

ZAIN BAHRAIN B.S.C.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

ZAIN BAHRAIN B.S.C.

<u>Commercial Registration No.</u>	50603
<u>Chairman of the Board</u>	Sh. Ahmed Bin Ali Al Khalifa
<u>Members of the Board of Directors</u>	Sh. Rashid Bin Abdulrahman Al Khalifa – Independent Director Mr. Ali Hassan Al-Khaja – Independent Director Mr. Bader Nasser Al-Kharafi Mr. Yousif Khaled Alabdurazzaq Mr. Nasser Sulaiman Al Harthy Mr. Osamah Othman Al Furaih
<u>Corporate Secretary</u>	Mrs. Nadeya Aqeel Abdulrahman
<u>Acting Chief Executive Officer</u>	Mr. Ammar AlKetbi
<u>Managing Director</u>	Mr. Mohammed Zainalabedin
<u>Chief Financial Officer</u>	Mr. Iyadh Borgi
<u>Registered Office</u>	P.O. Box 266, Al-Seef Manama, Kingdom of Bahrain
<u>Principal Bankers</u>	National Bank of Kuwait S.A.K.P. – Bahrain Branch Bank of Bahrain and Kuwait B.S.C. First Abu Dhabi Bank PJSC Ahli United Bank B.S.C. (c)
<u>Auditor</u>	KPMG Fakhro Manama Kingdom of Bahrain

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

To the Board of Directors
Zain Bahrain BSC
Kingdom of Bahrain

Introduction

We have reviewed the accompanying 31 March 2025 condensed consolidated interim financial statements of Zain Bahrain BSC (the "Company") and its subsidiaries (together the "Group"), which comprise:

- the condensed consolidated statement of financial position as at 31 March 2025;
- the condensed consolidated statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2025;
- the condensed consolidated statement of changes in equity for the three-month period ended 31 March 2025;
- the condensed consolidated statement of cash flows for the three-month period ended 31 March 2025; 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 condensed consolidated 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 31 March 2025 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

23 April 2025

ZAIN BAHRAIN B.S.C.
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2025

	Notes	31 March 2025 (Reviewed) BD '000	31 December 2024 (Audited) BD '000
<u>ASSETS</u>			
Current assets			
Cash and banks		6,277	9,615
Trade receivables and other assets	5	18,428	16,747
Contract assets		7,111	7,073
Inventories	6	3,895	3,933
Total current assets		35,711	37,368
Non-current assets			
Trade receivables and other assets	5	167	175
Contract assets		2,527	2,510
Right-of-use assets	7.1	20,742	21,051
Property and equipment	8	69,791	71,716
Intangible assets	9	9,285	9,091
Total non-current assets		102,512	104,543
Total Assets		138,223	141,911
<u>LIABILITIES AND EQUITY</u>			
Liabilities			
Current liabilities			
Trade and other payables	10	28,474	29,363
Lease liabilities	7.2	3,893	4,002
Contract liabilities		1,712	1,748
Total current liabilities		34,079	35,113
Non-current liabilities			
Trade and other payables	10	285	587
Lease liabilities	7.2	17,203	17,384
Provision for employees' end of service benefits		736	706
Total non-current liabilities		18,224	18,677
Total Liabilities		52,303	53,790
Equity			
Share capital		36,800	36,800
Treasury shares		(754)	(754)
Treasury shares reserve		(6)	(6)
Share premium		3,032	3,032
Statutory reserve		15,253	15,136
Retained earnings		30,426	32,646
Equity attributable to owners of the Company		84,751	86,854
Non-controlling interests		1,169	1,267
Total Equity		85,920	88,121
Total Liabilities and Equity		138,223	141,911

The condensed consolidated interim financial statements were approved and authorized for issue on 23 April 2025 and signed on behalf of the Directors by:

Sh. Ahmed Bin Ali Al Khalifa
Chairman

Mr. Bader Nasser Al-Kharafi
Board member

The attached notes form part of this condensed consolidated interim financial statements.

ZAIN BAHRAIN B.S.C.
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
THREE-MONTH PERIOD ENDED 31 MARCH 2025

	Notes	Three-month period ended 31 March	
		2025	2024
		(Reviewed) BD '000	(Reviewed) BD '000
Revenue	11	21,007	19,511
Cost of revenue		(7,532)	(6,470)
Operating and administrative expenses		(7,376)	(6,921)
Depreciation of property and equipment	8	(2,291)	(2,868)
Depreciation of right-of-use assets	7.1	(1,161)	(1,110)
Amortization of intangible assets	9	(562)	(562)
Expected credit losses on financial assets and contract assets	12	(719)	(420)
Operating profit		1,366	1,160
Finance income		89	82
Other income		3	68
Other expenses		(3)	(9)
Finance costs	13	(381)	(293)
Profit for the period		1,074	1,008
Other comprehensive income		-	-
Total comprehensive income for the period		1,074	1,008
Profit / Total comprehensive income for the period			
Attributable to:			
Owners of the Company		1,172	1,069
Non-controlling interests		(98)	(61)
		1,074	1,008
Basic and diluted earnings per share	14	Fils 3	Fils 3

Sh. Ahmed Bin Ali Al Khalifa
Chairman

Mr. Bader Nasser Al-Kharafi
Board member

The attached notes form part of this condensed consolidated interim financial statements

ZAIN BAHRAIN B.S.C.
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
THREE-MONTH PERIOD ENDED 31 MARCH 2025

	Share capital	Treasury shares	Treasury shares reserve	Share premium	Statutory reserve	Retained earnings	Equity attributable to owners of the company	Non- controlling interests	Total equity
	BD '000	BD '000	BD '000	BD '000	BD '000	BD '000	BD '000	BD '000	BD '000
Balance, 31 December 2024 (Audited)	36,800	(754)	(6)	3,032	15,136	32,646	86,854	1,267	88,121
Appropriation of dividends	-	-	-	-	-	(3,275)	(3,275)	-	(3,275)
Total comprehensive income for the period	-	-	-	-	-	1,172	1,172	(98)	1,074
Appropriation to statutory reserve	-	-	-	-	117	(117)	-	-	-
Balance, 31 March 2025 (Reviewed)	36,800	(754)	(6)	3,032	15,253	30,426	84,751	1,169	85,920
Balance, 31 December 2023 (Audited)	36,800	(754)	(6)	3,032	14,544	30,591	84,207	1,452	85,659
Appropriation of dividends	-	-	-	-	-	(3,275)	(3,275)	-	(3,275)
Total comprehensive income for the period	-	-	-	-	-	1,069	1,069	(61)	1,008
Appropriation to statutory reserve	-	-	-	-	122	(122)	-	-	-
Balance, 31 March 2024 (Reviewed)	36,800	(754)	(6)	3,032	14,666	28,263	82,001	1,391	83,392

The Annual General Assembly of shareholders held on 19 March 2025 approved cash dividends distribution of 9 fils per share (25 March 2024: 9 fils per share).

The attached notes form part of this condensed consolidated interim financial statements

ZAIN BAHRAIN B.S.C.
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

		Three-month period ended 31 March	
		2025	2024
		(Reviewed) BD '000	(Reviewed) BD '000
Notes			
Cash flows from operating activities			
		1,074	1,008
Profit for the period			
Adjustments for:			
Depreciation of property and equipment	8	2,291	2,868
Depreciation of right-of-use assets	7.1	1,161	1,110
Amortization of intangible assets	9	562	562
Increase in expected credit losses on financial assets and contract assets	12	719	420
Provision for inventories		36	48
Finance income		(89)	(82)
Finance costs	13	381	293
Gain on termination of leases		(5)	(20)
Provision for employees' end of service benefits		50	42
		6,180	6,249
Working capital changes:			
Net change in inventories		2	(694)
Net change in trade receivables and other assets		(2,396)	(1,334)
Net change in contract assets		(56)	(745)
Net change in trade and other payables		(798)	(1,925)
Net change in contract liabilities		(36)	(307)
Cash generated from operating activities		2,896	1,244
Finance costs paid		(381)	(293)
<i>Net cash generated from operating activities</i>		2,515	951
Cash flows from investing activities			
Payment for acquisition of property and equipment		(3,727)	(784)
Payment for intangible assets		(1,078)	(1,098)
Finance income		89	82
<i>Net cash used in investing activities</i>		(4,716)	(1,800)
Cash flows from financing activities			
Movement of principal portion of lease liabilities		(1,137)	(1,093)
<i>Net cash used in financing activities</i>		(1,137)	(1,093)
Net decrease in cash and cash equivalents		(3,338)	(1,942)
Cash and cash equivalents, beginning of period		7,415	5,822
Cash and cash equivalents, end of period		4,077	3,880
Cash and cash equivalents:			
Cash on hand and at banks		4,077	2,380
Short-term deposits at banks		2,200	4,500
Cash and bank balances		6,277	6,880
Less:			
Deposits with contractual maturity of more than three months		(2,200)	(3,000)
Cash and cash equivalents, end of period		4,077	3,880

The attached notes form part of this condensed consolidated interim financial statements

ZAIN BAHRAIN B.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

1. REPORTING ENTITY

Zain Bahrain B.S.C. (the "Company") is a Bahraini Shareholding Company (Public) incorporated in the Kingdom of Bahrain on 19 April 2003 and registered with the Ministry of Industry and Commerce under Commercial Registration number 50603. Its shares are listed on the Bahrain Bourse. The Company is a subsidiary of Mobile Telecommunications Company K.S.C.P. (the "Parent Company"), a Kuwaiti shareholding company listed on the Kuwait Stock Exchange which is a subsidiary of Oman Telecommunications Company SAOG (the "Ultimate Parent Company"), a listed company incorporated in the Sultanate of Oman. The Company's registered office is P.O. Box 266, Al-Seef, Manama, Kingdom of Bahrain.

The Company has established two subsidiaries, both incorporated in Kingdom of Bahrain, TASC Properties W.L.L. (fully owned by the Company) and Bede B.S.C (c) (formerly Tamam Bahrain B.S.C. (c)) (70% owned by the Company) together referred to as the "Group". The financial information of the subsidiaries are incorporated in these condensed consolidated financial statements.

The Group is mainly engaged in the provision of public telecommunications and related products and services, and regulated financing activities through its subsidiary.

2. BASIS OF ACCOUNTING

The condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting".

The condensed consolidated interim financial statements do not include all of the information required for full annual financial statements prepared in accordance with IFRS Accounting Standards and should be read in conjunction with the audited consolidated financial statements of the Group for the year ended 31 December 2024. 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 financial statements as at and for the year ended 31 December 2024.

The condensed consolidated interim financial statements are prepared in Bahraini Dinar, which is the Group's functional and presentation currency, and all values are rounded to the nearest thousands (BD'000) except where indicated otherwise.

In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included. Operating results for the period are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

3. MATERIAL ACCOUNTING POLICIES

The condensed consolidated interim financial statements have been prepared under the historical cost convention. The same accounting policies, presentation and methods of computation followed in these condensed consolidated interim financial statements were applied in the preparation of the Group's financial statements for the year ended 31 December 2024 except for the adoption of amended standards effective from 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments apply for the first time in 2025, but had no material impact on the condensed consolidated interim financial statements of the Group:

- Lack of Exchangeability – Amendments to IAS 21

4. CRITICAL JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2024.

ZAIN BAHRAIN B.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

5. TRADE RECEIVABLES AND OTHER ASSETS

	31 March 2025 (Reviewed)	31 December 2024 (Audited)
	BD `000	BD `000
Trade receivables:		
Due from postpaid subscribers	14,372	16,709
Due from roaming partners	972	1,692
Due from distributors	663	528
Interconnect receivables from other operators	2,083	1,676
Financing receivables	1,015	328
	19,105	20,933
Expected credit loss	(7,086)	(8,902)
	12,019	12,031
Other assets:		
Due from related parties (note 16)	592	488
Sundry receivables and advance payments	3,900	3,395
Staff receivables	150	141
	4,642	4,024
Expected credit loss	(130)	(130)
	4,512	3,894
Prepaid expenses	2,064	997
Total trade receivables and other assets	18,595	16,922
<i>Represented by:</i>		
Current portion:		
Trade receivables and other assets	16,531	15,925
Prepaid expenses	1,897	822
	18,428	16,747
Non-current portion:		
Prepaid expenses	167	175
	167	175

6. INVENTORIES

	31 March 2025 (Reviewed)	31 December 2024 (Audited)
	BD `000	BD `000
Handsets, accessories and others	4,685	4,687
Provision for obsolescence and net realizable value	(790)	(754)
	3,895	3,933

ZAIN BAHRAIN B.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

7. LEASES

7.1 Right-of-use assets

The recognized right-of-use assets relates to the following types of assets leased by the Group. The average lease term is five years.

	Building, premises and others	Sites	Total
	BD `000	BD `000	BD `000
Balance, 31 December 2024 (Audited)	3,961	17,090	21,051
Depreciation during the period	(151)	(1,010)	(1,161)
Additions / modifications during the period	10	953	963
Terminations	(3)	(108)	(111)
Balance, 31 March 2025 (Reviewed)	3,817	16,925	20,742

The following are the amounts recognized in profit or loss for the three-month period ended 31 March:

	2025 (Reviewed)	2024 (Reviewed)
	BD `000	BD `000
Depreciation on right-of-use assets	1,161	1,110
Interest expense on lease liabilities (note 13)	371	278

The total cash outflow for leases amounted to BD 1,508 thousand during the three-month period ended 31 March 2025 (2024: BD 1,371 thousand for the three-month period end 31 March 2024).

At the reporting date, none of the property leases in which the Group is the lessee, contain variable lease payment terms.

7.2 Lease liabilities

Below is the allocation of lease liabilities as at:

	31 March 2025 (Reviewed)	31 December 2024 (Audited)
	BD `000	BD `000
Current lease liabilities	3,893	4,002
Non-current lease liabilities	17,203	17,384
	21,096	21,386

The maturity analysis of lease liabilities is as follows:

	31 March 2025 (Reviewed)	31 December 2024 (Audited)
	BD `000	BD `000
Not later than 1 year	5,261	5,364
Later than 1 year and not later than 5 years	13,958	14,014
Later than 5 years	9,307	9,570
	28,526	28,948
Less: Interest for future period	(7,430)	(7,562)
	21,096	21,386

ZAIN BAHRAIN B.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

8. PROPERTY AND EQUIPMENT

	Freehold land and Building	Network equipment and systems	Office equipment, Furniture and Fixtures and Others	Capital work-in- progress	Total
	BD'000	BD'000	BD'000	BD'000	BD'000
Cost:					
Balances at 31 December 2024 (Audited)	17,773	169,365	5,153	12,673	204,964
Additions	-	-	-	366	366
Transfers	-	4,335	18	(4,353)	-
Balance at 31 March 2025 (Reviewed)	17,773	173,700	5,171	8,686	205,330
Accumulated depreciation:					
Balances at 31 December 2024 (Audited)	1,536	126,803	4,909	-	133,248
Depreciation expense	49	2,209	33	-	2,291
Balance at 31 March 2025 (Reviewed)	1,585	129,012	4,942	-	135,539
Carrying values:					
31 March 2025 (Reviewed)	16,188	44,688	229	8,686	69,791
31 December 2024 (Audited)	16,237	42,562	244	12,673	71,716

The freehold land and buildings include freehold land amounting to BD 9.97 million (2024: BD 9.97 million) which is not depreciated. Capital work in progress mainly relates to network equipment in respect of network expansions and improvements.

ZAIN BAHRAIN B.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

9. INTANGIBLE ASSETS

	31 March 2025 (Reviewed)	31 December 2024 (Audited)
	BD '000	BD '000
Mobile frequency and spectrum license	8,749	8,535
Other intangible assets	536	556
	9,285	9,091

The movement of intangible assets is as follows:

	Three-month period ended 31 March 2025
	BD '000
Balance, 31 December 2024 (Audited)	9,091
Addition	756
Amortization	(562)
Balance, 31 March 2025 (Reviewed)	9,285

Spectrum Usage Right Fees for frequency allocation in the 3500 MHz frequency band was acquired on 1 December 2022, and amortized over the license period of 15 years. The license fees are required to be paid over a five-year period. Accordingly, the license fees were capitalized by discounting at incremental borrowing rate.

Frequency license for additional spectrum block was acquired on 19 September 2013 and amortised over the license period of 15 years. In 2019, the Group renewed mobile frequency license and spectrum frequency license for 10 years and 15 years respectively and the license fees are required to be paid over five years period. Accordingly, the license fees were capitalized by discounting at incremental borrowing rate.

10. TRADE AND OTHER PAYABLES

	31 March 2025 (Reviewed)	31 December 2024 (Audited)
	BD '000	BD '000
Trade payables	4,246	5,193
Accrued expenses	14,495	19,047
Interconnection payable	1,399	147
Due to roaming partners	605	502
Accrued employees' benefits	556	1,526
Due to related parties (note 16)	3,612	3,114
Value added tax payable	276	182
Accrued Directors' remuneration	280	224
Deposits	12	12
Dividends payable	3,278	3
Total trade and other payables	28,759	29,950
<i>Represented by:</i>		
Current portion	28,474	29,363
Non-Current portion	285	587
	28,759	29,950

ZAIN BAHRAIN B.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

11. REVENUE

The Group derives its revenue mainly from telecommunications related services, which management considers a single reportable business segment, categorized as follows:

	Three-month period ended 31 March	
	2025 (Reviewed)	2024 (Reviewed)
	BD `000	BD `000
Airtime, data, subscription and others (Over time)	15,711	15,192
Trading (Point in time)	5,296	4,319
	21,007	19,511

12. EXPECTED CREDIT LOSSES ON FINANCIAL ASSETS AND CONTRACT ASSETS

	Three-month period ended 31 March	
	2025 (Reviewed)	2024 (Reviewed)
	BD `000	BD `000
Expected credit losses on trade and other receivables	723	369
Expected credit losses on contract assets	1	52
Expected credit losses on bank balances	(5)	(1)
	719	420

13. FINANCE COSTS

	Three-month period ended 31 March	
	2025 (Reviewed)	2024 (Reviewed)
	BD `000	BD `000
Interest expense on lease liabilities (note 7.1)	371	278
Others	10	15
	381	293

14. EARNINGS PER SHARE

	Three-month period ended 31 March	
	2025 (Reviewed)	2024 (Reviewed)
Profit for the period attributable to owners of the Company (BD`000)	1,172	1,069
Weighted average number of shares in issue	363,883,010	363,883,010
Basic and diluted earnings per share (fils)	3	3

Basic and diluted earnings per share are same since the Group has not issued any instrument that would have a diluting effect.

15. SEGMENT INFORMATION

The Group principally operates in a single business segment, telecommunications and related services, organized into three main activities: mobile operation, fixed broadband operation and trading of handsets and accessories. Management considers that its significant business activities are not separate operating units.

The Group carries out its operations in the Kingdom of Bahrain.

ZAIN BAHRAIN B.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

16. RELATED PARTIES

The Group has entered into transactions with related parties on terms approved by management. Transactions with related parties during the three months period ended 31 March were as follows:

	Three-month period ended 31 March	
	2025 (Reviewed)	2024 (Reviewed)
	BD '000	BD '000
<u>Condensed consolidated statement of profit and loss</u>		
Costs:		
Management fees – <i>Parent company</i>	476	462
Outpayments to telecommunication operators	491	415
Others	108	9
Revenue and other income:		
Telecommunication services – <i>entities under common control</i>	234	133
<u>Condensed consolidated statement of financial position</u>		
Capital expenditure	49	-
Remuneration of key management:		
Short-term benefits	488	453
Other long-term benefits	106	145
Total remuneration	594	598

Balances with related parties were as follows:

	31 March 2025 (Reviewed)	31 December 2024 (Audited)
	BD '000	BD '000
Due from related parties: (note 5)		
Mobile Telecommunications Company K.S.C.P.	17	3
Mobile Telecommunication Company Saudi Arabia	284	262
Oman Telecommunications Company	116	108
Zain Global Communication Services W.L.L.	110	65
Zain – Jordan	23	20
Zain – Iraq	22	22
Zain – Omantel International	18	5
Others	2	3
	592	488
Due to related parties: (note 10)		
Mobile Telecommunications Company K.S.C.P.	1,185	1,175
Zain Global Communication Services W.L.L.	1,250	848
Mobile Telecommunication Company Saudi Arabia	410	379
Zain Tech Solutions	457	457
Oman Telecommunications Company	250	197
FOO Off Shore SAL	18	18
Zain – Jordan	31	30
Others	11	10
	3,612	3,114

ZAIN BAHRAIN B.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE-MONTH PERIOD ENDED 31 MARCH 2025

17. INCOME TAX

The Kingdom of Bahrain issued and enacted Decree Law No. (11) of 2024 ('Bahrain DMTT law') on 1 September 2024 introducing a domestic minimum top-up tax ("DMTT") of 15% on the taxable income of the Bahrain resident constituent entities of the MNE group for fiscal years commencing on or after 1 January 2025. The multinational enterprise (MNE) group is subject to the OECD Global Anti-Base Erosion Pillar Two Model Rules ('GloBE rules') that apply to MNE groups with total annual consolidated revenue exceeding EUR 750 million in at least two of the four preceding fiscal years.

The Ultimate Parent Entity, Oman Telecommunications Company SAOG (domiciled and operating in the Sultanate of Oman), along with the Parent Entity, Mobile Telecommunications Company K.S.C.P. (domiciled and operating in the State of Kuwait), has assessed its position and determined that it falls within the scope of the GloBE rules.

As per the Group's assessment of applicability of the Bahrain DMTT law and GloBE rules, while it is within the scope of the DMTT law and GloBE rules, the tax liability for the fiscal year 2025 is expected to be reduced to 'Nil' for the Bahrain resident entities, as the Group is expected to meet certain conditions for exclusion as specified in the Bahrain DMTT law and related legislation. Accordingly, no tax provision has been recognised for the period from 1 January 2025 to 31 March 2025.

18. COMMITMENTS

The Group had the following outstanding items:

	31 March 2025 (Reviewed)	31 December 2024 (Audited)
	<u>BD '000</u>	<u>BD '000</u>
Letters of guarantee	894	887
Capital expenditures	593	718