(3,302)	(1,109)	267,395	567,769	56,900	624,669

The accompanying notes 1 to 12 are an integral part of the condensed consolidated interim financial statements.

Notes to the condensed consolidated interim financial statements
For the six months ended 30 June 2026

BD'000

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 six-month period ended 30 June 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 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 consolidated financial statements as at and for the year ended 31 December 2025.

3. Cash and bank balances

Cash and bank balances include BD 21,332 (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.

Notes to the condensed consolidated interim financial statements
For the six months ended 30 June 2026

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4. Loans and borrowings

			2026	2025
a) Non-current				
Term financing facilities	(i)		310,034	305,196
			310,034	305,196
b) Current				
Term financing facilities	(i)		4,717	11,732
Import loan facilities	(ii)		5,900	5,708
Overdraft facilities	(iii)		7,816	5,091
			18,433	22,531
			328,467	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 June 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 June 2026 (2025: BD 20.6 million) was obtained by a Beyon entity for capital expenditure in 2025. As at 30 June 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 June 2026, a total amount of BD 5.2 million (2025: BD 5.5 million) is outstanding against this facility of which BD 0.6 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 June 2026, a total amount of BD 3.0 million (2025: BD 3.2 million) is outstanding against this facility of which BD 0.4 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 June 2026, a total amount of BD 9.8 million (2025: BD 10.6 million) is outstanding against this facility of which BD 1.2 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 June 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 a Beyon entity to fund its project for regional connectivity in 2023. As at 30 June 2026, a total amount of BD 58.0 million (2025:BD 58.0 million) is outstanding against this facility of which BD 1.2 million (2025: BD 3.5 million) is classified under current liabilities being due within the next 12 months; and

Notes to the condensed consolidated interim financial statements
For the six months ended 30 June 2026

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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 June 2026, a total amount of BD 18.3 million (2025: BD 19.3 million) is outstanding against this facility of which BD 1.4 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 June 2026 is BD 1.0 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 4.1 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 0.9 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 1.0 million (2025: BD 1.0 million) and is classified under current liabilities.

(iii) Overdraft 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 June 2026, a total amount of BD 7.8 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;

The above facilities carry interest rate at SOFR or relevant benchmarks plus margins. The interest rates ranged from 4.7% to 10.2% at 30 June 2026 (2025: 4.7% to 10.5%).

Notes to the condensed consolidated interim financial statements
For the six months ended 30 June 2026

BD'000

5. Revenue

a) Disaggregation of revenue

Revenue by major products

	Six months ended 30 June		Three months ended 30 June	
	2026 (reviewed)	2025 (reviewed)	2026 (reviewed)	2025 (reviewed)
Mobile telecommunication services	108,508	109,650	53,961	56,136
Data communication circuits	38,327	34,864	19,778	17,060
Fixed broadband	37,067	38,653	18,558	19,402
Fixed line telecommunication services	7,492	8,124	3,750	4,074
Wholesale services	20,430	19,137	11,676	9,846
Adjacent services	20,420	21,295	11,880	13,225
Other services	12,506	11,123	6,171	5,552
	244,750	242,846	125,774	125,295

Revenue by timing of recognition

	Six months ended 30 June		Three months ended 30 June	
	2026 (reviewed)	2025 (reviewed)	2026 (reviewed)	2025 (reviewed)
Products transferred at a point in time (Equipment revenue)	26,025	29,292	13,660	16,774
Products and services transferred over time (Revenue from provision of services)	218,725	213,554	112,114	108,521
	244,750	242,846	125,774	125,295

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

b) Contract balances

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

	30 June 2026 (reviewed)	31 December 2025 (audited)
Receivables and contract assets (<i>included in trade receivables and other assets</i>)	138,955	131,646
Contract liabilities (<i>included in Trade payables and other liabilities</i>)	26,408	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.

Notes to the condensed consolidated interim financial statements
For the six months ended 30 June 2026

BD'000

6. Earnings per share

	Six months ended 30 June		Three months ended 30 June	
	2026 (reviewed)	2025 (reviewed)	2026 (reviewed)	2025 (reviewed)
Profit for the period attributable to equity holders of the Company	33,626	35,252	18,340	17,175
Weighted average number of shares outstanding during the period (million)	1,652	1,653	1,652	1,653
Basic earnings per share (Fils)	20.4	21.3	11.1	10.4

7. Commitments and contingencies

a) Capital commitments

The Group has capital commitments as at 30 June 2026 amounting to BD 67.3 million (31 December 2025: BD 65.2 million).

b) Guarantees

- (i) As at 30 June 2026, the Group's banks have issued guarantees amounting to BD 15.2 million (31 December 2025: BD 15.2 million) and letters of credit amounting to BD 25.4 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 June 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.

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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 June 2026, by the level in the fair value hierarchy into which the fair value measurement is categorised:

30 June 2026	Fair value				Total carrying amount
	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 – equity securities	45,582	197	5,571	51,350	51,350

31 December 2025	Fair value				Total carrying amount
	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 – equity securities	46,284	148	5,519	51,951	51,951

Notes to the condensed consolidated interim financial statements
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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:

		Six months ended 30 June	
	2026		2025
Short-term employee benefits	794		800
Share-based payments	81		79
Post-employment benefits	47		47
Total key management personnel compensation	922		926
 Directors' remuneration (including sitting fees)	 304		 301

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 effected 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. These financial statements do not reflect this interim dividend payable.

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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, Tunisia, Algeria, France, Morocco, Ivory Coast and Oman operations. Segment information disclosed for the six months ended 30 June 2026 is as follows:

Segment revenue and profit	For the six months ended 30 June 2026 (reviewed)						
	Bahrain	Jordan	Maldives	Channel Islands	Others	Inter - segment elimination	Total
	106,078	57,270	35,817	33,629	11,956	-	244,750
	1,566	1,580	-	-	-	(3,146)	-
Profit/ (loss)	18,230	5,831	9,869	5,235	153	(673)	38,645

For the six months ended 30 June 2025 (reviewed)						
Bahrain	Jordan	Maldives	Channel Islands	Others	Inter - segment elimination	Total
108,830	56,655	34,081	33,223	10,057	-	242,846
458	658	-	-	-	(1,116)	-
20,470	4,914	10,832	5,688	(399)	(666)	40,839

Segment assets & liabilities	As at 30 June 2026 (reviewed)						
	Bahrain	Jordan	Maldives	Channel Islands	Others	Inter - segment elimination	Total
	416,035	330,052	108,942	108,264	7,931	(14,158)	957,066
	150,759	56,767	88,874	18,258	27,758	(8,583)	333,833
Total assets	566,794	386,819	197,816	126,522	35,689	(22,741)	1,290,899
Non-current liabilities	248,828	131,383	27,685	31,526	999	(31,590)	408,831
Current liabilities	112,194	75,208	38,855	20,418	9,137	(5,002)	250,810
Total liabilities	361,022	206,591	66,540	51,944	10,136	(36,592)	659,641
Net assets	205,772	180,228	131,276	74,578	25,553	13,851	631,258

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

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12. 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.