Investor Relations Release

For the nine months period ended on 30th of September 2026

Financial Results Overview

For the nine months period ended 30th of September 2026

stc group announced its interim consolidated financial results for the nine months period ended 30th of September 2026.

4.1%

Year-on-year increase in Operating Profit for 9M 2026

Financial Results Highlights

(Millions of ﷼)

	9M 2026	9M 2025	%
Revenue	**60,096**	57,924	3.7%
EBITDA	**19,150**	18,497	3.5%
EBITDA Margin (%)	*31.9%*	*31.9%*	
Operating Profit	**11,282**	10,834	4.1%
Net Profit	**10,918**	11,579	(5.7%)
Change in Net Profit *(Excluding the non-recurring items)*			2.6%
Capex[1]	**7,745**	6,077	27.4%
Net-Debt[2] **/ EBITDA**	**0.61x**	0.13x	

- A solid performance for the 9M 2026, with broad-based growth across the group's businesses and continued execution of its strategic priorities.
- The results demonstrate a strong operational performance, underpinned by focused investment in infrastructure, which delivered continued expansion in the subscriber base.
- stc increased its revenue by 3.7% YoY to reach ﷼ 60.1 billion, driven by a solid performance from stc KSA and strong growth from the group's subsidiaries.
- EBITDA and operating profit rose by 3.5% and 4.1% respectively, on the back of revenue growth and the group's continued focus on driving efficiencies.
- Net profit grew by 2.6%, after excluding the non-recurring items in the current and the comparable period last year.
- Good strategic progress reflected in expansion across key growth areas, as well as advancing of partnerships and initiatives to strengthen the group's capabilities and future growth opportunities.
- Dividend of ﷼ 0.55 per share for Q3 2026, in line with the dividend policy, bringing total distributions for the nine-month period to ﷼ 8.2 billion.

Credit Rating

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

1 Purchase of property and equipment, intangible assets, and investment properties

2 (Total Debt - (Cash and cash equivalents from non-banking operations + Short-term murabahas))

GCEO Statement

Esteemed shareholders,

It is my pleasure to highlight stc group's performance during the nine-month period of 2026, during which the group delivered solid results while continuing to execute its strategy to strengthen its core telecom and digital businesses and drive expansion across promising growth areas, reinforcing its commitment to creating value for shareholders.

stc's financial performance was underpinned by robust revenue growth of 3.7% YoY in the nine-month period, driven by growth in its telecommunications business in Saudi Arabia and accelerated growth across its subsidiaries. Revenue from the Commercial unit increased by 2.0%, the Carrier and Wholesale unit by 5.1% and subsidiaries by 9.0%. This strong performance underscores stc's successful execution of its strategy, strengthening its core business and expanding into promising growth areas. Operating profit rose by 4.1% on the back of the revenue growth and the group's focus on driving efficiencies, with net profit up by 2.6% YoY, excluding non-recurring items in the current and comparable periods, reflecting the strength and resilience of the group's operations, as well as the breadth of its capabilities and the scale of its businesses.

Operationally, stc continued to serve a growing customer base, supported by the expanding reach of its infrastructure. Mobile and fixed subscribers in the Kingdom increased by 4.8% and 4.0% YoY to reach 30.6 million and 6.2 million, respectively; while the number of households connected to the fiber optic network rose by 7.0% YoY to reach 3.95 million. These indicators corroborate the group's continued commitment to providing high-quality services that deliver value to customers.

The performance was further enabled by continued investment in the group's leading network, with the number of 5G towers increasing by 31.5% YoY to 12.38K. stc's network leadership was recognized with umlaut's "Best in Test" award after achieving the highest overall score in the Kingdom's network performance assessment, underscoring the group's commitment to delivering efficient, reliable and high-quality connectivity services to its customers.

Building on its leadership in digital infrastructure development, stc advanced its expansion in high-speed internet services. This initiative, which has passed 95% completion, will cover more than 4K residential communities and over 410K beneficiaries, while extending coverage across more than 12K km of secondary roads. The group places great importance on business continuity as a key pillar of sustaining its operations and maintaining the quality and reliability of its services. This is supported by its advanced infrastructure and strong technical and operational capabilities, which enhance its operational resilience and ability to respond to various challenges and changes, ensuring business continuity and efficient service delivery.

During LEAP 2026, stc strengthened its collaboration with leading local and global companies through a series of agreements and partnerships across multiple domains. These included agreements with Ericsson and Cisco to expand 5G networks and advance autonomous network capabilities; collaboration with EZDITEK and DataVolt to enhance data center connectivity; expanded cooperation with AWS in cloud computing and digital services; and partnerships with AMD and Intel to support advanced computing and AI applications. stc also intensified its partnerships spanning various other sectors and digital domains. The group continues to make strong progress in leveraging specialized expertise and technologies to bolster its infrastructure and services capabilities.

As part of its technological innovation initiatives, stc leveraged its advanced digital infrastructure, technical expertise and reliable connectivity to deliver innovative solutions for vital sectors. The group launched a new net-zero carbon solution for 5G Advanced sites, helping improve network efficiency and capacity, as well as reduce energy consumption. stc also supported the Ministry of Defense Health Services to conduct the first remote robotic surgery between two of its healthcare facilities in Riyadh and Dhahran, demonstrating stc's advanced digital infrastructure and innovative capabilities in supporting the development of the healthcare sector.

The sustained strength of the stc brand was acknowledged in the "Ipsos Most Influential Brands 2026" survey, which ranked stc as Saudi Arabia's most influential local brand for the fifth consecutive year. We are also proud to be ranked in the top 100 companies worldwide in the "Forbes World's Best Employers 2026" survey, which placed the group second among global telcos. It is a testament to stc's dedication to fostering a work environment that attracts, develops and retains top talent, ensuring a diverse workforce that drives its success.

In closing, stc will remain a partner in building the Kingdom's digital future and will continue to drive innovation, empower sectors and develop capabilities that support the Kingdom's ambitions and strengthen its competitiveness in the global digital economy. The group will also continue to contribute to the development of the markets in which it operates across the region, supporting their growth and advancement.



Olayan Mohammed Alwetaid

stc group CEO

Financial Performance Summary

Key financial data and indicators – Statement of Profit or Loss

1 Statement of Profit or Loss *(Millions of ﷼)*

	9M 2026	9M 2025	%
Revenue	**60,096**	57,924	3.7%
Gross Profit	**29,362**	27,908	5.2%
EBITDA	**19,150**	18,497	3.5%
EBITDA Margin (%)	*31.9%*	*31.9%*	
Operating Profit	**11,282**	10,834	4.1%
Net Profit	**10,918**	11,579	(5.7%)

During 9M 2026, stc group recorded revenue growth of 3.7% YoY to reach ﷼ 60.1 billion, driven by **positive momentum in stc KSA and the group's subsidiaries**.

stc KSA's revenue grew by 1.0%, driven by a **2.0% increase in the Commercial unit** and a **5.1% increase in the Carrier and Wholesale unit**, which helped mitigate the 2.4% decline in the Business unit.

Subsidiaries' revenue expanded by 9.0%, driven by strong growth in solutions, center3, STC Bank, specialized and sirar.

The group's gross profit increased by 5.2% to ﷼ 29.4 billion, with the **gross profit margin improving** to 48.9% from 48.2% in the comparable period last year. **Subsidiaries' gross profit achieved a strong growth of 39.4%**.

EBITDA grew by 3.5%, while operating profit increased by 4.1%, illustrating the **resilience and efficiency of the group's operations**.

Net profit rose by 2.6% after excluding non-recurring items in the current and the comparable period last year, driven by the group's **solid operating performance**.

Financial Performance Summary

Key financial data and indicators – Statement of Financial Position

2 Statement of Financial Position *(Millions of ﷼)*

	9M 2026	9M 2025	%
Cash & Equivalents[1]	**8,312**	12,020	(30.8%)
Working Capital[2]	**26,222**	21,083	24.4%
Total Assets	**168,305**	153,781	9.4%
Total Liabilities	**79,833**	66,931	19.3%
Total Debt[3]	**23,734**	15,144	56.7%
Net-Debt[4]	**15,422**	3,125	393.5%
Total Shareholders Equity (After Deducting Minority Equity)	**85,590**	83,948	2.0%

1 (Excluding cash & equivalents from STC Bank & including short-term murabahas) 2 (Current Assets – Current Liabilities) 3 (Short-term borrowings + Long-term borrowings)
4 (Total Debt - (Cash and cash equivalents from non-banking operations + Short-term murabahas))

stc group maintained a **strong financial position** as at the end of the 9M 2026 period, reflecting the expansion in the business and prudent allocation of capital.

Net-Debt to EBITDA remains healthy at 0.61x, demonstrating a **robust and flexible financial position** that reinforces business resilience while maintaining ample capacity to fund future growth initiatives.

The group maintains **high investment-grade credit ratings** across major international and local rating agencies, with stable outlooks.

Capex Intensity	Return on Equity 5	Net-Debt / EBITDA 6	Dividend Yield 7
12.9%	16.7%	0.6x	5.1%

5 Total Shareholders Equity (After Deducting Minority Equity)

5 6 7 Numbers are calculated based on the last 12 months

Financial Performance Summary

Key financial data and indicators – Statement of Cash Flows

3 Statement of Cash Flows (Millions of ﷼)

	9M 2026	9M 2025	%
Net Cash from Operating Activities	**11,885**	11,293	5.2%
Net Cash from Investing Activities	**(7,520)**	8,486	(188.6%)
Net Cash from Financing Activities	**(1,540)**	(19,851)	92.2%
Free Cash Flow[1]	**4,141**	5,216	(20.6%)

1 (Net cash from operating activities – Capex)

Net cash from operating activities increased by 5.2% YoY to ﷼ 11.9 billion, reflecting **solid cash generation** on the back of a **resilient operating performance and focused management of working capital**.

Net cash used in investing activities amounted to (﷼ 7.5 billion) compared to ﷼ 8.5 billion in 9M 2025, mainly reflecting higher capex as stc **continued to support investment in its growth and strategic priorities**.

Net cash used in financing activities amounted to (﷼ 1.5 billion), compared to (﷼ 19.9 billion) in 9M 2025, mainly driven by higher borrowing proceeds and lower dividend payments, as the comparative period included special dividends.

Free cash flow moderated to ﷼ 4.1 billion compared to ﷼ 5.2 billion in 9M 2025, mainly reflecting the group's higher investment (capex) in the period, in its expansion and strategic initiatives.

Key Business and Strategic Highlights

Key News

stc group expanded high-speed internet services across the Kingdom

reaching over 4K residential communities and more than 410K beneficiaries, while covering over 12K km of secondary roads, with project completion exceeding 95%.

stc group launched colab, its innovation and corporate venture-building arm

strengthening the group's innovation and investment ecosystem and expanding its capabilities to develop innovative business models across local and regional markets.

stc group strengthened its strategic partnerships during LEAP 2026

through a series of agreements and partnerships with leading local and global companies across multiple domains.

stc group ranked among the world's top 100 employers

in the "Forbes World's Best Employers 2026" survey, placing stc second globally among telecom companies.

stc group launched a new solution for 5G Advanced network sites

with net-zero carbon emissions, helping improve network efficiency and capacity, reduce energy consumption and enhance the sustainability of telecom infrastructure.

stc group enabled the Ministry of Defense Health Services' first remote robotic surgery

between two healthcare facilities in Riyadh and Dhahran, through advanced digital infrastructure and a highly reliable communications network.

stc group ranked as Saudi Arabia's most influential local brand

for the fifth consecutive year, according to the "Ipsos Most Influential Brands 2026" survey.

stc group won umlaut's "Best in Test" award

after achieving the highest overall score in the Kingdom's network performance assessment, underscoring the efficiency of its network and the quality of its connectivity services.

stc group won Sukuk & Bond Deal of the Year award

at the Saudi Capital Market Awards 2025, recognizing its significant contribution to the development of the Kingdom's debt capital market.

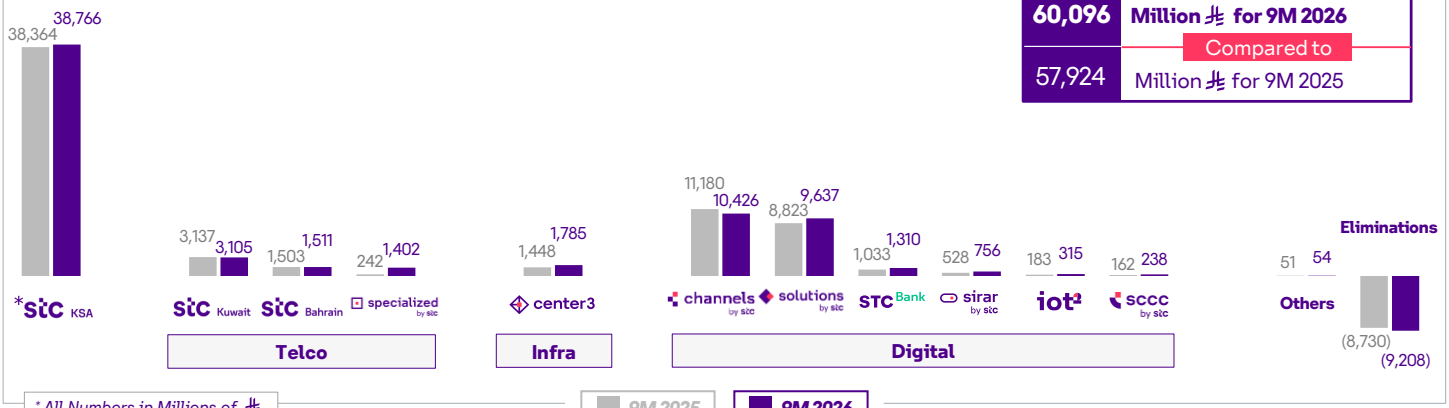
Segment Information

stc group Revenue based on segments

For the 9M 2026 period compared to 9M 2025 period

stc group Revenue

60,096	**Million ﷼ for 9M 2026**
	Compared to
57,924	Million ﷼ for 9M 2025



* All Numbers in Millions of ﷼

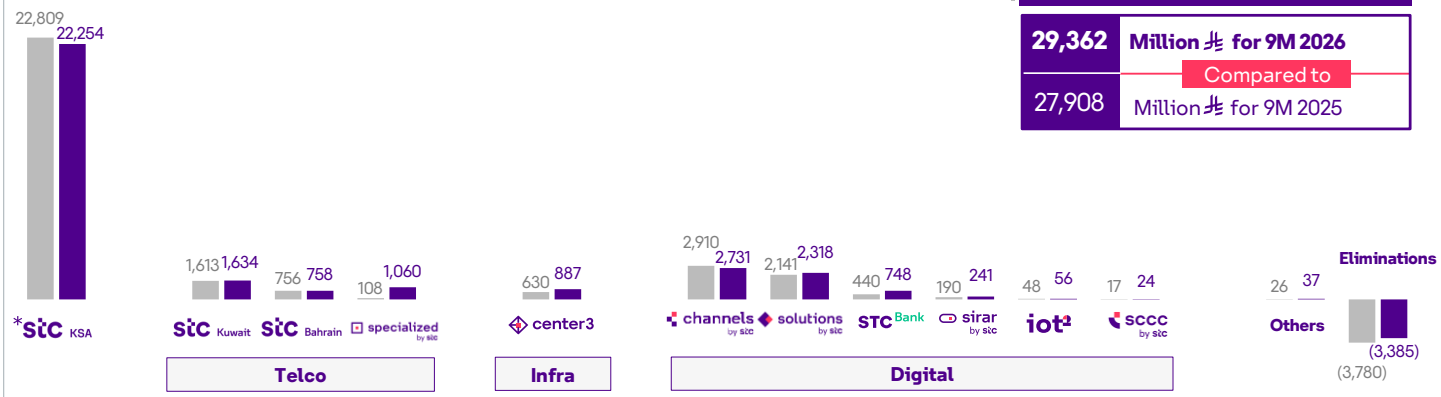
9M 2025 | **9M 2026**

stc group Gross Profit based on segments

For the 9M 2026 period compared to 9M 2025 period

stc group Gross Profit

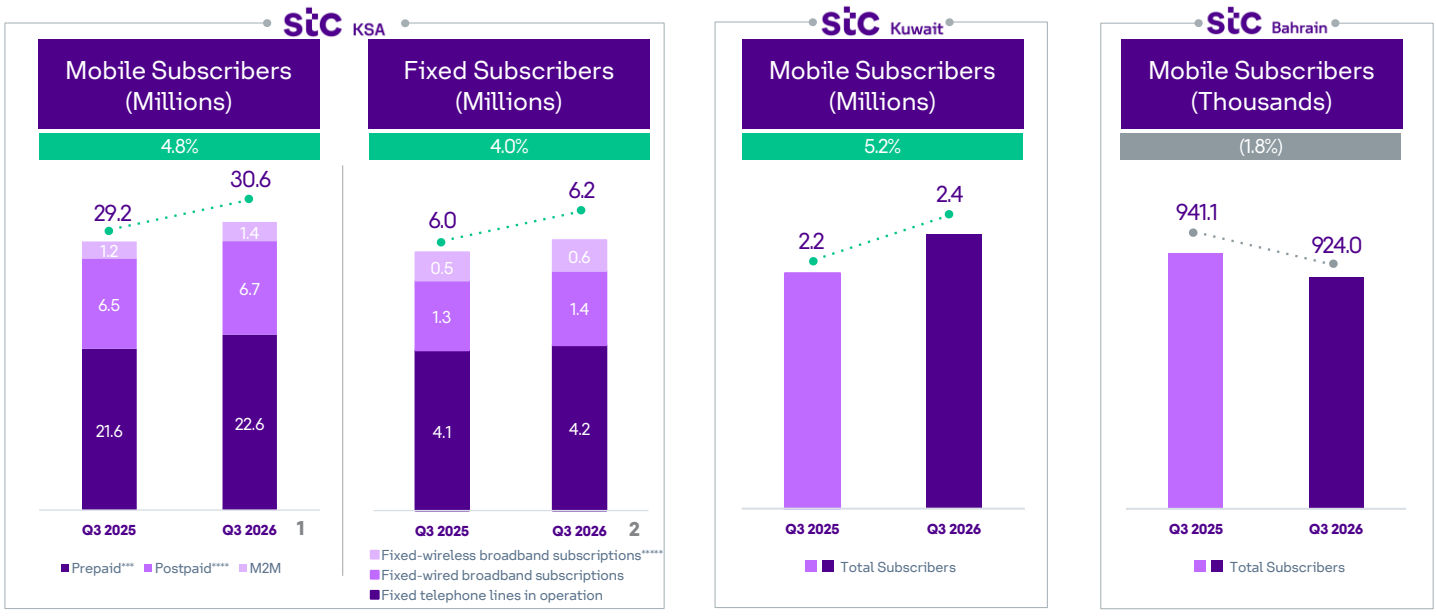
29,362	**Million ﷼ for 9M 2026**
	Compared to
27,908	Million ﷼ for 9M 2025



* All Numbers in Millions of ﷼

9M 2025 | **9M 2026**

Subscribers at a Glance**



* Includes stc's business units.
** Percentage changes and totals 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.

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