MTN Nigeria Communications Plc

Unaudited condensed consolidated and separate financial statements
for the three months ended 31 March 2026

Contents

Financial highlights

In millions of Nigerian Naira	Notes	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025	% change
Revenue	4	1,498,322	1,057,973	41.62
Operating profit		632,305	342,719	84.50
Profit before taxation		546,421	202,649	169.64
Profit for the period		355,501	133,683	165.93
Basic and diluted earnings per share (N)	36	16.95	6.37	166.09

	As at 31 Mar 2026	As at 31 Dec 2025	% change
Share capital	420	420	-
Total equity attributable to the owners of the company	903,940	548,712	64.74
Net assets per share (N)	43.11	26.17	64.74
Stock exchange information			
Market price per share as at period end (N)	760.00	511.00	48.73
Market capitalisation as at period end (N'million)	15,956,960	10,728,956	48.73
Number of shares issued and fully paid as at period end (millions)	20,996	20,996	-

The financial highlights reflect Group numbers only.

Condensed consolidated and separate statements of profit or loss

		Group		Company	
In millions of Nigerian Naira	Notes	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025
Revenue	4	1,498,322	1,057,973	1,494,255	1,057,352
Direct networking operating costs	5	(317,893)	(337,375)	(317,893)	(337,375)
Value added services		(18,553)	(11,944)	(18,551)	(11,937)
Cost of starter packs, handsets and accessories		(14,462)	(11,666)	(14,462)	(11,666)
Interconnect costs		(48,005)	(52,901)	(48,005)	(52,901)
Roaming costs		(2,772)	(2,931)	(2,772)	(2,931)
Transmission costs		(9,266)	(8,994)	(9,266)	(8,994)
Commissions		(71,169)	(49,535)	(69,598)	(49,830)
Advertisements, sponsorships and sales promotions		(18,089)	(9,569)	(16,620)	(9,220)
Employee costs	6	(65,803)	(24,061)	(63,285)	(23,687)
Impairment of financial assets	7	(624)	(950)	(26,145)	(950)
Other operating expenses	8	(103,390)	(55,301)	(101,781)	(54,537)
Depreciation of property and equipment	13	(102,912)	(68,298)	(102,912)	(68,298)
Depreciation of right of use assets	14	(69,673)	(60,895)	(69,673)	(60,895)
Amortisation of intangible assets	15	(23,406)	(20,834)	(23,029)	(20,457)
Operating profit		**632,305**	**342,719**	**610,263**	**343,674**
Finance income	9	24,081	7,332	22,119	4,892
Finance costs	10	(143,269)	(141,877)	(143,022)	(141,565)
Net foreign exchange gain/(loss)	11	33,304	(5,525)	33,054	(5,477)
Profit before taxation		**546,421**	**202,649**	**522,414**	**201,524**
Tax expense	12	(190,920)	(68,966)	(190,913)	(68,904)
Profit for the period		**355,501**	**133,683**	**331,501**	**132,620**
Basic and diluted earnings per share					
Basic and diluted earnings per share (N)	36	16.95	6.37	15.81	6.32

The accompanying notes are an integral part of these condensed consolidated and separate financial statements.

Condensed consolidated and separate statements of other comprehensive income

	Group		Company	
In millions of Nigerian Naira	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025
Profit for the period	**355,501**	**133,683**	**331,501**	**132,620**
Items that may be reclassified to profit or loss, (net of taxation):				
Fair valuation (loss)/gain on investments at FVOCI (a)	(59)	31	(101)	38
Other comprehensive (loss)/income for the period; net of taxation	**(59)**	**31**	**(101)**	**38**
Total comprehensive income for the period	**355,442**	**133,714**	**331,400**	**132,658**

(a) Fair valuation (loss)/gain on investments designated at fair value through other comprehensive income (FVOCI) is recognised on Federal Government treasury bills and bonds as investments net of tax except for Federal Government bonds.

The accompanying notes are an integral part of these condensed consolidated and separate financial statements.

Condensed consolidated and separate statements of financial position

		Group		Company	
In millions of Nigerian Naira	Notes	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025
Assets					
Non-current assets					
Property, plant and equipment	13	2,113,607	1,853,524	2,113,607	1,853,524
Right-of-use assets	14	1,739,656	1,716,877	1,739,656	1,716,877
Intangible assets	15	425,147	421,410	422,461	418,347
Investments in subsidiaries	16	-	-	45,386	45,386
Other non-current investments	18.1	11,238	17,812	-	6,251
Deferred tax assets	17	132,039	93,629	132,022	93,612
Other non-current assets	19	72,287	46,149	72,287	46,149
		4,493,974	**4,149,401**	**4,525,419**	**4,180,146**
Current assets					
Inventories	20	19,441	23,298	19,441	23,298
Trade and other receivables	21	369,384	397,029	376,567	433,716
Current investments	18.2	364,407	162,255	314,198	116,893
Restricted cash	22	94,083	37,707	93,883	37,507
Cash held for MoMo customer	23.1	1,188	1,298	-	-
Cash and cash equivalents	24	506,716	632,501	504,395	630,219
		1,355,219	**1,254,088**	**1,308,484**	**1,241,633**
Total assets		**5,849,193**	**5,403,489**	**5,833,903**	**5,421,779**
Equity and liabilities					
Equity					
Share capital	25.1	420	420	420	420
Share premium	25.2	166,362	166,362	166,362	166,362
Other reserves	25.4	(14,490)	(14,431)	(31,977)	(31,876)
Shares held for employee share scheme	25.3	(4,041)	(4,041)	(4,041)	(4,041)
Retained profit		755,689	400,402	789,136	457,570
		903,940	**548,712**	**919,900**	**588,435**
Liabilities					
Non-current liabilities					
Borrowings	26	314,966	419,572	314,966	419,572
Lease liabilities	27	2,092,157	2,117,047	2,092,157	2,117,047
Provisions	28	53	52	53	52
Share based payments liability	30	77,878	44,354	77,878	44,354
Employee benefits	29	14,504	13,699	14,504	13,699
Other non-current liabilities	31	11,668	11,634	2,299	2,354
		2,511,226	**2,606,358**	**2,501,857**	**2,597,078**

Condensed consolidated and separate statements of financial position

		Group		Company	
In millions of Nigerian Naira	Notes	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025
Current liabilities					
Trade and other payables	32	1,249,109	1,317,659	1,249,547	1,319,134
Borrowings	26	62,737	108,097	62,737	108,097
Lease liabilities	27	289,964	269,182	289,964	269,182
Contract liabilities	34	139,337	138,138	139,337	138,138
Current tax payable	33	584,652	355,175	584,124	354,801
Provisions	28	76,579	39,177	75,645	37,545
Derivatives	35	1,872	2,224	1,872	2,224
Deposit held for MoMo customers	23.2	18,868	9,842	-	-
Employee benefits	29	7,825	6,003	7,825	6,003
Other current liabilities	31	3,084	2,922	1,095	1,142
		2,434,027	**2,248,419**	**2,412,146**	**2,236,266**
Total liabilities		**4,945,253**	**4,854,777**	**4,914,003**	**4,833,344**
Total equity and liabilities		**5,849,193**	**5,403,489**	**5,833,903**	**5,421,779**

The unaudited condensed consolidated and separate financial statements were approved by the Board of Directors on the 29 April 2026 and were signed on its behalf by:

Karl Toriola
Chief Executive Officer
FRC/2021/002/00000022839

Modupe Kadri
Chief Financial Officer
FRC/2020/001/00000020737

The accompanying notes form an integral part of the condensed consolidated and separate financial statements.

Condensed consolidated and separate statements of changes in equity

In millions of Nigerian Naira	Share capital	Share premium	Total share capital	Shares held for employee share scheme	Other reserves	(Accumulated loss)/retained profit	Total equity
Group							
Opening balance as previously reported	420	166,362	166,782	(4,869)	(12,454)	(607,466)	(458,007)
Prior year adjustments - MoMo PSB	-	-	-	-	-	(279)	(279)
Balance at 1 January 2025	**420**	**166,362**	**166,782**	**(4,869)**	**(12,454)**	**(607,745)**	**(458,286)**
Profit for the period	-	-	-	-	-	133,683	133,683
Other comprehensive gain	-	-	-	-	31	-	31
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**31**	**133,683**	**133,714**
Balance at 31 March 2025	**420**	**166,362**	**166,782**	**(4,869)**	**(12,423)**	**(474,062)**	**(324,572)**
Opening balance as previously reported	**420**	**166,362**	**166,782**	**(4,041)**	**(14,431)**	**400,402**	**548,712**
Prior year adjustments - MoMo PSB	-	-	-	-	-	(279)	(279)
Prior year adjustments - others	-	-	-	-	-	65	65
Balance at 1 January 2026	420	166,362	166,782	(4,041)	(14,431)	400,188	548,433
Profit for the period	-	-	-	-	-	355,501	355,501
Other comprehensive loss	-	-	-	-	(59)	-	(59)
Total comprehensive (loss)/income for the period	**-**	**-**	**-**	**-**	**(59)**	**355,501**	**355,442**
Balance at 31 March 2026	**420**	**166,362**	**166,782**	**(4,041)**	**(14,490)**	**755,689**	**903,940**

Condensed consolidated and separate statements of changes in equity

In millions of Nigerian Naira	Share capital	Share premium	Total share capital	Shares held for employee share scheme	Other reserves	(Accumulated loss)/retained profit	Total equity
Company							
Balance at 1 January 2025	**420**	**166,362**	**166,782**	**(4,869)**	**(29,833)**	**(488,318)**	**(356,238)**
Profit for the period	-	-	-	-	-	132,620	132,620
Other comprehensive gain	-	-	-	-	38	-	38
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**38**	**132,620**	**132,658**
Balance at 31 March 2025	**420**	**166,362**	**166,782**	**(4,869)**	**(29,795)**	**(355,698)**	**(223,580)**
Opening balance as previously reported	420	166,362	166,782	(4,041)	(31,876)	457,570	588,435
Prior year adjustments - others	-	-	-	-	-	65	65
Balance at 1 January 2026	**420**	**166,362**	**166,782**	**(4,041)**	**(31,876)**	**457,635**	**588,500**
Profit for the period	-	-	-	-	-	331,501	331,501
Other comprehensive loss	-	-	-	-	(101)	-	(101)
Total comprehensive (loss)/ income for the period	**-**	**-**	**-**	**-**	**(101)**	**331,501**	**331,400**
Balance at 31 March 2026	**420**	**166,362**	**166,782**	**(4,041)**	**(31,977)**	**789,136**	**919,900**

Condensed consolidated and separate statements of cash flows

		Group		Company	
In millions of Nigerian Naira	Notes	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025
Cash flows from operating activities					
Cash generated from operations	37	854,605	538,396	852,519	528,108
Interest received	9	20,305	7,201	18,343	4,762
Finance cost paid	10	(110,809)	(101,444)	(110,809)	(101,444)
Tax paid		-	(3,116)	-	(3,116)
Net cash flows generated from operating activities		**764,101**	**441,037**	**760,053**	**428,310**
Cash flows from investing activities					
Acquisition of property and equipment		(428,045)	(174,310)	(428,045)	(174,310)
Acquisition of right of use assets		(4,147)	(23,042)	(4,147)	(23,042)
Acquisition of intangible assets		(6,329)	(32,295)	(6,329)	(32,295)
Proceeds from disposal of property and equipment		865	456	865	456
Purchase of investment in non-current FGN bonds		-	(1,054)	-	-
Sale of investment in non-current FGN bonds		6,871	289	6,273	289
Purchase of bonds, treasury bills and foreign deposits		(340,972)	(16,394)	(254,249)	(4,343)
Sale of bonds, treasury bills and foreign deposits		143,860	-	61,652	-
Purchase of contract acquisition costs		(3,350)	(1,513)	(3,350)	(1,513)
(Increase)/decrease in restricted cash		(25,370)	18,398	(25,370)	18,398
Prepaid road investment tax credit cost		(25,587)	(1,032)	(25,587)	(1,032)
Net cash flows used in investing activities		**(682,204)**	**(230,497)**	**(678,287)**	**(217,392)**
Cash flows from financing activities					
Proceeds from borrowings		-	5,024	-	5,024
Repayment of borrowings		(154,043)	(86,223)	(154,043)	(86,223)
Repayment on lease liabilities		(53,495)	(80,092)	(53,495)	(80,092)
Payments to the Ericsson Wallet Platform (EWP) liability		(157)	(595)	-	-
Net cash flows used in financing activities		**(207,695)**	**(161,886)**	**(207,538)**	**(161,291)**
Net (decrease)/increase in cash and cash equivalents		**(125,798)**	**48,654**	**(125,772)**	**49,627**
Cash and cash equivalent at the beginning of the period		632,695	253,409	630,334	232,832
Effect of exchange rate fluctuations on cash held		(17)	1,648	(17)	1,517
Cash and cash equivalents at the end of the period	24.1	**506,880**	**303,711**	**504,545**	**283,976**

Notes to the unaudited condensed consolidated and separate financial statements

1. Basis of preparation

These condensed consolidated and separate financial statements for the three months ended 31 March 2026 have been prepared in accordance with IFRS Accounting Standards and International Accounting Standards (IAS) 34 Interim Financial Reporting.

The condensed consolidated and separate financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, this report is to be read in conjunction with the audited annual financial statements for the year ended 31 December 2025 which has been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB), interpretations issued by the IFRS Interpretations Committee (IFRS IC) applicable to companies reporting under IFRS and with the requirements of the Financial Reporting Council of Nigeria (Amended) Act, 2023 and Companies and Allied Matters Act of Nigeria (CAMA) 2020.

The condensed consolidated and separate financial statements are presented in Naira and rounded to the nearest millions, except where stated otherwise.

The accounting policies applied in the preparation of the condensed consolidated and separate financial statements are consistent with those followed in the preparation of the Group's consolidated and separate financial statements for the year ended 31 December 2025.

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. Several amendments and interpretations apply for the first time in 2026, but do not have an impact on the condensed consolidated and separate financial statements of the Group.

2. New standards and interpretations

2.1 New and amended standards adopted by the Group

a) Classification and measurement of financial instruments - amendments to IFRS 9 and IFRS 7

Effective for annual periods beginning on or after 1 January 2026.

Key requirements
In May 2024, the Board issued Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7), which:

- Clarifies that a financial liability is derecognised on the 'settlement date', i.e., when the related obligation is discharged, cancelled, expires or the liability otherwise qualifies for derecognition. It also introduces an accounting policy option to derecognise financial liabilities that are settled through an electronic payment system before settlement date if certain conditions are met Clarified how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features.

- Clarifies the treatment of non-recourse assets and contractually linked instruments.

- Requires additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income.

The amendments do not have a material impact on the recognition, classification, measurement or disclosures of financial instruments in either the MTN Group consolidated financial statements or the MTN Company Limited separate financial statements.

Notes to the unaudited condensed consolidated and separate financial statements

2. New standards and interpretations (continued)

b) Contracts referencing nature-dependent electricity - amendments to IFRS 9 and IFRS 7

Effective for annual periods beginning on or after 1 January 2026.

Key requirements

In December 2024, the Board issued Contracts Referencing Nature-dependent Electricity (Amendments to IFRS 9 and IFRS 7). The amendments:
- Update the 'own-use' requirements for in-scope contracts. Under the amendments, the sale of unused nature dependent electricity will be in accordance with an entity's expected purchase or usage requirements, if specified criteria are met
- Amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments will allow an entity to designate a variable nominal volume of forecast electricity transactions as a hedged item, if specified criteria are met.
- Add new disclosure requirements to enable investors to understand the effect of these contracts on a company's financial performance and cash flows. IFRS 7 has been amended to require specific disclosures relating to contracts that have been excluded from the scope of IFRS 9 as a result of the amendments.

The amendments only apply to contracts that reference nature dependent electricity. These are contracts that expose an entity to variability in an underlying amount of electricity because the source of electricity generation depends on uncontrollable natural conditions, typically associated with renewable electricity sources such as sun and wind.

The amendments do not have a material impact on the recognition, classification, measurement or disclosures of financial instruments in either the MTN Group consolidated financial statements or the MTN Company Limited separate financial statements.

c) Annual Improvements to IFRS Accounting Standards — Volume 11

IFRS 1 First-time Adoption of International Financial Reporting Standards

This became effective for annual reporting periods beginning on or after 1 January 2026. These include amendments to IFRS 1 relating to hedge accounting by first time adopters; IFRS 7 and the related implementation guidance clarifying certain disclosure requirements, including those relating to derecognition gains or losses, credit risk disclosures and consistency of terminology; IFRS 9 amendments clarifying the accounting for lessee derecognition of lease liabilities and the determination of transaction price by reference to IFRS 15; IFRS 10 amendments clarifying the assessment of de facto agent relationships; and amendments to IAS 7 replacing the term "cost method" with "at cost". The Group has assessed the impact of these amendments and concluded that they do not have a material impact on the MTN Nigeria consolidated financial statements or the Company's separate financial statements, as the amendments are largely clarificatory in nature and do not result in changes to existing accounting treatments.

d) Translation to a Hyperinflationary Presentation Currency – Amendments to IAS 21

The amendments require translation from a non-hyperinflationary functional currency into a hyperinflationary presentation currency at the closing rate.

If an entity's functional currency is the currency of a non-hyperinflationary economy, but its presentation currency is the currency of a hyperinflationary economy, its results and financial position are translated into the presentation currency by translating all amounts (i.e., assets, liabilities, equity items, income and expenses) and all comparatives at the closing rate at the date of the most recent statement of financial position.

An entity whose functional currency and presentation currency are the currency of a hyperinflationary economy, restates the comparative amounts of a foreign operation, whose functional currency is that of a non-hyperinflationary economy, by applying the general price index, in accordance with paragraph 34 of IAS 29, to the foreign operation's comparative figures.

The amendments also introduce certain additional disclosure requirements.

The amendments apply for annual reporting periods beginning on or after 1 January 2027 and earlier application is permitted.

2. New standards and interpretations (continued)

If an entity's functional currency and presentation currency are the currency of a hyperinflationary economy (or are the currencies of different hyperinflationary economies) and it translates the results and financial position of foreign operations whose functional currency is that of a non-hyperinflationary economy, then it is required to apply the amendments from the beginning of the annual reporting period in which it first applies the amendments. In addition, it restates the comparative amounts of its foreign operations included in the entity's previously issued financial statements by applying the general price index it applies to corresponding figures in accordance with paragraph 34 of IAS 29. The amendments had no impact on the Group's consolidated and separate financial statements.

The standard is effective for annual periods beginning on or after 1 January 2027 and the Group did not plan to adopt the standard earlier than the effective date.

2.2 Standards issued but not yet effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group's interim condensed consolidated and separate financial statements. The Group intends to adopt these new and amended standards and interpretations, if applicable, when they become effective. The amendments are set out below:

a) IFRS 18 - Presentation and Disclosure in Financial Statements
The objective of IFRS 18 is to set out requirements for the presentation and disclosure of information in general purpose financial statements (financial statements) to help ensure they provide relevant information that faithfully represents an entity's assets, liabilities, equity, income and expenses. Among other requirements, this new standard requires:

- income and expenses in the income statement to be classified into three new defined categories-operating, investing and financing-and two new subtotals-"Operating profit or loss" and "Profit or loss before financing and income tax".

- disclosures about management-defined performance measures (MPMs) in the financial statements. MPMs are subtotals of income and expenses used in public communications to communicate management's view of the company's financial performance.

- disclosure of information based on enhanced general requirements on aggregation and disaggregation. In addition, specific requirements to disaggregate certain expenses, in the notes, will be required for companies that present operating expenses by function in the income statement.

The amendments are effective for annual reporting periods beginning on or after 1 January 2027. Upon adoption, the Group will change the extent of information disclosed in the notes to the financial statements to include management defined performance measures. The Group will also change the aggregation and disaggregation of certain expenses in the note to the financial statements. However, the standard is not expected to impact on the measurement of items reported in the financial statements. The Group does not plan to adopt the standard earlier than the effective date.

b) IFRS 19 - Subsidiaries without Public Accountability: Disclosures

IFRS 19, which permits eligible subsidiaries to apply reduced disclosure requirements while applying the recognition, measurement and presentation requirements in IFRS Accounting Standards.

An entity is eligible to apply IFRS 19 in its consolidated, separate or individual financial statements if it meets the eligibility criteria at the end of the reporting period.

The eligibility criteria are:

- the entity is a subsidiary (as defined in Appendix A of IFRS 10 Consolidated Financial Statements);
- the entity does not have public accountability; and
- the entity has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

An intermediate parent that does not have public accountability and meets the above eligibility conditions is permitted to apply IFRS 19 in its separate financial statements even if it does not apply IFRS 19 in its consolidated financial statements.
An entity has public accountability if:

- its debt or equity instruments are traded in a public market or it is in the process of issuing such instruments for trading in a public market; or

- it holds assets in a fiduciary capacity for a broad group of outsiders as one of its primary businesses.

The standard is effective for annual reporting periods beginning on or after 1 January 2027. The standard is not expected to have impact on the Group and separate financial statements because the Company is a listed entity.

Notes to the unaudited condensed consolidated and separate financial statements

2. New standards and interpretations (continued)

c) Sale or Contribution of Assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 and IAS 28

In December 2015, the IASB decided to defer the effective date of the amendments until such time as it has finalised any amendments that result from its research project on the equity method. Early application of the amendments is still permitted.

Key requirements

The amendments address the conflict between IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures in dealing with the loss of control of a subsidiary that is sold or contributed to an associate or joint venture. The amendments clarify that a full gain or loss is recognised when a transfer to an associate or joint venture involves a business as defined in IFRS 3 Business combinations. Any gain or loss resulting from the sale or contribution of assets that does not constitute a business, however, is recognised only to the extent of unrelated investors' interests in the associate or joint venture.

Transition

The amendments must be applied prospectively. Early application is permitted and must be disclosed. Although, the Group plans to defer adoption until the IASB finalises its research project on the equity method.

Impact

The amendments had no impact on the Group's consolidated and separate financial statements.

3. Segmental information

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components, whose operating results are reviewed regularly by the Executive Committee (EXCOM), to make decisions about resources allocated to each segment and assess its performance, and for which discrete financial information is available. All costs that are directly traceable to the operating segments are allocated to the segment concerned.

The Group has identified three reportable segments that are used by the Executive Committee (EXCOM) to make key operating decisions. All operating segment results are reviewed regularly by EXCOM to make decisions about resources to be allocated and to assess its performance. The reportable segments are largely grouped according to customer type for which discrete financial information is available. The customer segments are as follows:

- Consumer Business Unit (CBU)
- Enterprise Business Unit (EBU)
- Wholesale Business Unit (WBU)

Operating results are reported and reviewed regularly by the EXCOM and include items directly attributable to a segment.

Customer segment	Description
Consumer Business Unit (CBU)	It consists of subscribers sitting in value propositions and tariff plans dedicated to three sub segments: Youth, High Value and Mass segments. All MTN customers are assumed to fall within CBU except where otherwise stated.
Enterprise Business Unit (EBU)	Enterprise customers are corporate, small and medium organisations whose business requires MTN products, services and solutions to serve their everyday business needs.
Wholesale Business Unit (WBU)	The Wholesale business serves customers who buy MTN telecom products in bulk with the intention to re-sell these products (mobile or fixed) to their external clients.

A key performance measure of the Group is gross margin. This is defined as revenue less direct costs. The table below presents revenue, direct costs and gross margin for the Group's operating segments for the three months ended 31 March 2026 and 31 March 2025.

Notes to the unaudited condensed consolidated and separate financial statements

3. Segmental information (continued)

In millions of Nigerian Naira	CBU	EBU	WBU	Total
31 March 2026				
Segment revenue	1,278,412	160,160	59,750	1,498,322
Direct costs*	(158,764)	(10,838)	(26,069)	(195,671)
Gross margin	1,119,648	149,322	33,681	1,302,651
31 March 2025				
Segment revenue	823,251	170,147	64,575	1,057,973
Direct costs*	(127,604)	(8,198)	(20,742)	(156,544)
Gross margin	695,647	161,949	43,833	901,429

*Direct costs include interconnect cost, roaming costs, some regulatory fees (reported in direct network operating costs), costs of handsets and accessories, value added services costs and discount and commissions expenses.

Reconciliation of reportable segment revenue and profit or loss

Revenues

There are no significant reconciling items between the reportable segment revenue and total revenue for the period.
The revenue of the Company is generated majorly from one geographical location, Nigeria.
None of the Company's customers account for 10% or more of the total revenue of the Company.

In millions of Nigerian Naira	31 Mar 2026	31 Mar 2025
Segment gross margin	1,302,651	901,429
Less unallocated expenses:		
Operating expenses	(473,731)	(407,733)
Depreciation & amortisation	(195,991)	(150,027)
Impairment in financial assets	(624)	(950)
Finance income	24,081	7,332
Finance expense	(143,269)	(141,877)
Net foreign exchange gain/(loss)	33,304	(5,525)
Profit before taxation	546,421	202,649

Segment assets and liabilities

The Group has not provided information on reportable segment assets and liabilities as they are not part of the items regularly reviewed by the Executive Committee (EXCOM) to make operating decisions.

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025

4. Revenue

Voice	450,710	353,127	450,710	353,127
Data (a)	826,071	528,975	826,071	528,975
SMS (b)	54,635	38,919	54,776	39,581
Interconnect and roaming	55,475	57,617	55,475	57,617
Handsets and accessories	6,016	4,831	6,016	4,831
Digital (c)	29,239	26,105	29,170	25,891
Value added services (d)	64,119	35,867	59,883	34,618
Rental income (e)	1	1,401	52	1,454
Other revenues (f)	12,056	11,131	12,102	11,258
	1,498,322	**1,057,973**	**1,494,255**	**1,057,352**

(a) Data revenue includes mobile data, fixed broadband and data bundles. It does not include roaming data, which is reported under the interconnect and roaming revenue stream.
(b) SMS revenue includes bulk SMS and USSD services. It does not include inbound roaming SMS which is reported under interconnect and roaming revenue stream.
(c) Digital revenue includes revenue generated from the distribution of video, music, gaming and lifestyle content and e-commerce activities.
(d) Value added services includes airtime lending and mobile money (Fintech), subscriber identification module (SIM) back up services and voice based services.
(e) Rental income comprises of income from sites leased to other telecom operators and office space leased to MoMo PSB.
(f) Other revenue comprises revenue from cloud and infrastructure services, information and communication technology (ICT) revenue.
Other than rental income, other items are revenue from contract with customers.

5. Direct networking operating costs

Regulatory fees	41,944	26,242	41,944	26,242
Annual Numbering Plan	812	3,306	812	3,306
BTS leases	223,477	259,880	223,477	259,880
Network Maintenance	51,660	47,947	51,660	47,947
	317,893	**337,375**	**317,893**	**337,375**

BTS lease expense comprises costs relating to non lease components of tower lease contracts, primarily power and maintenance services. These non lease components are separated from the lease components in accordance with IFRS 16 and are recognised as expenses in profit or loss as incurred.

6. Employee costs

Salaries and wages	24,514	17,950	22,489	17,797
Pension - Defined contribution plan	1,384	1,032	1,281	961
Share-based expense (a)	33,771	3,225	33,771	3,225
Other staff costs (b)	6,134	1,854	5,744	1,704
	65,803	**24,061**	**63,285**	**23,687**

(a) Share based expenses comprise provisions relating to both the local and Group Performance Share Plans (PSP).
The share based payment expense recognised in Q1 2026 was driven by the appreciation in MTN Nigeria's share price, which increased the liability MTNN expects to settle in relation to employee share based compensation.
(b) Other staff costs comprises of mortgage subsidy, long service award, staff retirement benefits costs, termination benefits, reward and recognition, group life insurance, medical expenses, etc.

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025

7. Impairment of financial assets

Expected credit loss expense on trade receivables	582	900	582	900
Expected credit loss expense on related party receivables*	30	-	25,551	-
(Reversal of expected credit loss)/expected credit loss expense on other non-current investments	(43)	33	(2)	(3)
(Reversal of expected credit loss)/expected credit loss expense on current investments at amortised cost	(21)	55	(21)	55
(Reversal of expected credit loss)/expected credit loss expense on cash and cash equivalents	(30)	2	35	(2)
Expected credit loss/(reversal of expected credit loss) expense on current investments at FVOCI	106	(40)	-	-
	624	**950**	**26,145**	**950**

*An impairment loss was recognised on intercompany receivables due from YDFS following the application of the expected credit loss (ECL) model under IFRS 9. The impairment reflects management's assessment of the subsidiary's credit risk, financial performance, and expected future cash flows as at the reporting date.

8. Other operating expenses

Audit fees	202	177	183	157
Directors' emoluments and expenses	190	816	123	773
Professional and consultancy fees	20,803	18,369	20,045	17,979
(Reversal of)/ impairment charge on property and equipment	(10)	29	(10)	29
(Reversal of)/inventory write-down	(2,564)	102	(2,564)	102
Provision for litigation costs	14	814	14	814
Profit on disposal of property and equipment	(714)	(391)	(714)	(391)
Maintenance cost- software	24,720	14,854	24,720	14,854
Maintenance costs - others (a)	9,520	9,519	9,508	9,519
Rent, rates, utilities and other office running cost	1,164	1,186	1,141	1,125
Trainings, travels and entertainment cost	3,542	1,781	3,397	1,724
Security expenses	887	621	887	621
Insurance	2,177	1,730	2,144	1,732
MTN Foundation	3,004	1,327	3,004	1,327
Information technology development levy (ITDL)	-	2,015	-	2,015
National Agency for Science and Engineering Infrastructure levy (NASENI)	-	504	-	504
Other sponsorship (b)	38,644	-	38,644	-
Other expenses (c)	1,811	1,848	1,259	1,653
	103,390	**55,301**	**101,781**	**54,537**

(a) This relates to the maintenance costs on information systems hardware, motor vehicles, buildings and other equipment.
(b) This relates to the provision of sponsorships for sporting events, and youth engagement activities, the provision was reported in other provisions in provisions, see note 28.
(c) Other expenses includes bank charges, subscriptions, office refreshments, EWP platform fee, etc.

Notes to the unaudited condensed consolidated and separate financial statements

In millions of Nigerian Naira	Group 3 months ended 31 Mar 2026	Group 3 months ended 31 Mar 2025	Company 3 months ended 31 Mar 2026	Company 3 months ended 31 Mar 2025
9. Finance income				
Interest income on bank deposits*	1,362	1,578	1,362	1,366
Interest income on investments*	21,148	5,608	19,194	3,380
Net gain on investments at fair value	1,571	146	1,563	146
	24,081	**7,332**	**22,119**	**4,892**

*Finance income calculated using effective interest rate method.

Included as cash flows for finance income are:				
Interest income on bank deposits	1,362	1,578	1,362	1,366
Interest income on investments	18,943	5,623	16,981	3,396
Interest received	**20,305**	**7,201**	**18,343**	**4,762**

10. Finance costs				
Interest expense - leases	100,478	95,857	100,478	95,857
Interest expense - borrowings*	20,152	44,867	20,152	44,867
Loss on FVTPL liabilities (a)	22,179	712	22,179	712
Other finance charges (b)	460	441	213	129
	143,269	**141,877**	**143,022**	**141,565**

*Finance costs calculated using effective interest rate method.
(a) Loss on FVTPL liabilities relate to the loss recognised from the fair valuation of derivative liability.
(b) Other finance charges includes administration cost on letters of credit acquisition, accretion of EWP platform liability for MoMo PSB, and charges on decommissioning provision.

Included as cash flows for finance expense are:				
Interest expense - borrowings	10,331	85,308	10,331	85,308
Interest expense - leases	100,478	16,016	100,478	16,016
Other finance charges	-	120	-	120
Interest paid	**110,809**	**101,444**	**110,809**	**101,444**

11. Net foreign exchange gain/(loss)				
Analysis of exchange differences				
Net exchange gain/(loss) on borrowings	7,280	(793)	7,280	(793)
Net exchange loss on trade and other payables	(40,070)	(9,372)	(40,320)	(9,242)
Net exchange gain/(loss) on trade and other receivables	(3,948)	1,193	(3,948)	1,111
Net exchange loss on USD current investments	-	(345)	-	(345)
Net exchange gain/(loss) on lease liabilities	38,918	(2,378)	38,918	(2,378)
Net exchange gain on restricted cash	31,006	4,504	31,006	4,504
Net exchange (loss)/gain on cash and cash equivalents	(17)	1,648	(17)	1,648
Net exchange loss on provisions and employee benefits	135	18	135	18
	33,304	**(5,525)**	**33,054**	**(5,477)**

Included in the exchange differences are net realised exchange gain of N12.90 billion (31 March 2025: loss of N60.51 billion) for Group and N12.89 billion (31 March 2025: loss of N60.51 billion) for Company.

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025	3 months ended 31 Mar 2026	3 months ended 31 Mar 2025
12. Taxation				
Current				
Company income tax	199,683	21,226	199,683	21,226
Development levy	29,647	-	29,640	-
Tertiary education tax	-	6,387	-	6,329
Nigerian police trust fund	-	10	-	10
Minimum tax*	-	4	-	-
	229,330	**27,627**	**229,323**	**27,565**
Deferred				
Deferred tax (credit)/charge	(38,410)	41,339	(38,410)	41,339
	(38,410)	**41,339**	**(38,410)**	**41,339**
	190,920	**68,966**	**190,913**	**68,904**
Tax rate reconciliation				
Profit before tax	546,421	202,649	522,414	201,524
Tax charge	190,920	68,966	190,913	68,904
Effective tax rate	34.94 %	34.03 %	36.54 %	34.19 %
Tax at standard rate	30.00	30.00	30.00	30.00
Exempt income	-	(0.02)	-	(0.02)
Expenses not allowed	0.12	0.08	1.49	0.08
Development levy	4.83	-	5.05	-
Derecognition of prior year deferred tax	(0.04)	-	-	-
Tertiary education tax	-	4.12	-	4.12
Nigerian Police Trust Fund	-	0.01	-	0.01
Prior year tax over provision	-	(0.16)	-	-
Deferred tax not recognised for the current period	0.03	-	-	-
Effective tax rate	**34.94**	**34.03**	**36.54**	**34.19**

*The old and repealed Company Income Tax Act (CITA) provision that applied a minimum tax of 0.5% of gross turnover has been replaced with a minimum effective tax rate requirement. Under the new framework, large companies are required to maintain an effective tax rate (ETR) of at least 15%, calculated as covered taxes divided by net income. Where a company's effective tax rate falls below the 15% threshold, a top-up tax becomes payable to bridge the shortfall and ensure compliance with the minimum effective tax rate.
A company is subject to the minimum ETR if it meets any of these criteria:
- it is a constituent entity of a Multinational Entity group, with aggregate group turnover of at least £750 million or its equivalent.
- Or it has an aggregate turnover of N50,000,000,000 and above in the financial year
In the current period, MTNN does not have minimum effective tax, as its ETR (as defined by the Nigeria Tax Act).

Notes to the unaudited condensed consolidated and separate financial statements

13. Property, plant and equipment

Group

In millions of Nigerian Naira	Land	Buildings	Information systems, furniture and office equipment	Motor vehicles	Network infrastructure	Leasehold improvements	Capital - Work in progress	Total
31 December 2025								
Cost	27,862	92,712	118,374	26,344	2,460,926	31,453	153,640	2,911,311
Accumulated depreciation and impairment	-	(25,940)	(71,587)	(10,795)	(933,169)	(16,296)	-	(1,057,787)
	27,862	**66,772**	**46,787**	**15,549**	**1,527,757**	**15,157**	**153,640**	**1,853,524**
Cost								
1 January 2026	27,862	92,712	118,374	26,344	2,460,926	31,453	153,640	2,911,311
Additions	-	-	-	-	-	-	363,136	363,136
Reclassifications	-	1,628	21,567	3,057	209,965	(115)	(236,102)	-
Disposal	-	-	(387)	(218)	(96)	-	-	(701)
At 31 March 2026	**27,862**	**94,340**	**139,554**	**29,183**	**2,670,795**	**31,338**	**280,674**	**3,273,746**
Depreciation and impairment								
At 1 January 2026	-	(25,940)	(71,587)	(10,795)	(933,169)	(16,296)	-	(1,057,787)
Charge for the period	-	(944)	(5,511)	(1,253)	(94,693)	(511)	-	(102,912)
Impairment reversal*	-	-	-	-	10	-	-	10
Disposals	-	-	319	180	51	-	-	550
At 31 March 2026	**-**	**(26,884)**	**(76,779)**	**(11,868)**	**(1,027,801)**	**(16,807)**	**-**	**(1,160,139)**
Carrying amount								
At 31 December 2025	**27,862**	**66,772**	**46,787**	**15,549**	**1,527,757**	**15,157**	**153,640**	**1,853,524**
At 31 March 2026	**27,862**	**67,456**	**62,775**	**17,315**	**1,642,994**	**14,531**	**280,674**	**2,113,607**

Notes to the unaudited condensed consolidated and separate financial statements

13. Property, plant and equipment (continued)

Company

In millions of Nigerian Naira	Land	Buildings	Information systems, furniture and office equipment	Motor vehicles	Network infrastructure	Leasehold improvements	Capital - Work in progress	Total
31 December 2025								
Cost	27,862	92,712	118,374	26,149	2,460,926	31,453	153,640	2,911,116
Accumulated depreciation and impairment	-	(25,940)	(71,587)	(10,600)	(933,169)	(16,296)	-	(1,057,592)
	27,862	**66,772**	**46,787**	**15,549**	**1,527,757**	**15,157**	**153,640**	**1,853,524**
Cost								
1 January 2026	27,862	92,712	118,373	26,149	2,460,927	31,453	153,640	2,911,116
Additions	-	-	-	-	-	-	363,136	363,136
Reclassifications	-	1,628	21,567	3,057	209,965	(115)	(236,102)	-
Disposal	-	-	(387)	(218)	(96)	-	-	(701)
At 31 March 2026	**27,862**	**94,340**	**139,553**	**28,988**	**2,670,796**	**31,338**	**280,674**	**3,273,551**
Depreciation and impairment								
At 1 January 2026	-	(25,940)	(71,586)	(10,600)	(933,170)	(16,296)	-	(1,057,592)
Charge for the period	-	(944)	(5,511)	(1,253)	(94,693)	(511)	-	(102,912)
Disposal	-	-	319	180	51	-	-	550
Impairment reversal*	-	-	-	-	10	-	-	10
At 31 March 2026	**-**	**(26,884)**	**(76,778)**	**(11,673)**	**(1,027,802)**	**(16,807)**	**-**	**(1,159,944)**
Carrying amount								
At 31 December 2025	**27,862**	**66,772**	**46,787**	**15,549**	**1,527,757**	**15,157**	**153,640**	**1,853,524**
At 31 March 2026	**27,862**	**67,456**	**62,775**	**17,315**	**1,642,994**	**14,531**	**280,674**	**2,113,607**

Total cash outflow for property and equipment as at 31 March 2026 was N428.05 billion.
Reclassification relates to assets moved from capital work in progress to other categories of property and equipment. Total reclassification for the period was N236.10 billion.
*Impairment relates to loss recognized due to obsolescence and damaged network infrastructure. Technological obsolescence is one of the indicators of impairment according to IAS 36.15b and this occurs frequently in the telecommunications industry. The impairment loss was driven by change in technology which made the carrying amount of the related infrastructure equipment to be written down to nil.

14. Right-of-use assets

Group and Company

In millions of Nigerian Naira	Base station land	Property leases	Motor vehicles	Network infrastructure	Total
31 December 2025					
Cost	15,091	12,067	9,384	2,536,842	2,573,384
Accumulated depreciation and impairment	(11,478)	(9,071)	(9,372)	(826,586)	(856,507)
Carrying amount	**3,613**	**2,996**	**12**	**1,710,256**	**1,716,877**
Cost					
At 1 January 2026	15,091	12,067	9,384	2,536,842	2,573,384
Additions	953	218	-	91,281	92,452
At 31 March 2026	**16,044**	**12,285**	**9,384**	**2,628,123**	**2,665,836**
Depreciation and impairment					
At 1 January 2026	(11,478)	(9,071)	(9,372)	(826,586)	(856,507)
Charge for the period	(599)	(415)	(3)	(68,656)	(69,673)
At 31 March 2026	**(12,077)**	**(9,486)**	**(9,375)**	**(895,242)**	**(926,180)**
Carrying amount					
At 31 December 2025	**3,613**	**2,996**	**12**	**1,710,256**	**1,716,877**
At 31 March 2026	**3,967**	**2,799**	**9**	**1,732,881**	**1,739,656**

Total cash outflow for prepaid right-of-use assets as at 31 March 2026 is N4.15 billion.

Notes to the unaudited condensed consolidated and separate financial statements

15. Intangible assets

Group

In millions of Nigerian Naira	Goodwill	Licenses	Computer software	Capital work -in-progress	Total
At 31 December 2025					
Cost	10,016	584,933	193,782	56	788,787
Accumulated amortisation and impairment	-	(273,895)	(93,482)	-	(367,377)
	10,016	**311,038**	**100,300**	**56**	**421,410**
Cost					
At 1 January 2026	10,016	584,933	193,782	56	788,787
Additions	-	-	-	27,143	27,143
Reclassification	-	-	26,686	(26,686)	-
At 31 March 2026	**10,016**	**584,933**	**220,468**	**513**	**815,930**
Amortisation and impairment					
At 1 January 2026	-	(273,895)	(93,482)	-	(367,377)
Charge for the period	-	(14,834)	(8,572)	-	(23,406)
At 31 March 2026	**-**	**(288,729)**	**(102,054)**	**-**	**(390,783)**
Carrying amount					
At 31 December 2025	**10,016**	**311,038**	**100,300**	**56**	**421,410**
At 31 March 2026	**10,016**	**296,204**	**118,414**	**513**	**425,147**

Total cash outflow for intangible asset as at 31 March 2026 was N6.33 billion for Group and Company.
Reclassification relates to assets moved from capital work in progress to other categories of intangible assets. Total reclassification for the period was N26.69 billion.

Notes to the unaudited condensed consolidated and separate financial statements

15. Intangible assets (continued)

Company

In millions of Nigerian Naira	Goodwill	Licenses	Computer software	Capital work-in-progress	Total
					-
31 December 2025					-
Cost	10,016	584,933	186,328	56	781,333
Accumulated amortisation and impairment	-	(273,895)	(89,091)	-	(362,986)
Carrying amount	**10,016**	**311,038**	**97,237**	**56**	**418,347**
Cost					
At 1 January 2026	10,016	584,933	186,328	56	781,333
Additions	-	-	-	27,143	27,143
Reclassification	-	-	26,686	(26,686)	-
At 31 March 2026	**10,016**	**584,933**	**213,014**	**513**	**808,476**
Amortisation and impairment					
At 1 January 2026	-	(273,895)	(89,091)	-	(362,986)
Charge for the period	-	(14,834)	(8,195)	-	(23,029)
At 31 March 2026	**-**	**(288,729)**	**(97,286)**	**-**	**(386,015)**
Carrying amount					
At 31 December 2025	**10,016**	**311,038**	**97,237**	**56**	**418,347**
At 31 March 2026	**10,016**	**296,204**	**115,728**	**513**	**422,461**

Total cash outflow for intangible asset as at 31 March 2026 was N6.33 billion for Group and Company.
Reclassification relates to assets moved from capital work in progress to other categories of intangible assets.
Total reclassification for the period was N26.69 billion.

Notes to the unaudited condensed consolidated and separate financial statements

		Group		Company	
In millions of Nigerian Naira		31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

16. Investment in subsidiaries

The following table lists the entities which are controlled by the MTN Nigeria				
XS Broadband Limited	-	-	500	500
Yello Digital Financial Services Limited	-	-	15,000	15,000
MoMo Payment Service Bank Limited	-	-	92,950	92,950
	-	-	108,450	108,450
Impairment of investment in subsidiary	-	-	(63,064)	(63,064)
	-	**-**	**45,386**	**45,386**

17. Deferred tax assets

Opening balance	93,629	321,349	93,612	321,332
Credit/(charge) to profit and loss	38,410	(228,773)	38,410	(228,773)
Charge to other comprehensive income	-	1,053	-	1,053
Closing balance	**132,039**	**93,629**	**132,022**	**93,612**

Deferred tax credit recognised in the profit or loss for the period ended 31 March 2026 was due to timing differences arising from provisions, unrealised exchange differences, and fair value movements.
Charge to other comprehensive income (OCI) comes from the deferred tax impact on fair valuation of FVOCI investments and actuarial gains from employee benefits. The deferred tax charge on fair value was not assessed for the period ended and is not material to these financial statements.

18. Investments

18.1 Other non-current investments

Treasury bonds at amortised cost	11,246	17,863	-	6,253
Allowance for expected credit losses	(8)	(51)	-	(2)
	11,238	**17,812**	**-**	**6,251**

18.2 Current investments

Treasury bills at amortised cost	212,156	92,387	179,920	85,548
NGN deposits at amortised cost	-	13,829	-	-
Allowance for expected credit losses	(270)	(291)	(205)	(226)
	211,886	105,925	179,715	85,322
Treasury bills and bonds at FVTPL	132,921	29,081	22,941	29,081
Treasury bills and bonds at FVOCI	19,600	27,249	111,542	2,490
	364,407	**162,255**	**314,198**	**116,893**

19. Other non-current assets

Other non-current asset comprises of:					
Contract acquisition costs	19.1	13,237	12,319	13,237	12,319
Non-current prepayment	19.2	59,050	33,830	59,050	33,830
		72,287	**46,149**	**72,287**	**46,149**

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

19. Other non-current assets (continued)

19.1 Contract acquisition costs

	Group 31 Mar 2026	Group 31 Dec 2025	Company 31 Mar 2026	Company 31 Dec 2025
Opening balance	12,319	9,344	12,319	9,344
Additions	3,350	11,047	3,350	11,047
Amortised in the period/year	(2,432)	(8,072)	(2,432)	(8,072)
Closing balance	**13,237**	**12,319**	**13,237**	**12,319**

Contract acquisition costs are incremental costs of obtaining a contract with a customer that would not have incurred if the contract had not been obtained. They include incremental commission fees paid to trade partners for SIM activations and the costs of virtual NIMC tokenization incurred during customer identity verification exercises at all service touchpoints.

19.2 Non-current prepayment

	Group 31 Mar 2026	Group 31 Dec 2025	Company 31 Mar 2026	Company 31 Dec 2025
Prepaid road infrastructure tax credit (a)	53,498	27,910	53,498	27,910
Other non-current prepayments (b)	5,552	5,920	5,552	5,920
	59,050	**33,830**	**59,050**	**33,830**

(a) These are costs incurred towards the reconstruction of the Enugu-Onitsha expressway under the Road Infrastructure Development and Refurbishment Investment Tax Credit ("Road Tax Credit") Scheme. The Scheme is a public-private partnership (PPP) intervention that enables the Nigerian Government to leverage private sector capital and efficiency for the construction, repair, and maintenance of critical road infrastructure in key economic areas in Nigeria. MTN Nigeria shall be entitled to utilize the total cost incurred in the construction or refurbishment of an eligible road as a tax credit against their future Companies Income Tax (CIT) liability, until full cost recovery is achieved.
(b) This includes the non-current portion of the prepaid Indefeasible right of use (IRU) asset access to the West African Cable System (WACS).

20. Inventories

	Group 31 Mar 2026	Group 31 Dec 2025	Company 31 Mar 2026	Company 31 Dec 2025
Handsets and accessories	23,031	24,202	23,031	24,202
Starter packs	6,258	11,507	6,258	11,507
	29,289	35,709	29,289	35,709
Inventory write-downs	(9,848)	(12,411)	(9,848)	(12,411)
	19,441	**23,298**	**19,441**	**23,298**

During the period, there was a write down reversal of N2.56 billion (31 March 2025: charge of N0.10 billion) for SIM starter packs, handsets and accessories. Inventory write-down/(reversal) is recognised in the other operating expenses line (note 8). The reversal of inventory write-down arose from a reduction in gross inventory, following the utilisation and sale of inventory items previously written down to net realisable value.

Notes to the unaudited condensed consolidated and separate financial statements

		Group		Company	
In millions of Nigerian Naira		31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

21. Trade and other receivables

Financial instruments:					
Trade receivables		126,940	114,662	126,940	114,662
Trade receivables - related parties	38.2	39,199	39,364	81,181	86,262
Allowance for expected credit losses (a)		(27,908)	(27,297)	(53,429)	(27,297)
		138,231	126,729	154,692	173,627
Other receivables (b)		46,767	51,715	46,897	51,829
		184,998	178,444	201,589	225,456
Non-financial instruments:					
Sundry receivables and advances (c)		2,349	2,246	699	660
Other non-financial receivables (d)		93,643	108,822	86,585	101,043
Current prepayments (e)		88,394	107,517	87,694	106,557
		184,386	218,585	174,978	208,260
Total trade and other receivables		**369,384**	**397,029**	**376,567**	**433,716**

(a) During the period, a credit loss expense of N0.58 billion (March 2025: N0.90 billion) was recognised on trade receivables for both the Group and the Company. In addition, a credit loss expense of N25.55 billion was recognised on YDFS related party receivables (Company only), while a credit loss expense of N0.03 billion was recognised in respect of MTN Benin receivables for both the Group and the Company. Credit loss expenses for the period is reported in impairment of financial assets (see note 7).
(b) Other receivables includes uninvoiced expenses covered for related parties and subsidiaries.
(c) Sundry receivables and advances includes advances to staff for travel expenses and other work related expenses.
(d) Other non-financial receivables includes contracted Advance Payment Guarantees (APGs) and performance bonds with vendors and withholding tax receivables.
(e) Current prepayments includes, prepaid operational costs, short term software licenses, insurance and the prepaid RITC cost of N23.95 billion.

22. Restricted cash

Restricted cash deposits for letters of credit (a)	74,506	16,940	74,506	16,940
Collateral on forwards (b)	11,632	20,123	11,632	20,123
Restricted cash - others (c)	7,945	644	7,745	444
	94,083	**37,707**	**93,883**	**37,507**

(a) This comprises cash build up on forward contracts and the usance letters of credit (LC) that is backed by restricted cash deposit (known as cash collateral) in US$ and Naira.
(b) This is the cash build up on forward contract.
(c) Restricted cash - others comprises of: the retention fee on purchase of Visafone Communications Limited (now liquidated) of N378.64 million; Dividends received and funds utilised to acquire additional 10,000,000 shares for the MTNN employee shares scheme implementation by Vetiva Trustee Ltd: N7.30 billion (2025: N500.80 million) including garnishees against court judgments of N64.98 million (2025: 64.98 million) and garnishees against court judgments of N64.98 million (2025: 64.98 million). For Group, YDFS has a deposit of N200 million (2025: N200 million) with the Central Bank of Nigeria for access to the PSSP (Payment service solution provider) & PTSP (Payment terminal service provider) platforms.

For the purpose of cash flows, total net cash outflow to banks for restricted cash for Group and Company was N25.37 billion: (31 March 2025: net cash inflow of N18.40 billion).

23. Cash and deposits held for MoMo customers

23.1 Cash held for MoMo Customer

Cash held for MoMo customers	1,188	1,298	-	-

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

23. Cash and deposits held for MoMo customers (continued)

Cash held for MoMo Customers represent funds received from MoMo customers. When customers fund their wallets, MoMo recognises a financial asset (representing the cash received or held) and a corresponding deposit liability, reflecting its obligation to repay these funds to customers (see note 23.2). In line with the Central Bank of Nigeria (CBN) guidelines, these deposits may only be invested in permissible liquid instruments as specified in the regulatory framework.

23.2 Deposits held for MoMo Customer

Deposits held for MoMo customers	18,868	9,842	-	-

Deposits held for MoMo customers represent deposit liabilities arising from funds received into customers' mobile money wallets. These deposit liabilities are either payable on demand or withdrawable at short notice, consistent with the nature of mobile money services. Accordingly, deposits held for MoMo customers are measured at amortised cost in accordance with IFRS 9. Mobile money customer deposits increased during the first quarter of 2026. The growth was driven primarily by higher wallet utilisation and changes in customer funding behaviour, rather than any modifications to product terms or pricing. Deposits continued to be largely short-term and transactional in nature, with balances payable on demand.

24. Cash and cash equivalents

Bank balances	193,516	162,525	191,181	160,164
Short-term deposits	313,364	470,170	313,364	470,170
	506,880	632,695	504,545	630,334
Allowance for expected credit losses	(164)	(194)	(150)	(115)
	506,716	**632,501**	**504,395**	**630,219**

24.1 For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

Bank balances	193,516	162,525	191,181	160,164
Short-term deposits	313,364	470,170	313,364	470,170
	506,880	**632,695**	**504,545**	**630,334**

25. Equity

25.1 Share capital

Issued and fully paid

20,995,560,103 ordinary shares of N0.02	420	420	420	420

25.2 Share premium

4,500,000 ordinary shares of N 3,779.89 each	17,009	17,009	17,009	17,009
138,960 ordinary shares of N 1,488.15 each	207	207	207	207
641,047,053 ordinary shares of N233.66	149,146	149,146	149,146	149,146
	166,362	**166,362**	**166,362**	**166,362**

25.3 Shares held for employee share scheme

Opening balance	4,041	4,869	4,041	4,869
Equity settled share based payments for the period	-	(1,337)	-	(1,337)
Additional shares acquired for the scheme	-	509	-	509
Closing balance	**4,041**	**4,041**	**4,041**	**4,041**

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

25. Equity (continued)

Shares held for the employee share scheme represent 25,443,414 ordinary shares of MTN Nigeria acquired and held in trust by Vetiva Trustee Limited for the purpose of implementing the employee share scheme (2025: 25,443,414 ordinary shares).

25.4 Other reserves

Opening balance	(14,431)	(12,454)	(31,876)	(29,833)
Net fair valuation (loss)/gain on FVOCI investments (a)	(59)	156	(101)	90
Net remeasurement loss on employee benefits liability (b)	-	(2,133)	-	(2,133)
Closing balance	**(14,490)**	**(14,431)**	**(31,977)**	**(31,876)**

(a) Fair valuation loss/gain on financial assets classified as fair value through other comprehensive income (FVOCI) is recognised on Federal Government treasury bills and treasury bonds investments net of tax except for Federal Government bonds, which are exempted from company income tax.
(b) The remeasurement of gain on employee benefits valuation in accordance with IAS 19 Employee benefits.

25.5 Dividends

Interim dividend for 2026: nil (2025: 5:00 kobo per share)	-	104,978	-	104,978

MTN Nigeria did not propose interim dividends for the period ended 31 March 2026 (31 December 2025: 104.98 billion).

26. Borrowings

The maturity of the loan is as follows:				
Payable within one year (included in current liabilities)	62,737	108,097	62,737	108,097
More than one year but not exceeding two years	56,344	131,090	56,344	131,090
More than two years but not exceeding five years	161,700	199,632	161,700	199,632
More than five years	96,922	88,850	96,922	88,850
Amounts included in non-current liabilities	314,966	419,572	314,966	419,572
Total borrowings	**377,703**	**527,669**	**377,703**	**527,669**

Borrowings reconciliation				
Opening balance	527,669	972,915	527,669	972,915
Drawdown	-	107,357	-	107,357
Repayment	(154,043)	(523,090)	(154,043)	(523,090)
Interest payment	(10,331)	(141,329)	(10,331)	(141,329)
Interest charge	21,688	127,743	21,688	127,743
Exchange gain	(7,280)	(12,285)	(7,280)	(12,285)
Deferred income liability*	-	(3,642)	-	(3,642)
	377,703	**527,669**	**377,703**	**527,669**

*This is the grant on BOI term loan priced below market interest rate. see note 26.1.

26. Borrowings (continued)

26.1 Summary of borrowing arrangements

MTN Nigeria has a loan portfolio with a consortium of local banks, foreign banks and export development agencies. The details of the facilities are as follows:

Facility	Details	Outstanding balance as at 31 March 2026
Bonds	Under the N200 billion Bond Issuance Programme, two series were issued on 5 May and 4 November 4 2021 comprising of: (a) Series I: N110.001 billion 7 Year 13% Bonds due 2028. (b) Series II: N89.999 billion 10 year 12.75% Bonds due 2031. (c) Series III: -Tranche A - N10 billion 4 year 13.5% bond issued in 29 September 2022 due in 2026. (d) Series III: -Tranche B - N105 billion 10 year 14.5% bond issued on 30 September 2022 due in 2032. MTN Nigeria has provided the lenders with a negative pledge over all existing and future assets, committing not to diminish such assets through sale, transfer, or the creation of security interests, except as specifically allowed under the terms of the facilities. No further security has been granted in relation to the facilities.	N315 billion
Bilateral loan facility (Bank of Industry)	A N25 billion bilateral financing facility (backed by bank guarantee) was secured from the Bank of Industry at a fixed interest rate of 15% per annum. The loan includes a one-year moratorium, after which principal repayments will be made in 48 equal monthly instalments commencing in 2026. As of 31 March 2026, the outstanding balance on the facility stood at N25 billion.	N25 billion
Bilateral loan facility (Stanbic Bank)	A N60 billion bilateral financing facility was secured from Stanbic Bank, with interest priced at the Monetary Policy Rate (MPR) plus an applicable margin. The facility includes a one-year moratorium, after which repayments was scheduled in two equal instalments beginning in 2025. As of 31 March 2026, the outstanding balance stood at N30 billion.	N30 billion

Notes to the unaudited condensed consolidated and separate financial statements

27. Lease liabilities

In millions of Nigerian Naira	Group 31 Mar 2026	Group 31 Dec 2025	Company 31 Mar 2026	Company 31 Dec 2025
Lease liability by maturity				
- within one year (included in current liabilities)	289,964	269,182	289,964	269,182
- after one year to two years	286,450	275,235	286,450	275,235
- after two years to five years	1,023,083	986,662	1,023,083	986,662
- later than five years	782,624	855,150	782,624	855,150
Amounts included in non-current liabilities	2,092,157	2,117,047	2,092,157	2,117,047
Total lease liabilities	**2,382,121**	**2,386,229**	**2,382,121**	**2,386,229**
Movement schedule				
Opening balance	2,386,229	2,283,424	2,386,229	2,283,424
Additions	88,305	452,149	88,305	452,149
Interest expense	100,478	393,090	100,478	393,090
Exchange gain	(38,918)	(81,312)	(38,918)	(81,312)
Payments - principal portion	(53,494)	(268,032)	(53,494)	(268,032)
Payments - interest portion	(100,479)	(393,090)	(100,479)	(393,090)
	2,382,121	**2,386,229**	**2,382,121**	**2,386,229**

The Group's leases include network infrastructure (including tower space and land), land and buildings and motor vehicles. The leases have varying terms, escalation clauses and renewal rights. Penalties are chargeable on certain leases should they be cancelled before the end of the agreement.
Short-term lease payments of N49 miillion (December 2025: N413 million) for Group and N41 million (December 2025: N282 million) for Company not included in the lease liabilities are included as rent, rates, utilities and other office running cost in other operating costs during the year. In all significant operating lease arrangements in place during the year, the Group acted as the lessee.

MTNN as a lessor

Leases in which the MTNN does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease term and is included as revenue in the statement of profit or loss due to its operating nature.

28. Provisions

In millions of Nigerian Naira	Group 31 Mar 2026	Group 31 Dec 2025	Company 31 Mar 2026	Company 31 Dec 2025
Split between non-current and current portions				
Non-current liabilities	53	52	53	52
Current liabilities	76,579	39,177	75,645	37,545
	76,632	**39,229**	**75,698**	**37,597**
Movement schedule				
Opening balance	39,229	25,214	37,597	21,797
Additions	49,641	39,327	50,339	41,112
Unused amounts reversed	-	(12,692)	-	(12,692)
Utilised	(12,103)	(12,405)	(12,103)	(12,405)
Revaluation	(135)	(215)	(135)	(215)
Closing balance	**76,632**	**39,229**	**75,698**	**37,597**

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

28. Provisions (continued)

Provisions are made up of:				
Decommissioning costs	53	52	53	52
Litigation provisions	2,552	2,538	2,552	2,538
Bonus provision	21,083	27,755	20,319	26,293
Other provisions	52,944	8,884	52,774	8,714
	76,632	**39,229**	**75,698**	**37,597**

Other provisions include provisions for some regulatory and tax matters, other consultancy and strategic advisory services payable to various consultants and legal advisers. In 2026, balance also includes provisions for other sponsorships.

29. Employee benefits

Split between non-current and current portions				
Non-current liabilities	14,504	13,699	14,504	13,699
Current liabilities	7,825	6,003	7,825	6,003
	22,329	**19,702**	**22,329**	**19,702**

MTN Nigeria Communications Plc operates post employment benefit plans for non-contributory, long service award and staff retirement benefits. Employees are automatically beneficiaries of the long service award after completing five consecutive years of service with the Company. Employees' retirement benefits are calculated based on number of years of continuous service, and upon attaining the compulsory retirement age of 60 years. The defined benefit obligation actuaries valuation is carried out annually by Alexander Forbes Consulting Actuaries Nigeria (FRC/2012/0000000000504) signed by Wayne van Jaarsveld (FRC/2021/002/00000024507).

Employment benefits comprise of the present values of :				
Defined Benefit Obligation- retirement benefits	3,529	3,663	3,529	3,663
Staff retirement benefits	18,800	16,039	18,800	16,039
	22,329	**19,702**	**22,329**	**19,702**

Employee benefits reconciliation				
Opening balance	19,702	11,078	19,702	11,078
Current service cost	2,931	9,183	2,931	9,183
Benefits paid	(304)	(559)	(304)	(559)
Closing balance	**22,329**	**19,702**	**22,329**	**19,702**

The current service cost and interest cost are recognised in the employee costs line.

30. Share based payments liability

Opening balance	44,354	14,021	44,354	14,021
Share based expense	33,771	35,522	33,771	35,522
Equity-settled share-based payments (PSP & ESOP) valued at fair price	-	(1,337)	-	(1,337)
Cash-settled share-based payment (PSP & ESOP) valued at fair price*	-	(1,618)	-	(1,618)
Cash-settled share-based payment (Group PSP, GAN & LAN)**	(247)	(2,234)	(247)	(2,234)
	77,878	**44,354**	**77,878**	**44,354**

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

30. Share based payments liability (continued)

* The cash settled share-based payments under the PSP and ESOP were measured at fair value on the vesting date, based on the closing share price of N760 as at 27 March 2026 (31 Decemeber 2025: N511).
**The cash settled share-based payment for Group PSP, GAN & LAN was measured at fair value on the vesting date using the appropriate share price.

MTN Nigeria Communications Plc operates a Notional Share Scheme, where qualifying staff receive the increase in a phantom MTN share price at exercise date as compared to the offer price. The scheme is a cash-settled share-based payment scheme. The share based payment liability relates to Locally Aligned Notional (LAN) shares and Group Aligned Notional (GAN) shares. MTN Nigeria also runs an Employee share scheme plan managed by Vetiva Trustee Limited.
The share-based payment liability consists of:

- fair value of options issued to employees under the LAN notional share scheme
- fair value of options issued to employees under the GAN notional share scheme
- the issue of shares held in Trust by Vetiva Trustee for employees under Performance Share Plan (PSP) and Employee Stock Ownership Plan (ESOP).

Share based liability is made up of:

GAN share options	48	48	48	48
LAN share options	3	3	3	3
Local Performance share plan (PSP) & ESOP	25,169	24,534	25,169	24,534
Group performance share plan	52,658	19,769	52,658	19,769
	77,878	**44,354**	**77,878**	**44,354**

Vested Shares under the MTNN Employee Share Scheme

As at 31 March 2026, a total of 17.31 million shares granted under the MTNN Share Scheme vested. Of this amount, 8.69 million shares related to cash settled share based payment and were settled at a price of N718 per share, resulting in a total cash payout of N6.24 billion inclusive of associated PAYE. The remaining 8.63 shares vested under equity settled share based payment. In addition, N7.2 billion held in restricted cash was transferred to the Vetiva Trustee for the acquisition of 10,000,000 ordinary shares, to be held in trust for the purposes of the scheme. This impact will be shown in subsequent financial statements.

31. Other liabiltiies

Financial liabilities				
EWP liability (a)	11,358	11,060	-	-
Other non-current liabilities	754	564	754	564
	12,112	11,624	754	564
Non -financial liabilities				
Deferred grant income (b)	2,640	2,932	2,640	2,932
	14,752	**14,556**	**3,394**	**3,496**

(a) This relates to the MoMo PSB's Ericsson Wallet Platform (EWP) intangible asset. The outstanding liability is contractually due over more than one year and includes a financing component. Its accretion is reported within finance expenses, while platform fee charges are detailed in the other operating expenses notes (note 8).
(b) This relates to the grant on Bilateral loan Facility (Bank of Industry) term loan priced below market interest rate. The grant represents the difference between the fair value of the loans, calculated using the market interest rate of 21.13% per annum, and the proceeds received. No other forms of government assistance or grants were received during the reporting period.

Notes to the unaudited condensed consolidated and separate financial statements

		Group		Company	
In millions of Nigerian Naira		31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

31. Other liabiltiies (continued)

Other non-current liabilities	11,668	11,634	2,299	2,354
Other current liabilities	3,084	2,922	1,095	1,142
	14,752	**14,556**	**3,394**	**3,496**

32. Trade and other payables

Financial instruments:					
Trade payables		260,597	265,119	260,559	264,087
Trade payables - related parties	38.2	104,674	113,857	112,363	119,718
Other accrued expenses (a)		644,167	643,276	639,199	640,875
		1,009,438	1,022,252	1,012,121	1,024,680
Non-financial instruments:					
Other non-financial accrued expenses (b)		151,817	168,301	151,398	167,900
Sundry payables (c)		4,603	42,005	3,026	41,646
Other payables (d)		83,251	85,101	83,002	84,908
		239,671	295,407	237,426	294,454
		1,249,109	**1,317,659**	**1,249,547**	**1,319,134**

(a) Other accrued expenses include BTS lease accruals, accruals for cloud services and services provided by vendors.
(b) Other non financial instrument accrued expenses include accrued technical inventory costs, unclaimed dividend, accrued staff expenses and other regulatory fees.
(c) Sundry payables includes security deposits and advance payments from some enterprise and wholesale business customers.
(d) Other non-financial instrument payables include withholding and value added tax liabilities.

33. Current tax payable

Opening balance	355,175	25,012	354,801	24,713
Provision for the period/year - company income tax	199,683	291,480	199,683	291,480
Provision for the year - development levy	29,647	62,930	29,640	62,830
Minimum tax	-	-	-	-
Tax paid	-	(21,546)	-	(21,546)
Withholding tax credit utilised	-	(2,701)	-	(2,676)
Others*	147	-	-	-
Closing balance	**584,652**	**355,175**	**584,124**	**354,801**

*Others relate to prior-year tax adjustments arising from MoMo PSB, recognised in the current year.

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

34. Contract liabilities

Opening balance	138,138	117,272	138,138	117,272
Payments received in advance of delivery of performance obligations	1,408,479	4,812,337	1,408,479	4,812,337
Revenue recognised on delivery of goods/services:				
-In relation to carry forward balance recognised	(138,138)	(117,272)	(138,138)	(117,272)
-Recognised on delivery of goods/services during the period/year	(1,269,142)	(4,674,199)	(1,269,142)	(4,674,199)
Closing balance	**139,337**	**138,138**	**139,337**	**138,138**

Contract liability relates to payments received in advance from sales of recharge cards and on Subscriber Identification Module (SIM) cards. Contract liabilities are recognised as revenue when the subscribers use the airtime for network services such as voice, SMS, data and digital services and when the SIM cards are activated on the network

35. Derivatives

Current liabilities: forward contract	1,872	2,224	1,872	2,224

All gains and losses from changes in the fair value of derivatives are recognised immediately in the profit or loss statement as finance income or cost. The Group uses derivative financial instruments such as forward contracts to hedge its foreign currency risks. Such derivative financial instruments are initially recognised at fair value on the date which a derivative contract is entered into and are subsequently remeasured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

36. Basic and diluted earnings per share

Profit attributable to owners of the company (N million)	355,501	133,683	331,501	132,620
Weighted average number of ordinary shares at the end of the period (million)	20,970	20,970	20,970	20,970
Basic and diluted earnings per share (N)	16.95	6.37	15.81	6.32

Earnings per share (EPS) is calculated by dividing the profit after tax attributable to owners of the company by the weighted average number of ordinary shares in issue during the period, excluding the average number of ordinary shares held as treasury shares (31 March 2026: 25,443,414 shares; 31 December 2025: 25,443,414 shares).

Notes to the unaudited condensed consolidated and separate financial statements

In millions of Nigerian Naira		Group 3 months ended 31 Mar 2026	Group 3 months ended 31 Mar 2025	Company 3 months ended 31 Mar 2026	Company 3 months ended 31 Mar 2025
37. Cash generated from operations					
Profit before taxation		546,421	202,649	522,414	201,524
Adjustments for non-cash items:					
Finance income	9	(24,081)	(7,332)	(22,119)	(4,892)
Finance costs	10	143,269	141,877	143,022	141,565
Net foreign exchange gain	11	(33,304)	5,525	(33,054)	5,477
Depreciation of property and equipment		102,912	68,298	102,912	68,298
Depreciation of right of use assets		69,673	60,895	69,673	60,895
Amortisation of intangible assets		23,406	20,834	23,029	20,457
Amortisation of contract acquisition costs		2,432	1,289	2,432	1,289
Profit on disposal of property and equipment	8	(714)	(391)	(714)	(391)
(Reversal of)/impairment on property and equipment	8	(10)	29	(10)	29
Credit loss expense on financial assets	7	624	950	26,145	950
(Reversal of)/ inventory write-down	8	(2,564)	102	(2,564)	102
EWP platform fee		209	-	-	-
		828,273	494,725	831,166	495,303
Changes in working capital:					
Decrease/(increase) in inventories		6,420	(370)	6,420	(427)
Decrease in trade and other receivables		23,028	30,129	27,072	14,888
Increase/(decrease) in provision		37,538	(4,531)	38,236	(3,525)
Increase in employee benefits		2,627	960	2,627	960
(Decrease)/increase in trade and other payables		(78,004)	19,367	(87,725)	22,793
Increase/(decrease) in contract liabilities		1,199	(2,580)	1,199	(2,580)
Increase in share based payments		33,524	696	33,524	696
		26,332	43,671	21,353	32,805
Cash generated from operations		**854,605**	**538,396**	**852,519**	**528,108**

Notes to the unaudited condensed consolidated and separate financial statements

		Group		Company	
In millions of Nigerian Naira		31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025

38. Related party transactions

Related party transactions constitute the transfer of resources, services or obligations between the Group and a party related to the Group, regardless of whether a price is charged or not.
Various transactions are entered into by the Company and its subsidiaries during the period/year with related parties. The terms of these transactions are at arm's length. Intra-group transactions are eliminated on consolidation.

38.1 Holding and ultimate holding companies

The Company's holding company is MTN International (Mauritius) Limited, a Company incorporated in the Republic of Mauritius and its ultimate holding Company is MTN Group Limited, a Company incorporated in South Africa. MTN Nigeria Communications Plc's subsidiaries are XS Broadband Limited, Yello Digital Financial Services Limited, and MoMo Payment Service Bank Limited. XS Broadband Limited provides broadband fixed wireless access services and high-quality telecommunication services, while Yello Digital Financial Services Limited and MoMo Payment Service Bank Limited offer mobile financial services (Fintech).

38.2 Transactions with related parties

Amounts due to related parties					
Subsidiaries					
Yello Digital Financial Services Limited		-	-	8,237	7,839
MoMo Payment Service Bank Limited		-	-	1,060	797
		-	-	9,297	8,636
Related parties under MTN Group					
MTN Benin		16	34	16	34
MTN Cameroon		7	13	7	13
MTN Congo		46	48	46	48
MTN Dubai		404	359	404	359
MTN Ghana		80	163	80	80
MTN Group Fintech (Pty) Ltd		2,435	2,484	-	-
MTN International (Mauritius) Limited		59,088	70,698	59,915	70,698
MTN Management Services Co		14,134	14,547	14,134	14,547
MTN Mobile Money Ghana		-	118	-	-
MTN Mobile Money Uganda Limited		-	55	-	-
MTN Rwanda		(1)	(1)	(1)	(1)
MTN Uganda		3	39	3	4
MTN Zambia		17	18	17	18
Bayobab Africa (formerly MTN Global Connect)		10,116	13,578	10,116	13,578
Global Trading Company		5,216	759	5,216	759
Interserve Overseas Limited		11,550	9,327	11,550	9,327
Mobile Telephone Networks Ltd		1,563	1,618	1,563	1,618
		104,674	113,857	103,066	111,082
	32	**104,674**	**113,857**	**112,363**	**119,718**
Amounts due from related parties					
Subsidiaries					
XS Broadband Limited		-	-	638	638
Impairment of XS Broadband Limited receivables		-	-	(638)	(638)
Yello Digital Financial Services Limited		-	-	25,523	25,520
MoMo Payment Service Bank Limited		-	-	16,480	21,378
		-	-	42,003	46,898

Notes to the unaudited condensed consolidated and separate financial statements

		Group		Company	
In millions of Nigerian Naira		31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025
38. Related party transactions (continued)					
Related parties under MTN Group					
MTN Benin		154	181	154	181
MTN Cameroon		1,665	1,724	1,665	1,724
MTN Congo		202	205	202	205
MTN Cote d'Ivoire		2,176	388	2,176	388
MTN Ghana		45	46	45	46
MTN Group Fintech (Pty) Limited		1,475	1,190	1,454	1,190
MTN Group Management Services Co		16,976	17,004	16,976	17,004
MTN Holdings		4	5	4	5
MTN International (Mauritius) Limited		15	16	15	16
MTN Kenya		51	69	51	69
MTN Mobile Money Ghana		-	2	-	2
MTN Sudan		12	5	12	5
MTN Zambia		202	209	202	209
Bayobab Africa (formerly MTN Global Connect)		14,099	16,335	14,099	16,335
Lonestar Communications Corporations (Liberia)		303	314	303	314
Mobile Telephone Networks (Pty) Ltd		1,499	1,314	1,499	1,314
Progressive Tech Holdings		321	357	321	357
		39,199	39,364	39,178	39,364
	21	**39,199**	**39,364**	**81,181**	**86,262**

38.3 Purchases and sales from related parties

Purchases from related parties				
MTN Benin	170	342	170	341
MTN Business Solutions Namibia (Pty) Ltd	-	2	-	2
MTN Cameroon	35	160	35	160
MTN Congo	2	9	2	9
MTN Cote d'Ivoire	13	58	13	58
MTN Ghana	144	530	144	530
MTN Guinea Bissau	-	2	-	2
MTN Irancell	-	2	-	2
MTN Namibia	-	11	-	11
MTN Rwanda	12	57	12	57
MTN South Sudan	-	8	-	8
MTN Swaziland	-	1	-	1
MTN Uganda	6	24	6	24
Bayobab Africa (formerly MTN Global Connect)	15,645	56,155	15,645	56,155
Mobile Telephone Networks (Pty) Ltd	49	204	49	204
Lonestar Communications Corporations (Liberia)	8	19	8	19
Global Trading Company	3	7,108	3	7,108
Interserve Overseas Limited	-	13,019	-	12,019

Credit loss expense of N25.52 billion was recognised on YDFS related party receivables (Company only), while a credit loss expense of N0.03 billion was recognised in respect of MTN Benin receivables for both the Group and the Company. Credit loss expenses for the period is reported in impairment of financial assets (see note 7).

Notes to the unaudited condensed consolidated and separate financial statements

	Group		Company	
In millions of Nigerian Naira	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025
38. Related party transactions (continued)				
Sales to related parties				
Subsidiaries				
Yello Digital Financial Services Limited	(4)	-	(4)	285
MoMo Payment Service Bank Limited	145	-	145	2,643
Related parties under MTN Group				
MTN Benin	17	568	17	375
MTN Business Kenya Limited	-	96	-	17
MTN Cameroon	78	420	78	363
MTN Congo	-	1	-	2
MTN Cote d'Ivoire	-	20	-	14
MTN Ghana	40	351	40	265
MTN Guinea Conakry	-	1	-	1
MTN Namibia	-	1	-	1
MTN Rwanda	1	8	1	8
MTN South Sudan	-	2	-	1
MTN Uganda	1	18	1	15
MTN Zambia	1	5	1	3
Bayobab Africa (formerly MTN Global Connect)	11,448	64,756	11,448	53,339
Lonestar Communications Corporations (Liberia)	1	10	1	7
Progressive Tech Holdings	-	692	-	671
Mobile Telephone Networks (Pty) Ltd	8	116	8	63

The receivables from related parties arise mainly from professional, roaming and interconnect services transactions rendered on behalf of other operations within MTN Group. These are due one month after the date of rendering of service.
Trade payables to related parties arise mainly from professional, interconnect and roaming services rendered on MTN Nigeria's behalf by other operations within the MTN Group and are due one month after the date of purchase.

Notes to the unaudited condensed consolidated and separate financial statements

39. Accounting classes and fair values

Group In millions of Nigerian Naira	Amortised cost	FVTPL	FVOCI	Total carrying amount
31 March 2026				
Non-current financial assets				
Other non-current investments	11,238	-	-	11,238
	11,238	-	-	11,238
Current financial assets				
Trade and other receivables	184,998	-	-	184,998
Current investment	211,886	132,921	19,600	364,407
Cash held for MoMo customer	1,188	-	-	1,188
Cash and cash equivalents	506,716	-	-	506,716
	904,788	132,921	19,600	1,057,309
	916,026	132,921	19,600	1,068,547
Non-current financial liabilities				
Borrowings	314,966	-	-	314,966
Lease liabilities	2,092,157	-	-	2,092,157
Other non-current liabilities	10,123	-	-	10,123
	2,417,246	-	-	2,417,246
Current financial liabilities				
Trade and other payables	1,009,438	-	-	1,009,438
Borrowings	62,737	-	-	62,737
Lease liabilities	289,964	-	-	289,964
Deposits held for MoMo customers	18,868	-	-	18,868
Derivatives	-	1,872	-	1,872
Other current liabilities	3,084	-	-	3,084
	1,384,091	1,872	-	1,385,963
	3,801,337	1,872	-	3,803,209
31 December 2025				
Non-current financial assets				
Other non-current investments	17,812	-	-	17,812
	17,812	-	-	17,812
Current financial assets				
Trade and other receivables	178,444	-	-	178,444
Current investment	105,925	29,081	27,249	162,255
Cash held for MoMo customer	1,298	-	-	1,298
Cash and cash equivalents	632,501	-	-	632,501
	918,168	29,081	27,249	974,498
	935,980	29,081	27,249	992,310
Non-current financial liabilities				
Borrowings	419,572	-	-	419,572
Lease liabilities	2,117,047	-	-	2,117,047
Other non-current liabilities	8,702	-	-	8,702
	2,545,321	-	-	2,545,321

39. Accounting classes and fair values (continued)

In millions of Nigerian Naira	Amortised cost	FVTPL	FVOCI	Total carrying amount
Current financial liabilities				
Trade and other payables	1,022,252	-	-	1,022,252
Borrowings	108,097	-	-	108,097
Lease liabilities	269,182	-	-	269,182
Deposits held for MoMo customers	9,842	-	-	9,842
Derivatives	-	2,224	-	2,224
Other current liabilties	2,922	-	-	2,922
	1,412,295	2,224	-	1,414,519
	3,957,616	2,224	-	3,959,840
Company				
31 March 2026				
	-	-	-	-
Current financial assets				
Trade and other receivables	201,589	-	-	201,589
Current investment	179,715	22,941	111,542	314,198
Cash and cash equivalents	504,395	-	-	504,395
	885,699	22,941	111,542	1,020,182
	885,699	22,941	111,542	1,020,182
Non-current financial liabilities				
Borrowings	314,966	-	-	314,966
Lease liabilities	2,092,157	-	-	2,092,157
Other non-current liabilities	754	-	-	754
	2,407,877	-	-	2,407,877
Current financial liabilities				
Trade and other payables	1,012,121	-	-	1,012,121
Borrowings	62,737	-	-	62,737
Lease liabilities	289,964	-	-	289,964
Derivatives	-	1,872	-	1,872
Other current liabilities	1,095	-	-	1,095
	1,365,917	1,872	-	1,367,789
	3,773,794	1,872	-	3,775,666
31 December 2025				
Non-current financial assets				
Other non-current investments	6,251	-	-	6,251
	6,251	-	-	6,251
Current financial assets				
Trade and other receivables	225,456	-	-	225,456
Current investment	85,322	29,081	2,490	116,893
Cash and cash equivalents	630,219	-	-	630,219
	940,997	29,081	2,490	972,568
	947,248	29,081	2,490	978,819

Notes to the unaudited condensed consolidated and separate financial statements

39. Accounting classes and fair values (continued)

In millions of Nigerian Naira	Amortised cost	FVTPL	FVOCI	Total carrying amount
Non-current financial liabilities				
Borrowings	419,572	-	-	419,572
Lease liabilities	2,117,047	-	-	2,117,047
Other non-current liabilities	2,354	-	-	2,354
	2,538,973	-	-	2,538,973
Current financial liabilities				
Trade and other payables	1,024,680	-	-	1,024,680
Borrowings	108,097	-	-	108,097
Lease liabilities	269,182	-	-	269,182
Derivatives	-	2,224	-	2,224
Other current liabilties	1,142	-	-	1,142
	1,403,101	2,224	-	1,405,325
	3,942,074	2,224	-	3,944,298

40. Fair value estimation

Where a financial asset or liability is carried on the statement of financial position at fair value, additional disclosure is required. In particular, the fair values need to be classified in accordance with the fair value hierarchy. This fair value hierarchy distinguishes between different fair value methodologies based on the level of subjectivity applied in the valuation. The fair value hierarchy is split into the following levels:
Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities (e.g. the price quoted on a stock exchange for a listed share),
Level 2: Valuation techniques with inputs other than quoted prices (included within level 1) that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (e.g. a valuation that uses observable interest rates or foreign exchange rates as inputs),
Level 3: Valuation techniques with inputs that are not based on observable market data (that is, unobservable inputs) (e.g. a valuation that uses the expected growth rate of an underlying business as input).
The financial instruments measured at fair value are presented below.

In millions of Nigerian Naira	Level 1	Level 2	Level 3	Total
Group - 31 March 2026				
Financial assets				
Treasury bills at FVTPL	132,921	-	-	132,921
Treasury bills at FVOCI	19,600	-	-	19,600
	152,521	**-**	**-**	**152,521**
Financial liabilities				
Derivatives	-	1,872	-	1,872
	-	**1,872**	**-**	**1,872**
Group - 31 December 2025				
Financial assets				
Treasury bills at FVTPL	29,081	-	-	29,081
Treasury bills at FVOCI	27,249	-	-	27,249
	56,330	**-**	**-**	**56,330**
Financial liabilities				
Derivatives	-	2,224	-	2,224
	-	**2,224**	**-**	**2,224**

40. Fair value estimation (continued)

In millions of Nigerian Naira	Level 1	Level 2	Level 3	Total
Company - 31 March 2026				
Financial assets				
Treasury bills at FVTPL	22,941	-	-	22,941
Treasury bills at FVOCI	111,542	-	-	111,542
	134,483	**-**	**-**	**134,483**
Financial liabilities				
Derivatives	-	1,872	-	1,872
	-	**1,872**	**-**	**1,872**
Company - 31 December 2025				
Financial assets				
Treasury bills at FVTPL	29,081	-	-	29,081
Treasury bills at FVOCI	2,490	-	-	2,490
	31,571	**-**	**-**	**31,571**
Financial liabilities				
Derivatives	-	2,224	-	2,224
	-	**2,224**	**-**	**2,224**

Financial asset at amortised cost and financial liabilities at amortised cost - The carrying value of current receivables and liabilities measured at amortised cost approximates their fair value. The fair values of the majority of the non-current liabilities measured at amortised cost are also not significantly different from their carrying values.
Treasury bills are valued at market prices listed on FMDQ daily quotation list while the fair valuation of the derivatives is derived by valuation models and consensus pricing information from third party pricing services and quotes to determine an appropriate valuation.
The Group and Company consider the carrying amounts of lease liabilities, loans, and other non-current borrowings to approximate their fair value.

FX Forward Derivative

The Group enters into forward exchange contracts with counterparties. At the reporting date, the Group estimates the fair value of derivatives transacted with the counterparties using the discounted mark-to-market technique. All significant inputs into the valuation techniques are wholly observable. The derivative financial instruments are in level 2.

41. Financial instruments and risk management

41.1 Capital risk management

The Group seeks to optimise its capital structure by ensuring adequate gearing levels taking into consideration working capital, cash flow, existing loan covenants, operational requirements, business plan and broader macro-economic conditions.
It maximizes external borrowings on the back of its strong cash generating capacity. In line with its funding policy, the Group diversifies funding sources across local and international markets and ensures that new facility conditions comply with existing loan covenants.
Management monitors net debt to EBITDA and EBITDA to net interest in line with the financial covenants in the loan agreement while it seeks to limit refinancing risk by controlling the concentrations of maturing obligations in the short end of maturity profile. Equity approximates share capital and reserves attributable to the owners of the Company. EBITDA is defined as earnings before interest, tax, depreciation, amortisation and goodwill impairment/losses.
Gross debt relates to MTN Nigeria syndicated medium term loan and commercial paper, net debt is the gross debt less cash and cash equivalents and total funding is gross debt plus equity.

Notes to the unaudited condensed consolidated and separate financial statements

41. Financial instruments and risk management (continued)

		Group		Company	
In millions of Nigerian Naira	Notes	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025
Revenue		1,498,322	5,202,957	1,494,255	5,195,521
Other income		-	1,672	-	1,672
Operating expenses excluding depreciation and amortisation		(670,026)	(2,460,864)	(688,378)	(2,507,535)
EBITDA		828,296	2,743,765	805,877	2,689,658
Gross debt	26	377,703	527,669	377,703	527,669
Cash and cash equivalents	24	(506,716)	(632,501)	(504,395)	(630,219)
Net debt		(129,013)	(104,832)	(126,692)	(102,550)
Gross debt	26	377,703	527,669	377,703	527,669
Equity		903,940	548,712	919,900	588,435
Total funding		1,281,643	1,076,381	1,297,603	1,116,104
Gross debt: Total funding		29 %	49 %	29 %	47 %
Net debt: Total funding		10 %	10 %	10 %	9 %
Net debt: EBITDA		16 %	4 %	16 %	4 %

41.2 Credit risk

Credit risk or the risk of financial loss to the Group due to customers or counter parties not meeting their contractual obligations and is managed through the application of credit approvals, limits and monitoring procedures. The Group's maximum exposure to credit risk is represented by the carrying amount of the financial assets that are exposed to credit risk. The following instruments give rise to credit risk:

		Group		Company	
In millions of Nigerian Naira	Notes	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025
Other investments	18.1	11,238	17,812	-	6,251
Trade and other receivables	21	184,998	178,444	201,589	225,456
Current investments	18.2	364,407	162,255	314,198	116,893
Restricted cash	22	94,083	37,707	93,883	37,507
Cash and cash equivalents	24	506,716	632,501	504,395	630,219
		1,161,442	1,028,719	1,114,065	1,016,326

Cash and cash equivalents and restricted cash

The Group's exposure and the credit ratings of its counter parties are continuously monitored and the aggregate values of investment portfolio is spread amongst approved financial institutions. The Group's Cash investment activity is based on the SLY (Safety, Liquidity and Yield) principle while it also limits its cash holdings in a financial institution to a maximum of 20% of total investment portfolio to manage concentration risk. The exposure is controlled by counter party exposure limits derived from the facility amount provided to the Group, the credit rating of the lending institutions as well as the cash collection by each of the institutions.

For Group, total estimated credit loss as at 31 March 2026 stood at N164 million (31 March 2025: N194 million) while credit loss reversal to profit or loss for the period is N30 million (31 March 2025: credit loss expense of N60 million).
For Company, credit loss as at 31 March 2026 stood at N12 million (31 March 2025: N194 million) while reversal credit loss expense to profit or loss for the period is N20 million (31 March 2025: credit loss expense of N57 million).

41. Financial instruments and risk management (continued)

Trade receivables

Customer credit risk is managed by each business unit subject to the Group's established policy, procedures and control relating to customer credit risk management. The credit quality of a customer is assessed based on an extensive credit rating scorecard and individual credit limits are defined in accordance with this assessment.

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses. The provision rates are based on days past due for groupings of various customer segments with similar loss patterns (i.e., by geographical region, product type and customer type). The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions.

For Group and Company: ECL for gross trade receivables of N126.94 billion (December 2025: N114.66 billion) was N27.88 billion (December 2025: N27.30 billion).

The Group holds collateral as security for trade receivables relating to trade partners. These are bank guarantees held with banks with credit ratings of AAA to BBB-. A total of N10.34 billion was held as collateral for the same value of receivables as at 31 March 2026 (December 2025: N9.75 billion). Trade partners are to pay within seven days of credit advanced. In the event of default, the bank guarantee is recalled immediately to offset the credit.

Current and other non-current investments

Current and other non-current investments investments are all liquid assets that consist of marketable securities. They are primarily selected based on the funding and liquidity plan of the Group and from issuers with the least known credit and default risk. In connection with investment decisions, priority is placed on the issuer's very high creditworthiness and the present yield/interest rates offered. In this assessment, the Group also considers the credit risk assessment of the issuer by the rating agencies such as Fitch, Standards and Poor (S&P). The Federal Government of Nigeria (FGN) has one of the lowest credit risks known in the country and in a possibility of default, it could simply increase the circulation of money in the country or borrow from international sources to pay off its local debt. In line with the Group's risk policy, its investments in treasury bills have no historical rate of default and the investments can be liquidated and sold at the prevalent market rates at that point in time. The rating for the FGN by S&P Global Ratings is B-, is a speculative grade, for its Long Term Foreign and Local Issuer Default Rating (IDR) which is a stable rating but not yet at the investment grade level which is hardly given to African Countries. Current investments are thus not subject to a material credit risk and are allocated to stage 1 of the impairment model.

Expected Credit Losses (ECLs) are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. In determining the cash flows that the Group expects to receive, the Group apply the probability of default (default rate) based on rating by international credit rating agencies like S&P, Moody's and Fitch as well as local ratings by Agusto and Co.

For Group, total estimated expected credit loss for current and other non-current investments as at 31 March 2026 stood at N278 million (31 December 2025: N342 million) while the credit loss for the period stood at N111 million (31 March 2025: reversal of credit loss expense of N38 million).
For Company, total estimated expected credit loss as at 31 March 2026 stood at N205 million (31 December 2025: N228 million) while the reversal of credit loss for the period stood at N23 million (31 March 2025: reversal of credit loss expense of N38 million).

The National long term credit ratings of the counterparty financial institutions where the Group's current and other non-current investments range from AAA to BBB-.

41. Financial instruments and risk management (continued)

Reconciliation of gross carrying amount and related ECL

In millions of Nigerian Naira	Cash and cash equivalent	Current investment	Other non-current investments	Total ECL
Group				
Balance as at 1 January 2025	253,377	35,540	9,068	(208)
Net movement during the year	387,420	-	-	-
Purchase	-	389,017	8,427	-
Sale/matured	-	(316,131)	-	-
Remeasurement to profit or loss account	-	-	282	-
Exchange loss	(8,134)	(2,300)	-	-
Credit loss reversal/(expense)	(162)	(201)	35	(328)
Balance as at 31 December 2025	632,501	105,925	17,812	(536)
Net movement during the period	(92,110)	-	-	-
Purchase	-	112,410	-	-
Sale/matured	-	(6,470)	(6,871)	-
Remeasurement to profit or loss account	-	-	254	-
Exchange loss	(33,705)	-	-	-
Credit loss reversal	30	21	43	94
Balance as at 31 March 2026	**506,716**	**211,886**	**11,238**	**(442)**
Company				
Balance as at 1 January 2025	232,800	25,275	6,575	(156)
Net movement during the year	405,636	-	-	-
Purchase	-	172,252	-	-
Sale/matured	-	(109,717)	-	-
Remeasurement to profit or loss account	-	-	(408)	-
Exchange loss	(8,134)	(2,300)	-	-
Credit loss reversal/(expense)	(83)	(188)	84	(187)
Balance as at 31 December 2025	630,219	85,322	6,251	(343)
Net movement during the period	(92,084)	-	-	-
Purchase	-	95,737	-	-
Sale/matured	-	(1,365)	(6,273)	-
Remeasurement to profit or loss account	-	-	20	-
Exchange gain	(33,705)	-	-	-
Credit loss (expense)/reversal	(35)	21	2	(12)
Balance as at 31 March 2026	**504,395**	**179,715**	**-**	**(355)**

41.3 Liquidity risk

Liquidity risk is the risk that an entity will be unable to meet its obligations as they become due. The Group's approach to managing liquidity risk is to ensure that sufficient liquidity is available to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group’s reputation.
The Group ensures it has sufficient cash on demand (currently the Group is maintaining a positive cash position) or access to facilities to meet expected operational expenses, including the servicing of financial obligations; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters.

		Group		Company	
In millions of Nigerian Naira	Notes	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025
Cash and cash equivalents	24	506,716	632,501	504,395	630,219
Current investments	18.2	364,407	162,255	314,198	116,893
Cash held for MoMo customers	23.1	1,188	1,298	-	-
Restricted cash	22	94,083	37,707	93,883	37,507
Trade and other receivables	21	184,998	178,444	201,589	225,456
		1,151,392	**1,012,205**	**1,114,065**	**1,010,075**

Notes to the unaudited condensed consolidated and separate financial statements

41. Financial instruments and risk management (continued)

The following are the contractual maturities of financial liabilities

Group

In millions of Nigerian Naira	Notes	Carrying amount	Contractual cash flows: Payable within one month or on demand	More than one month but not exceeding three months	More than three months but not exceeding one year	More than one year but not exceeding two years	More than two years but not exceeding five years	More than five years	Total
31 March 2026									
Trade and other payables	32	1,009,438	174,196	491,846	343,396	-	-	-	1,009,438
Deposit held for MoMo customers	23.2	18,868	18,868	-	-	-	-	-	18,868
Derivatives	35	1,872	-	1,872	-	-	-	-	1,872
Other liabilities	31	11,668	-	-	1,095	10,817	-	-	11,912
Borrowings	26	377,703	318	44,442	27,593	96,561	241,575	106,379	516,868
Lease liabilities	27	2,382,121	155,586	-	469,603	391,411	1,703,813	912,481	3,632,894
		3,801,670	**348,968**	**538,160**	**841,687**	**498,789**	**1,945,388**	**1,018,860**	**5,191,852**
31 December 2025									
Trade and other payables	32	1,022,252	173,783	490,681	357,788	-	-	-	1,022,252
Deposit held for MoMo customers	23.2	9,842	9,842	-	-	-	-	-	9,842
Derivatives	35	2,224	-	2,224	-	-	-	-	2,224
Other liabilities	31	11,624	343	969	814	10,724	2,245	-	15,095
Borrowings	26	527,669	3,397	10,615	103,705	164,796	278,193	106,379	667,085
Lease liabilities	27	2,386,229	151,833	85	448,889	614,247	1,697,536	1,018,344	3,930,934
		3,959,840	**339,198**	**504,574**	**911,196**	**789,767**	**1,977,974**	**1,124,723**	**5,647,432**

Notes to the unaudited condensed consolidated and separate financial statements

41. Financial instruments and risk management (continued)

Company

In millions of Nigerian Naira	Notes	Carrying amount	Contractual cash flows: Payable within one month or on demand	More than one month but not exceeding three months	More than three months but not exceeding one year	More than one year but not exceeding two years	More than two years but not exceeding five years	More than five years	Total
31 March 2026									
Trade and other payables	32	1,012,121	163,530	461,678	386,913	-	-	-	1,012,121
Derivatives	35	1,872	-	1,872	-	-	-	-	1,872
Other liabilities	31	2,299	-	-	-	1,545	1,545	-	3,090
Borrowings	26	377,703	318	44,442	27,593	96,561	241,575	106,379	516,868
Lease liabilities	27	2,382,121	155,586	-	469,603	391,411	1,703,813	912,481	3,632,894
		3,776,116	**319,434**	**507,992**	**884,109**	**489,517**	**1,946,933**	**1,018,860**	**5,166,845**
31 December 2025									
Trade and other payables	32	1,024,680	174,196	491,846	358,638	-	-	-	1,024,680
Derivatives	35	2,224	-	2,224	-	-	-	-	2,224
Other liabilities	31	564	-	-	-	1,175	2,245	-	3,420
Borrowings	26	527,669	3,397	10,615	103,705	164,796	278,193	106,379	667,085
Lease liabilities	27	2,386,229	151,833	85	458,889	614,247	1,697,536	1,018,344	3,940,934
		3,941,366	**329,426**	**504,770**	**921,232**	**780,218**	**1,977,974**	**1,124,723**	**5,638,343**

Notes to the unaudited condensed consolidated and separate financial statements

41. Financial instruments and risk management (continued)

41.4 Interest rate risk

Interest rate risk is the risk that the cash flow or fair value of an interest bearing financial instrument will fluctuate because of changes in market interest rates. Financial assets and liabilities that are sensitive to interest rate risk are cash and cash equivalents, short term investments and borrowings. The interest rates applicable to these financial instruments are on a combination of floating and fixed basis in line with those currently available in the market.

The Group's interest rate risk arises from the repricing of the Group's floating rate debt, incremental funding or new borrowings, the refinancing of existing borrowings and the magnitude of the significant cash balances which exist. The Group manages its debt on an optimal mix of local and foreign borrowings and fixed and floating interest rates.

The Group however adheres to its policy on interest rate mix of fixed and floating rates percentages on loans to minimize the impact of interest rate risk.

Profile
At the reporting date the interest rate profile of the Group's financial instruments is as follows:

	31 March 2026			31 December 2025		
In millions of Nigerian Naira	Fixed rate instruments	Variable rate instruments	Non interest bearing	Fixed rate instruments	Variable rate instruments	Non interest bearing
Group						
Financial assets						
Cash and cash equivalents	506,716	-	-	632,501	-	-
Current investments	364,407	-	-	162,255	-	-
Cash held for MoMo customers	1,188	-	-	1,298	-	-
Restricted cash	-	-	-	-	-	37,707
Trade and other receivables	-	-	184,998	-	-	178,444
Other investments	11,238	-	-	17,812	-	-
	883,549	-	184,998	813,866	-	216,151
Financial liabilities						
Trade payables	-	-	260,597	-	-	265,119
Amounts due to related parties	-	104,674	-	-	113,857	-
Other accrued expenses	-	-	644,167	-	-	643,276
Derivatives	-	-	1,872	-	-	2,224
Deposit held for MoMo customers	-	-	18,868	-	-	9,842
Borrowings	377,703	-	-	333,855	332,964	-
Other liabilities	-	-	13,207	-	-	11,624
	377,703	104,674	938,711	333,855	446,821	932,085
Company						
Financial assets						
Cash and cash equivalents	504,395	-	-	630,219	-	-
Current investments	314,198	-	-	116,893	-	-
Restricted cash	-	-	97,777	-	-	37,707
Trade and other receivables	-	-	201,589	-	-	225,456
Other investments	-	-	-	6,251	-	-
	818,593	-	299,366	753,363	-	263,163
Financial liabilities						
Trade payables	-	-	260,559	-	-	264,087
Amounts due to related parties	-	112,363	-	-	119,718	-
Other accrued expenses	-	-	639,199	-	-	640,875
Derivatives	-	-	1,872	-	-	2,224
Borrowings	44,739	332,964	-	332,964	194,705	-
Other liabilities	-	-	1,849	-	-	564
	44,739	445,327	903,479	332,964	314,423	907,750

41. Financial instruments and risk management (continued)

Interest rate sensitivity

The following sensitivity analysis has been prepared using a sensitivity rate which is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates. All other variables remain constant. The sensitivity analysis includes only financial instruments exposed to interest rate risk which were recognised at the reporting date. No changes were made to the methods and assumptions used in the preparation of the sensitivity analysis compared to the previous reporting period.

The Group has used a sensitivity analysis technique that measures the estimated change to profit or loss of an instantaneous increase or decrease of 1% (100 basis points) in market interest rates, from the rate applicable as at the end of the period/year, for each class of financial instrument with all other variables remaining constant.
The Group is mainly exposed to fluctuations in the following market interest rates: SOFR (formerly LIBOR) and NIBOR. Changes in market interest rates affect the interest income or expense of floating rate financial instruments. Changes in market interest rates only affect profit or loss in relation to financial instruments with fixed interest rates if these financial instruments are recognised at their fair value.

A change in the above market interest rates at the reporting date would have increased/(decreased) profit before tax by the amounts shown below. The analysis has been performed on the basis of the change occurring at the reporting date and assumes that all other variables, in particular foreign currency rates, remain constant. The analysis is performed on the same basis for prior year.

Group and Company	31 March 2026			31 December 2025		
	Increase/(decrease) in profit before tax			Increase/(decrease) in profit before tax		
	Change in interest rate	Upward change in interest rate	Downward change in interest rate	Change in interest rate	Upward change in interest rate	Downward change in interest rate
	%	N'million	N'million	%	N'million	N'million
SOFR	1	-	-	1	(1,081)	1,081
NIBOR	1	(2,662)	2,662	1	(2,633)	2,633

As at 31 March 2026, MTN Nigeria Communications Plc had fully repaid all foreign currency denominated debt and, accordingly, had no exposure to SOFR linked interest rate risk.

Currency risk

Currency risk is the exposure to exchange rate fluctuations that have an impact on cash flows and financing activities. The Group manages foreign currency risk on major foreign denominated purchase orders through the use of Letters of Credit. The Group has also entered into a currency swap arrangement to enhance dollar liquidity to address critical operational requirements.

Sensitivity analysis

The Group is mainly exposed to fluctuations in foreign exchange rates in respect of the US Dollar, being the significant foreign denominated currency. The Group has used a sensitivity analysis technique that measures the estimated change to the income statement of an instantaneous 5% strengthening and 20% weakening in the Nigerian Naira against the US Dollar, from the rate applicable as at period/year end, for each class of financial instrument with all other variables, in particular interest rates, remaining constant.

A change in the foreign exchange rates to which the Group is exposed at the reporting date would have increased/(decreased) profit before tax by the amounts shown below. The analysis has been performed on the basis of the change occurring at the start of the reporting period. The analysis is performed on the same basis for the Company. Transactions in foreign currencies other than US Dollars were not significant.

Group and Company	31 March 2026		31 December 2025	
	Increase/(decrease) in profit before tax		Increase/(decrease) in profit before tax	
In millions of Nigerian Naira	20% weakening in Naira resulting in a decrease in profit before tax	5% strengthening in Naira resulting in an increase in profit before tax	20% weakening in Naira resulting in a decrease in profit before tax	5% strengthening in Naira resulting in an increase in profit before tax
Denominated: Functional				
USD:NGN	(263,575)	65,894	(306,215)	76,554

Notes to the unaudited condensed consolidated and separate financial statements

42. Prior year audit adjustments - MoMo PSB

During the audit of the 2025 financial statements in March 2026, the Group identified necessary adjustments to the profit of MoMo PSB totaling N279 million (for 2024 audit: N279 million), being additional balances identified. These have been treated as prior year audit adjustments against opening retained earnings for 2025 and 2024 respectively.

43. Commitments for the acquisition of property, equipment and software

	Group		Company	
In millions of Nigerian Naira	31 Mar 2026	31 Dec 2025	31 Mar 2026	31 Dec 2025
Approved but not contracted	592,050	1,015,648	592,050	1,015,648
Contracted but not Capitalised	405,319	-	405,319	-
Total commitments for property and equipment, software and intangibles work in progress	**997,369**	**1,015,648**	**997,369**	**1,015,648**

This committed expenditure relates to acquisition of property and equipment, software and intangibles work in progress. Capital expenditure will be funded from operating cash flows, existing borrowing facilities and, where necessary, by raising additional facilities.

44. Going concern

During the reporting period, the Company delivered a strong financial performance with a revenue growth of 41.32% year on year, representing an absolute increase of N436.90 billion. Operating profit improved significantly, rising by 77.57% year on year to N610.26 billion, reflecting improved operating leverage and cost efficiency. The Company also recorded a profit after tax of N331.50 billion (31 March 2025: Profit after tax N132.62 billion). The Company's financial position strengthened materially, with shareholders' funds increasing to N919.90 billion (31 December 2025: N588.44 billion). Overall, these improvements reflect sustained growth in operations and enhanced operational efficiency.

As at the reporting date, the Company had net current liabilities of N1.10 trillion (31 December 2025; N994.63 billion). The Directors have assessed this position and concluded that it arises primarily from working capital dynamics and classification requirements and does not indicate any inability to settle obligations as they fall due. This assessment is supported by the Company's continued generation of positive operating cashflows of N886.21 billion during the period, representing a significant improvement compared to the prior period (31 March 2025: N528.11 billion).

In performing this assessment, the Directors have considered the available financing facilities, projected cash flows and ongoing operational and strategic initiatives aimed at sustaining profitability and maintaining adequate liquidity.

This assessment considered events and conditions that could, individually or collectively, cast significant doubt on the Company's operational continuity, including the following:
- It is unlikely that fixed-term borrowings approaching maturity lack realistic prospects of renewal or repayment.
- We are currently complying with all loan agreements, and no loans have been renegotiated.
- There are currently no changes in legislation or government policy expected to adversely affect MTN Nigeria communications Plc.
- There were no substantial operating losses during the period, nor was there any significant deterioration in the value of assets used to generate cash flows. Macroeconomic conditions remained relatively stable, supported by relatively stable average inflation rates and a 3% appreciation of the exchange rate from N1,435.76/$ to N1,386.72/$ for the period ended 31 March 2026.
- MTN Nigeria has secured tripartite set-off arrangements with Group entities to reduce intercompany payables.

In addition, an assessment of forecast cash flows and projections has been performed, including potential impact of external and internal variations, uncertainties, and sensitivity of business plans. These forecasts indicate that the Company and the Group will generate sufficient cash flows from operations to meet its obligations as they fall due.

Based on the above assessments, the Directors have a reasonable expectation that the Company and Group have adequate resources to continue in operational existence for the foreseeable future and will be able to discharge their liabilities in the normal course of business. Accordingly, the unaudited condensed consolidated and separate financial statements for the period ended 31 March 2026 have been prepared on a going concern basis.

45. Securities trading policy

MTN Nigeria Communications Plc has in place a Securities Trading Policy which guides the Board and employees when effecting transactions in the Company's shares. The policy provides for periods for dealing in shares and other securities, established communication protocols on periods when transactions are not permitted to be effected on the Company's shares as well as disclosure requirements when effecting such transactions.

Insiders covered in this policy have not notified the Company of any dealing in the Company's securities within this period and the Company is not aware of any breach of this policy within the period.

46. Shareholders and their interest

Share range	Number of shareholders	% of shareholder	Number of holdings	% shareholding
1 - 10,000	280,004	97.0010	116,310,408	0.55
10,001 - 50,000	6,049	2.0955	124,006,506	0.59
50,001 - 100,000	1,002	0.3471	69,366,200	0.33
100,001 - 500,000	1,117	0.3870	231,349,593	1.10
500,001 - 1,000,000	182	0.0630	129,235,176	0.62
1,000,001 - 5,000,000	200	0.0693	448,823,766	2.14
5,000,001 - 10,000,000	43	0.0149	289,726,578	1.38
10,000,001 - 50,000,000	46	0.0159	941,457,102	4.48
50,000,001 - 100,000,000	8	0.0028	546,293,074	2.60
100,000,001 - 500,000,000	7	0.0024	1,474,483,885	7.02
500,000,001 - 1,000,000,000	2	0.0007	1,215,021,814	5.79
1,000,000,001 - above	1	0.0003	15,409,486,001	73.39
	288,661	100	20,995,560,103	100

As at 31 March 2026, MTN International (Mauritius) Limited with total interest of 73.39% shareholding (31 December 2025: 73.39%) held more than 5% of the issued share capital of the Company.

47. Free float information

MTN Nigeria Communications Plc with a free float value of N2,913,486,150,840 as at 31 March 2026 (31 March 2025: N1,592,126,318,538) is compliant with the Exchange's requirements for free float for companies listed on the Premium Board.

48. Contingent liabilities

Contingent liabilities represent possible obligations that arise from past events whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future events not wholly within the control of the Group in accordance with IAS 37 Provisions, Contingent Liabilities and Contingent Assets.
As at 31 March 2026, the Group has N1.85 billion (31 December 2025: N1.00 billion) contingent liabilities arising from claims and litigations in the ordinary course of business. The increase in contingent liabilities is primarily attributable to revisions to existing claims during the period.
Pending litigation and legal claims against the Group are being vigorously defended in various courts, and in the opinion of the directors, based on legal advice, are not expected to result in material liabilities. Accordingly, no provision has been made in these financial statements, as the likelihood of an outflow of economic resources is not considered probable.

49. Events after the reporting period

There were no subsequent events that materially impact these financial statements.