

TELECOM Armenia OJSC
International Financial Reporting Standards
Financial Statements
(not audited)

31 March 2026

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Financial Statements

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Statement of Financial Position as at 31 March 2026

'000 AMD	31 March 2026	31 December 2025 (audited)
Assets		
Property, plant and equipment	32,211,700	31,347,293
Investment property	6,097,112	6,097,112
Intangible assets	13,394,997	13,579,489
Prepayments for indefeasible right-of-use (IRU)	1,879,343	1,879,343
Right-of-use assets	10,201,137	9,875,639
Prepayments for non-current assets	4,932,731	1,750,984
Loans issued	20,737,003	16,568,547
Deferred income tax assets	822,824	822,823
Contract assets	44,807	44,807
Investments in equity instruments	120,289	120,289
Non-current assets	90,441,943	82,086,326
Inventories	1,029,354	922,315
Trade receivables	8,196,487	9,290,610
Advances and contract assets	2,347,794	2,347,794
Taxes receivable	115,313	75,096
Cash and cash equivalents	665,065	9,134,776
Current assets	12,354,013	21,770,591
Total assets	102,795,956	103,856,917
Equity		
Share capital	22,837,709	22,837,709
Share premium	4,240,000	4,240,000
Retained earnings	13,303,004	13,264,229
Reserve capital	3,425,656	3,425,656
Total equity	43,806,369	43,767,594
Liabilities		
Bonds issued	27,933,537	28,206,537
Other financial payables	273,157	273,157
Lease liabilities	5,705,241	5,443,034
Provisions for asset retirement obligations	1,788,406	1,788,406
Advances received and contract liabilities	2,431,051	2,431,051
Non-current liabilities	38,131,392	38,142,185
Bonds issued	95,396	100,914
Lease liabilities	2,276,592	2,650,802
Trade and other financial payables	12,155,793	13,215,279
Provisions for liabilities and charges	25,617	25,617
Payables to staff	1,263,266	1,194,618
Advances received and contract liabilities	4,453,165	4,292,692
Taxes payable	588,366	467,216
Current liabilities	20,858,195	21,947,138
Total liabilities	58,989,587	60,089,323
Total equity and liabilities	102,795,956	103,856,917

Statement of Profit or Loss and Other Comprehensive Income

'000 AMD	Jan-Mar 2026	Jan-Mar 2025
Revenue from mobile communication services	4,052,712	3,971,617
Revenue from fixed communication services	3,233,169	3,047,128
Revenue from sale of equipment	695,552	610,302
Other revenue	592,959	392,981
Lease revenue	260,226	329,647
Total revenues	8,834,618	8,351,675
Cost of services provided	(5,637,994)	(5,265,415)
Cost of equipment sold	(787,594)	(597,718)
Total cost of sales	(6,425,588)	(5,863,133)
Gross profit	2,409,030	2,488,542
Net impairment (losses)/reversals on financial assets	(46,784)	(170,491)
Other operating income	111,447	856,001
General and administrative expenses	(1,337,448)	(1,310,479)
Distribution expenses	(838,658)	(805,194)
Other operating expenses	(112,977)	(189,274)
Operating profit	184,610	869,105
Finance income	397,269	424,564
Finance costs	(741,528)	(850,479)
Foreign exchange gains/(losses)	198,424	(6,597)
Profit before income tax	38,775	436,593
Profit for the year	38,775	436,593
Total comprehensive income for the year	38,775	436,593
Basic and diluted earnings per ordinary share (expressed in AMD per share)	0.19	2.1

Hayk Yesayan
General Director



Karen Mnatsakanyan
Financial Director

Tatevik Gevorgyan
Chief Accountant

Statement of Changes in Equity

'000 AMD	Share capital	Share premium	Retained earnings	Reserve capital	Total
Balance at 31 December 2025	22,837,709	4,240,000	12,194,787	3,425,656	42,698,152
Total comprehensive income					
Profit for 2025	-	-	1,069,442	-	1,069,442
Total comprehensive income for the year	-	-	1,069,442	-	1,069,442
Balance at 31 December 2025	22,837,709	4,240,000	13,264,229	3,425,656	43,767,594
Profit for Jan-Mar 2026	-	-	38,775	-	38,775
Total comprehensive income for the year	-	-	38,775	-	38,775
Balance at 31 March 2026	22,837,709	4,240,000	13,303,004	3,425,656	43,806,369

Statement of Cash Flows

'000 AMD	Jan-Mar 2026	Jan-Mar 2025
Cash flows from operating activities		
Cash received from customers	9,661,893	8,634,262
Cash proceeds from rent	296,427	442,409
Cash proceeds from sale of other inventory	41,578	20,868
Interest received	11,637	5,592
Cash paid to suppliers	(4,787,164)	(4,988,607)
Cash paid to staff	(1,926,385)	(1,796,685)
Taxes other than on income tax paid	(853,271)	(1,057,697)
Interest paid	(598,384)	(618,974)
Cash paid for other operating activities	(159,724)	(17,040)
Net cash from operating activities	1,686,607	624,128
Cash flows from investing activities		
Purchases of property, plant and equipment and intangible assets	(7,089,710)	(9,807,855)
Proceeds from the sale of property, plant and equipment	1,088,379	2,059,024
Loans issued	(4,000,000)	
Repayment received on bank deposits	-	940,729
Placement of bank deposits	-	(859,117)
Net cash used in investing activities	(10,001,331)	(7,667,219)
Cash flows from financing activities		
Lease principal repayments	(447,191)	(671,664)
Net cash used in financing activities	(447,191)	671,664
Net change in cash and cash equivalents	(8,761,915)	(7,714,755)
Cash and cash equivalents at 1 January	9,134,776	7,905,458
Effect of movements in exchange rates on cash and cash equivalents	292,204	(17,644)
Cash and cash equivalents at 31 March	665,065	173,059