Investor Relations Release

For the nine months period ended on **30th of September 2025**

Financial Results Overview

For the nine months period ended on 30th of September 2025

stc Group announced its interim consolidated financial results for the period ending on September 30, 2025.

14.84%

Increase in Net Profit for the 9 months period, after excluding the non-recurring items in the current and the comparable period last year.

Financial Results Highlights

(Millions of ⃁)

	9M 2025	9M 2024	%
Revenue	**57,924**	56,465	2.58%
EBITDA	**18,497**	18,375	0.66%
Change in EBITDA *(after excluding the non-recurring items)*			5.72%
Net Profit *(Attributable to Equity Holders)*	**11,579**	11,233	3.08%
Change in Net Profit *(Attributable to Equity Holders)* *(after excluding the non-recurring items)*			14.84%
Total Shareholders Equity[1]	**83,948**	79,283	5.88%
Net Cash[2]	**1,472**	9,116	(83.85%)
Capex[3]	**6,077**	7,236	(16.02%)
Net Debt[4] **/ EBITDA**	**(0.08x)**	(0.50x)	-

Credit Rating

Fitch	S&P	Moody's	Tassnief
A+	A+	Aa3	AAA

1 Shareholders Equity after deducting minority equity

2 ((Cash and cash equivalents + Short-term murabahas) – (Short-term borrowings + Long-term borrowings))

3 (Purchase of property and equipment + Purchase of intangible assets + Additions to investment properties)

4 (Total Debt - (Cash and cash equivalents + Short-term murabahas))

GCEO Statement

Commenting on the financial results for the nine months period of 2025, Eng. Olayan Alwetaid, CEO of stc Group, noted that the Group continues to maximize its revenues from various business segments, and is proceeding with the implementation of its strategic cost efficiency program in order to achieve sustainable profitability and maximize shareholders' value.

The Group recorded revenue growth of 2.6%, while EBITDA and net profit (after excluding non-recurring items) increased by 5.7% and 14.8%, respectively. This performance reflects the Group's success in implementing its strategy aimed at strengthening its leadership in the telecommunications sector, making targeted investments in digital infrastructure and the development of digital services and solutions.

The GCEO further added that the Group is continuing to strengthen the digital infrastructure in the Kingdom and the region, as its subsidiary center3 announced an investment plan worth ⃁ 37.5 billion, aimed at accelerating the expansion and development of its data center infrastructure to reach a total capacity of 1 gigawatt by 2030. This strategic direction comes in response to the growing demand for AI and cloud computing services, reinforcing the Kingdom's position as a strategic digital hub in the region.

Additionally, center3 signed a strategic agreement with HUMAIN, a subsidiary of the Public Investment Fund, to provide secure, high-efficiency connectivity both domestically and internationally, to support HUMAIN's AI ecosystem. This agreement represents a significant step toward developing and diversifying the Kingdom's digital economy and reinforces its position as a leading global hub in the field of artificial intelligence.

In support of the digital transformation of the Kingdom's Giga projects, the Group signed a strategic partnership with Red Sea Global with an investment exceeding ⃁ 1.2 billion to build advanced digital infrastructure and provide cutting-edge connectivity services for Red Sea destinations. This investment is one of the largest in Saudi Arabia's tourism sector, cementing the Kingdom's position in developing smart destinations globally and delivering transformative guest experiences while supporting the objectives of the national digital economy.

The Group also launched the Business-Critical Network, the latest in private wireless communication networks and the first of its kind in the Kingdom, to deliver high-speed, reliable and encrypted communication capabilities, empowering industries to operate with unparalleled efficiency and resilience while meeting future requirements through AI, edge computing, and the Internet of Things.

As part of its pioneering role in supporting various national activities, stc Group has entered into several strategic partnerships in diverse sectors. In sports, stc signed a partnership with Thmanyah extending until 2031, to enhance the experience of following Saudi football competitions. In esports, it partnered with the Saudi Esports Federation to expand its Job Attachment Program, fostering the development of future digital skills. In tourism, the Group sponsored the first edition of the "TOURISE 2025" forum in collaboration with the Saudi Tourism Authority, supporting the development of innovative technological solutions that empower the tourism sector and strengthen the Kingdom's position as a leading global destination.

The GCEO concluded by emphasizing his pride in the Group's achievements in supporting the national economy, highlighting a 14% increase in the local content score, reaching 50.7% in 2025, with total annual spending of ⃁ 21.31 billion. This achievement is a direct outcome of the "rawafed" program, which focuses on maximizing local spending, fostering innovation, attracting investments, and enriching local talent. This reflects stc's commitment to continue developing the local content ecosystem and contributing to the building of a sustainable digital future.

Olayan Mohammed Alwetaid

stc Group CEO

Financial Performance Summary

Key financial data and indicators

1 Balance Sheet

(Millions of ⃁)

	9M 2025	9M 2024	%
Cash & Equivalents[1]	**16,616**	24,442	(32.02%)
Working Capital[2]	**21,083**	35,256	(40.20%)
Total Assets	**153,781**	161,852	(4.99%)
Total Liabilities	**66,931**	79,909	(16.24%)
Total Debt[3]	**15,144**	15,326	(1.19%)
Total Shareholders Equity *(After Deducting Minority Equity)*	**83,948**	79,283	5.88%

2 Income Statement

(Millions of ⃁)

	9M 2025	9M 2024	%
Revenue	**57,924**	56,465	2.58%
Gross Profit	**27,908**	27,903	0.02%
Operating Profit	**10,834**	11,456	(5.43%)
EBITDA	**18,497**	18,375	0.66%
Net Profit *(Attributable to Equity Holders)*	**11,579**	11,233	3.08%

3 Cash Flows Statement

(Millions of ⃁)

	9M 2025	9M 2024	%
Net Cash from Operating Activities	**11,293**	11,895	(5.06%)
Net Cash from Investing Activities	**8,486**	1,219	596.14%
Net Cash from Financing Activities	**(19,851)**	(7,867)	152.33%
Free Cash Flow[4]	**5,216**	4,658	11.98%

1 (Cash and cash equivalents + Short-term murabahas) 2 (Current Assets – Current Liabilities) 3 (Short-term borrowings + Long-term borrowings) 4 (Net cash from operating activities – Capex)

Stock Performance & Financial Calendar

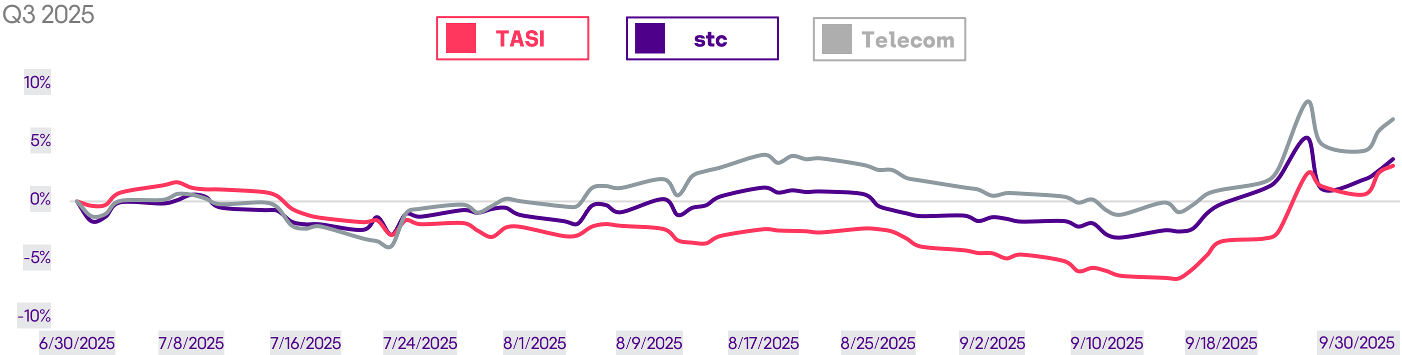
Analysts' Estimates

Q3 2025

Average Analysts Estimates for Revenue (Mn ⃁)	Actual (Mn ⃁)	Change %	Average Analysts Estimates for Net Profit (Mn ⃁)	Actual (Mn ⃁)	Change %
19,532	**19,264**	**(1.37%)**	3,593	**4,107**	**14.31%**
Number of Estimates for Revenue	**17 Analysts**		Number of Estimates for Net Profit	**19 Analysts**	

Stock Performance

Q3 2025



Payout Ratio 1	P/E Ratio 2	Dividend Yield 3	Return on Equity 4	Price to Book Ratio
83.67%	8.78x	9.53%	30.67%	2.63x

Financial Calendar

Q3 2025

July

S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

August

S	M	T	W	T	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

September

S	M	T	W	T	F	S
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30				

Date	Event
1 July	CEEMEA Corporate Days in Singapore Conference - Goldman Sachs.
27 July	Q2-2025 financial results & dividends announcement.
29 July	Q2-2025 stc's Earnings Conference Call.
30 July	stc's Board of Directors invited its Shareholders to attend the Extraordinary General Assembly meeting (First meeting) by Means of Modern Technology. stc announced that it has conducted an Earnings conference call to discuss the financial results of the second quarter and the six months period of 2025 with Investors and Financial Analysts.
19 Aug	Q2-2025 Dividend Distribution (⃁ 0.55 per share)
28 Aug	stc announced the date of E-Voting on the Agenda of the Extraordinary General Assembly meeting (First meeting).
3 Sep	Extraordinary General Assembly Meeting.
4 Sep	stc announced the results of the Extraordinary General Assembly meeting (First meeting).
8 – 9 Sep	EFG Hermes 11th Annual London Conference.

1-3 Includes special dividends of ⃁ 2

1-2-3-4 Numbers are calculated based on the last 12 months

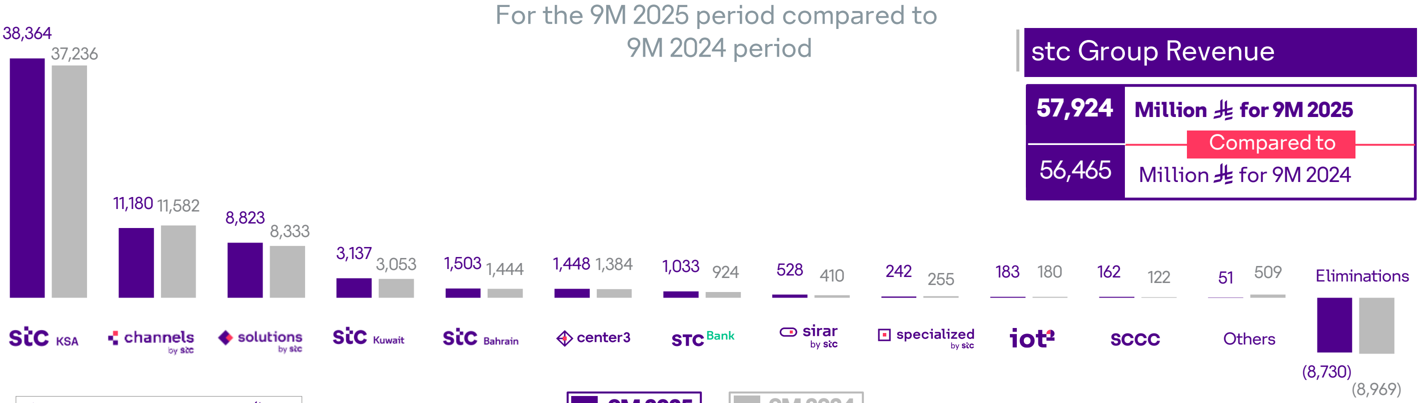
4 Equity attributable to the equity holders of the Parent Company

2-4 Includes special gains from TAWAL deal

Segment Information

Revenue based on segments

For the 9M 2025 period compared to 9M 2024 period



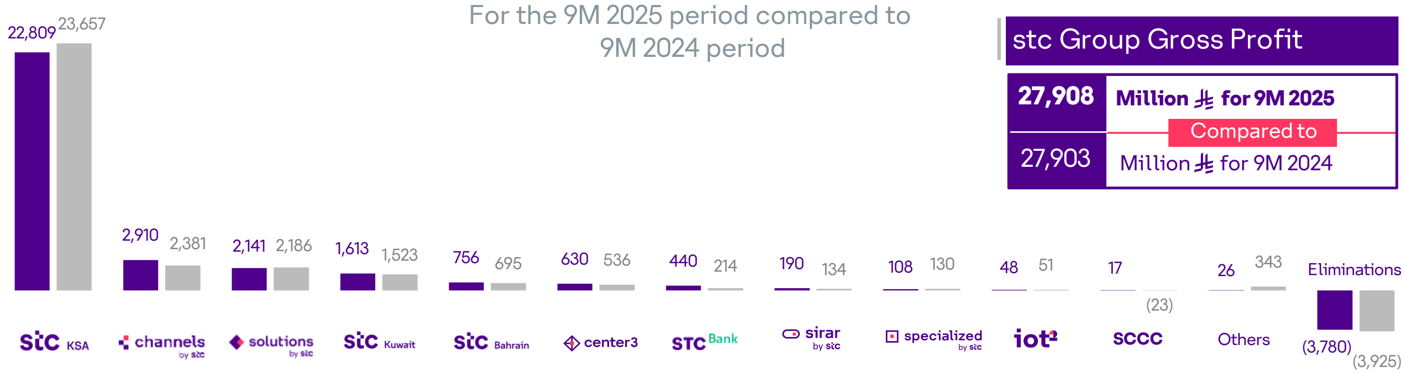
stc Group Revenue

57,924	**Million ⃁ for 9M 2025**
	Compared to
56,465	Million ⃁ for 9M 2024

*All Numbers in Millions of ⃁

Gross Profit based on segments

For the 9M 2025 period compared to 9M 2024 period



stc Group Gross Profit

27,908	**Million ⃁ for 9M 2025**
	Compared to
27,903	Million ⃁ for 9M 2024

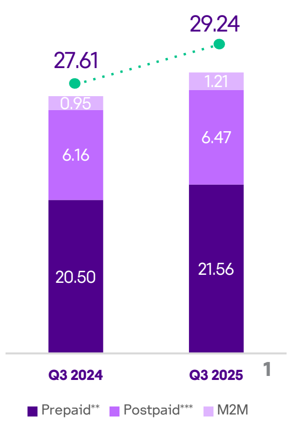
*All Numbers in Millions of ⃁

Subscribers at a Glance*

stc KSA

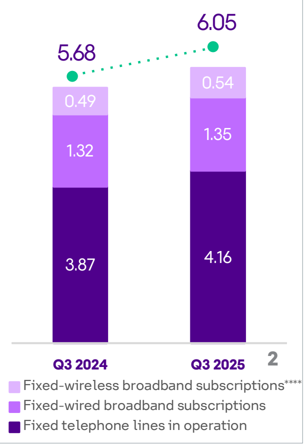
Mobile Subscribers (Millions)

5.90%



Fixed Subscribers (Millions)

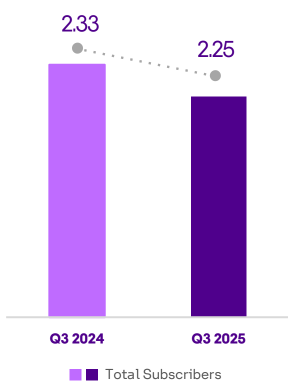
6.40%



stc Kuwait

Mobile Subscribers (Millions)

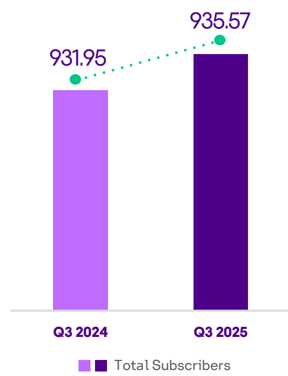
(3.20%)



stc Bahrain

Mobile Subscribers (Thousands)

0.39%



* Percentage changes are calculated based on full figures.
** Prepaid subscribers includes mobile voice, standard mobile broadband, and dedicated data mobile broadband subscriptions.
***Postpaid subscribers includes mobile voice, standard mobile broadband, and dedicated data mobile broadband subscriptions.
****Fixed-wireless broadband subscribers includes 4G and 5G subscribers.
1-2 Figures are not audited.

Key Highlights

Key News

center3 Commits ⃁ 37.5 Billion Targeting 1 Gigawatt of Total Capacity by 2030

center3 announced an accelerated expansion of its data center infrastructure, targeting 1 gigawatt of total capacity by 2030. This strategic growth is designed to meet the surging regional demand for AI, cloud, and hyperscaler services. Building on its ⃁ 11.25 billion of completed investments, center3 is now committing to an additional ⃁ 37.5 billion investment plan by 2030 to enhance digital infrastructure in Saudi Arabia and key international markets. This development is central to reinforcing Saudi Arabia's position as a strategic digital hub, aligning with Vision 2030's digital transformation goals and the aim to localize digital content and services in the region. As part of this growth, center3 is developing new high-density, hyperscaler-ready data centers, with a goal to reach 300MW of total installed capacity by 2027.

Strategic Partnership between center3 and HUMAIN

center3 has signed a strategic framework agreement with HUMAIN, a subsidiary of the Public Investment Fund (PIF). The partnership will deliver advanced connectivity services to enable HUMAIN's mission to position the Kingdom as a global hub for artificial intelligence. The agreement enables HUMAIN to tap into center3's infrastructure and secure vital connectivity to national and international destinations. This digital infrastructure will act as the foundation of the Kingdom's AI hub and support HUMAIN's full-stack AI ecosystem. The strategic partnership will reinforce HUMAIN's broader vision to operate end-to-end across the entire AI value chain: from infrastructure and cloud services to data, models, and cutting-edge applications.

⃁ 1.2 Billion Partnership between stc Group and Red Sea Global

Red Sea Global has announced a landmark agreement that will see stc Group invest more than ⃁ 1.2 billion in expanding digital infrastructure and services across RSG's portfolio of resorts and communities. This strategic investment marks one of the largest of its kind in Saudi Arabia's tourism sector. It underscores the Kingdom's ambition to become a global leader in smart destination development, delivering transformative guest experiences while advancing national digital economy goals. Through this parentship, stc will provide next-generation connectivity and ICT services across RSG's destinations. This includes high-speed networks, resilient backup systems, and integrated digital operations. In addition, the agreement signed between RSG and stc create a flexible and future-proof framework, enabling rapid rollout of new technologies and bespoke digital solutions that meet the evolving needs of RSG's destinations, tenants, and investors.

stc Group Empowers Saudi Arabia's Key Sectors with the Launch of Business Critical Network

stc Group has unveiled its latest wireless communications network, the Business-Critical Network, designed to revolutionize connectivity for Saudi Arabia's most critical sectors, including government, healthcare, and oil and gas. As one of the first networks of its kind in the kingdom, it delivers high-speed, high-availability, and encrypted communication capabilities, empowering industries to operate with unparalleled efficiency and resilience. The network is engineered with future-readiness at its core, offering seamless adaptability and compatibility with emerging and evolving technologies such as artificial intelligence, edge computing, and the Internet of Things (IoT). Compliant with global Mission Critical and 3GPP standards, the network is built on a dedicated LTE network that spans the entire Kingdom and is engineered to meet the highest benchmarks for security, reliability and agility.

stc Group's Local Content Score Rises to 50.7%

stc Group has announced a notable increase in its local content percentage, which rose to 50.7% in 2025 with total annual spending of ⃁ 21.31 billion. This achievement reflects the company's steadfast commitment to strengthening local content and positioning it as a key driver of sustainable growth in the telecommunications and information technology sector. This milestone is a direct outcome of the rawafed program, launched by stc as a strategic initiative aimed at maximizing local spending, fostering innovation, enriching local talent, and attracting investments. The program has contributed to a 14% increase in local content within a short period, demonstrating its effectiveness in accelerating transformation and delivering tangible impact on the ground. This progress underscores stc's position as a trusted national partner in advancing the local economy and enhances its corporate image as a leading enabler of local content in the Kingdom.

stc Group and Huawei Achieve First 2.4T Trial Globally on Live Optical Network

stc Group and Huawei have successfully trialed an ultra-high-speed optical solution capable of delivering data transmission speeds of 2.4 terabits per second (Tbps). As the first operator globally to deploy this cutting-edge solution, stc Group is establishing a pivotal foundation for Saudi Arabia's transformation into a premier global digital hub. As Saudi Arabia undergoes rapid digital transformation, the demand for Peta bps-level data transmission is surging, driven by data-intensive industries and advanced computing applications. Leveraging Huawei's next-generation optical transport platform OptiX OSN 9800 K12, the solution achieved a single-fiber capacity to 96Tbps while delivering 2.4Tbps per port, equipping the Kingdom to address the growing demands of advanced digital services over the next decade.

stc Group Wins Ninth Consecutive Platinum Game Operator Award

stc Group has been awarded the platinum operator award for Esports for the first half of 2025, marking its ninth consecutive win, after achieving the highest evaluation among telecommunications service providers in the Kingdom, according to the classification of the CST commission. This recognition is in appreciation of its comprehensive services in the Esports sector, support for digital transformation, and enhancement of advanced technological infrastructure. This achievement crowns stc Group's leadership in empowering the Esports sector in the Kingdom of Saudi Arabia, supported by strategic investments in advanced digital infrastructure and highly efficient telecommunications networks, alongside a modern digital ecosystem and smart data centers that enable local hosting of Esports, ensuring high performance speed and an enhanced gaming and viewing experience alike.

tali ventures Leads a Strategic Investment in Tarmeez Capital

tali ventures, the corporate venture capital arm of stc Group, has led a strategic funding round in Tarmeez Capital, one of Saudi's fastest growing fintech players in the sukuk and debt instruments space, an area which is experiencing strong growth locally and globally. The investment supports stc Group's broader strategy to back high-growth digital platforms shaping the future of finance and strengthen the Kingdom's financial ecosystem. It also marks a significant milestone for Tarmeez Capital, as it is the company's first investment since its founding. Licensed by the Capital Market Authority (CMA), Tarmeez Capital leverages its digital infrastructure to enable companies of all sizes and across different sectors, such as real estate development, healthcare, and information technology to access suitable financing solutions, making it one of the fastest-growing fintech companies in the Kingdom.

stc Group Launches "sccc by stc" as New Identity for its Cloud Subsidiary

stc Group has introduced "sccc by stc" as the new identity for its cloud service subsidiary, formerly known as the Saudi Cloud Computing Company (sccc). This new identity underscores the company's commitment to empowering Saudi Arabia's key sectors with hyperscale cloud infrastructure and secure, locally hosted solutions. As a strategic arm of stc Group, sccc by stc is seamlessly integrated into the Group's digital ecosystem, enabling the delivery of innovative services and globally benchmarked security standards. The company ensures that all data is hosted within Saudi Arabia, reinforcing data sovereignty, while also developing a locally built billing system and SaaS marketplace to guarantee full compliance with local regulations and effectively address the evolving needs of the Kingdom's key sectors.

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