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HALF YEAR
FINANCIAL REPORT

24

Preliminary remarks:

This financial report and the condensed financial statements for the half year ended June 30th, 2024 were approved by the Management Board on July 22th, 2024, and reviewed by the Audit Committee at its meeting on July 22th, 2024.

This report should be read in conjunction with the Management Board's report for the year ended December 31, 2023 as published in Registration Document as filed with the Securities Regulator (AMF) on March 26th, 2024 ("2023 universal registration document").

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Highlights

January 2024

- In Morocco, advance launch in Africa of the FTTR Fiber To The Room solution. This service allows our Fiber Optic Internet customers to extend the coverage of the fiber network and provide an ultra powerful and smooth speed to all the rooms of their home or business premises;
- In Morocco, launch of the first SD-WAN offer for B2B, SME/SMI and Key Account customers, enabling them to automate and streamline the management, optimization and security of their WAN networks;
- In Mauritania, launch of national roaming between operators;
- In Burkina Faso, decision determining the relevant markets and designation of major operators in these markets, and decision defining the obligations to be complied with by the major operators;
- Decrease in the Mobile call termination rate in Côte d'Ivoire from FCFA 3 to 2/min and in Chad from FCFA 12 to 10/min;
- In Niger, adoption by the Council of Ministers of a draft decree setting the minimum international call termination rate to Niger and operator remuneration terms, and reinstating the Tax on Incoming International Traffic Termination;
- In Niger, operators have decided to automatically deduct FCFA 10 per call and per subscription to a fixed price plan (above FCFA 200) for the Solidarity Fund for the Protection of the Homeland.

February 2024

- In Morocco, new ANRT decision relating to the administrative, technical and commercial management of “.ma” and “المغرب.” Internet domain names;
- In Chad, notification of a decision on the regulation of Internet capacity tariffs at the international level for Mobile telecom operators.

March 2024

- In Morocco, launch of the new National Mobile B2B and Professional unlimited voice plans. This generous plan offers 30 GB of Mobile Data in addition to unlimited National Voice;
- In Morocco, Omra promotion offering free incoming calls as well as a reduction on the Internet Roaming rate (2GB at MAD100) to Maroc Telecom Roaming customers in Saudi Arabia, during the Omra 2024 period at the time of the Sacred Month of Ramadan;
- In Benin, adoption by the Council of Ministers of the migration of the national numbering plan from 8 to 10 digits according to a defined timetable;
- Conclusion of a bilateral protocol agreement for the implementation of Free Roaming between the regulators of Benin and Ghana;
- Breakage of four international submarine fiber optic cables serving the West African region, causing the interruption of the Internet, Fixed-line and Mobile services of several telecom operators and Internet service providers with the exception of the Moov Africa subsidiaries thanks to their connection to Maroc Telecom Group's West Africa cable.

April 2024

- In Morocco, launch of the MT Cloud platform, a Marketplace dedicated to Business customers, which allows them to order online ICT services in various areas ranging from messaging to productivity and infrastructure services;
- In Burkina Faso, reduction in the national Mobile call termination rate from FCFA 6/min to FCFA 3/min;
- In Gabon, Gabon Telecom declared a major operator in all relevant markets.

May 2024

- In Benin, notification of a decision by the regulator on the organization of the customer identification process, with a six-month period granted to operators to identify all their customers;
- In Togo, official launch of Mobile number portability on May 3, 2024.

June 2024

- In Morocco, implementation of a special visitor offer. This offer allows this target to order a prepaid e-SIM online, even before their arrival in Morocco. The card includes 15 GB of Internet access and a credit of MAD 20, which can be used for national and international calls. The price of the package is MAD 120 including tax, payable directly online, by national and international bank cards;
- In Morocco, Hajj 2024 promotion offering free incoming calls as well as a reduction on the Internet Roaming rate (2GB at MAD 100) to Maroc Telecom roaming customers in Saudi Arabia, during the Hajj 2024 period (from 06/01/2024 to 07/31/2024);
- In Togo, launch of the interoperability project of financial services.



1-CERTIFICATIONS

1- CERTIFICATIONS

In this document, "Maroc Telecom" or "the Company" refers to the company Itissalat Al-Maghrib, and "the Group" refers to the group constituted by the Company and all of its directly and indirectly owned subsidiaries.

1.1 PERSON RESPONSIBLE FOR THE INTERIM REPORT

Mr. Abdeslem Ahizoune

Chairman of the Management Board

1.2 CERTIFICATION OF THE INTERIM REPORT

I hereby attest, to my knowledge, that the condensed interim financial statements are established in accordance with applicable accounting standards and give a true and fair view of the income and financial position and results of the company and all of the consolidated companies, and that the interim management report gives a true and fair view of the significant events having occurred during the first six months of the year, and their impact on the condensed interim financial statements, the main related-party transactions as well as a description of the principal risks and uncertainties for the remaining six months of the year.

Mr. Abdeslem Ahizoune

Chairman of the Management Board

1.3 PERSONS RESPONSIBLE FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Statutory Auditors

Deloitte Audit, represented by M. Adnane FAOUZI

Boulevard Sidi Mohammed Ben Abdellah, Tour Ivoire III, 3^{ème} étage, La Marina Casablanca, Maroc

First appointed by the general meeting of 26 April 2016, his mandate was renewed at the general meeting of 29 April 2022 for a period of three financial years, i.e. until the end of the ordinary general meeting called to approve the accounts for the financial year ending 31 December 2024.

BDO Audit, Tax & Advisory, represented by M. Abderrahim GRINE

Rue Al Maysse AC9 Secteur 15 Hay Riad Rabat, Maroc

First appointed by the Annual General Meeting of March 31, 2023, for a term of three years, i.e. until the close of the Annual General Meeting called to approve the financial statements for the year ending December 31, 2025.

To shareholders

ITISSALAT AL-MAGHRIB (IAM) S.A

Avenue Annakhil, Rabat

Maroc

This is a free translation into English of the statutory auditor's limited review report on the half-yearly financial information issued in French and is provided solely for the convenience of English-speaking users.

**LIMITED REVIEW REPORT ON THE INTERIM CONSOLIDATED FINANCIAL
SITUATION OF ITISSALAT AL MAGHRIB (IAM) S.A**

PERIOD FROM JANUARY 1st TO JUNE 30th, 2024

We have conducted a limited review of the interim consolidated financial situation of Itissalat Al Maghrib (IAM) S.A and its subsidiaries (Itissalat Al Maghrib Group) which comprise the consolidated statement of financial position, the consolidated statement of comprehensive income, the consolidation perimeter and a selection of explanatory information related to the period from 1st to June 30th June 2024. These interim consolidated financial statements show an amount of consolidated equity of MMAD 15.642 including a consolidated loss of MMAD 690.

We conducted our review in accordance with professional standards applicable in Morocco. Those standards require that a limited review should be planned and executed in order to obtain a moderate assurance that the interim consolidated financial situation referred to in the preceding first paragraph are free from material misstatement. A limited review includes mainly making inquiries of the company's staff and analytical review to financial data; thus, it provides a lower level of assurance than an audit. We have not conducted an audit, and accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the approved accompanying consolidated financial situation, do not give a true and fair view of financial performance of the Group Itissalat Al Maghrib S.A. at June 30th, 2024, and its financial position and assets according to International Accounting Standards IAS/IFRS, as adopted by the European Union.

We refer you to the mentions inserted in notes 8.2 and 9 which sets out the accounting treatment related to the litigation presented in these statements. Our conclusion remains unchanged.

Casablanca, 23th July 2024

The Statutory Auditors

Deloitte Audit

Adnane FAOUZI

Partener

BDO Audit, Tax & Advisory

Abderrahim GRINE

Partener

To Shareholders

ITISSALAT AL-MAGHRIB (IAM) S.A

Annakhil Avenue, Rabat

Morocco

This is a free translation into English of our limited review report on the half-year individual financial statements issued in French and it is provided solely for the convenience of English-speaking users.

**REPORT ON THE LIMITED REVIEW OF INTERIM FINANCIAL STATEMENTS of
ITISSALAT AL-MAGHRIB (IAM) S.A. (Statutory Financial Statement)**

PERIOD FROM JANUARY 1st TO JUNE 30th, 2024

In application of provisions of the Dahir carrying Law No. 1-93-212 of 21 September 1993, as modified and completed, we have reviewed the interim financial statements of ITISSALAT AL MAGHRIB (IAM) S.A. which comprise the statement of financial position, the statement of profit and loss and a selection of additional disclosures (ETIC), related to the period from January 1st to June 30th, 2024. Those interim financial statements, which show a total equity of MAD 13.418.841 thousand including a loss of MAD 1.686.678 thousand, are the responsibility of management of ITISSALAT AL MAGHRIB (IAM) S.A.

We conducted our review in accordance with professional Standards applicable in Morocco related to limited review engagements. Those standards require that we plan and perform the review in order to obtain a moderate assurance that financial statements are free from material misstatement. A review includes mainly making inquiries of the company's staff and analytical review of financial data; thus, it provides a lower level of assurance than an audit. We have not conducted an audit, and accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the approved accompanying interim financial statements, do not present fairly the result of the period's transactions of ITISSALAT AL MAGHRIB (IAM) S.A., the financial position and its assets as at June 30th, 2024, in accordance with Generally Accepted Accounting Principles in Morocco.

We refer you to the mentions inserted in statement B5, B15 and C5 which sets out the accounting treatment relating to the litigation presented in these statements. Our conclusion remains unchanged.

Casablanca, 23th July 2024

The Statutory Auditors

Deloitte Audit

Adnane FAOUZI

Partner

BDO Audit, Tax & Advisory

Abderrahim GRINE

Partner



**2. HALF YEAR ACTIVITY
REPORT**

2- HALF YEAR ACTIVITY REPORT

2.1 Description of activities

Details of the financial indicator adjustments for "Morocco" and "International" are provided in Appendix 1.

Adjusted consolidated results of the Group:

(IFRS in MAD millions)	Q2 2023	Q2 2024	Change	Change at constant exchange rates ⁽¹⁾	H1 2023	H1 2024	Change	Change at constant exchange rates ⁽¹⁾
Revenues	9,306	9,194	-1.2%	0.5%	18,399	18,260	-0.8%	0.9%
Adjusted EBITDA	4,943	4,823	-2.4%	-1.0%	9,580	9,478	-1.1%	0.3%
Margin (%)	53.1%	52.5%	-0.7 pt	-0.8 pt	52.1%	51.9%	-0.2 pt	-0.3 pt
Adjusted EBITA	3,161	3,052	-3.5%	-2.1%	6,052	5,935	-1.9%	-0.7%
Margin (%)	34.0%	33.2%	-0.8 pt	-0.9 pt	32.9%	32.5%	-0.4 pt	-0.5 pt
Adjusted net income - Group share	1,408	1,415	0.5%	1.4%	2,935	2,943	0.3%	0.9%
Margin (%)	15.1%	15.4%	0.3 pt	0.1 pt	16.0%	16.1%	0.2 pt	0.0 pt
CAPEX⁽²⁾	2,091	1,953	-6.6%	-5.1%	2,945	3,232	9.8%	11.6%
Of which frequencies and licenses	0	22			0	22		
CAPEX/Revenues (excluding frequencies and licenses)	22.5%	21.0%	-1.5 pt	-1.5 pt	16.0%	17.6%	1.6 pt	1.6 pt
Adjusted CFFO	1,637	2,001	22.2%	24.5%	5,037	4,839	-3.9%	-2.5%
Net debt	15,733	14,383	-8.6%	-7.7%	15,733	14,383	-8.6%	-7.7%
Net debt/EBITDA⁽³⁾	0.7x	0.7x			0.8x	0.7x		

Customer base

As of June 30, 2024, the Group customer base stood at **78.4** million customers, up **5.1%** year-on-year, driven by the increase in subsidiaries' customer base (**+8.9%**).

Revenues

As at end of June 30, 2024, Maroc Telecom Group recorded consolidated revenues⁽⁴⁾ of MAD **18,260** million, up **0.9%**⁽¹⁾, boosted by the expansion of its Moov Africa subsidiaries business (**+3.7%**⁽¹⁾).

Earnings from operations before depreciation and amortization

In the first half of 2024, consolidated adjusted earnings from operations before depreciation and amortization (EBITDA) for Maroc Telecom Group reached MAD **9,478** million, slightly up **0.3%**⁽¹⁾. This performance was driven by ongoing efforts to control operating costs, with an adjusted EBITDA almost stable in Morocco and growth among the Moov Africa subsidiaries (**+1.0%**⁽¹⁾).

The adjusted EBITDA margin remained high at **51.9%**, virtually unchanged year on year.

Earnings from operations

Consolidated adjusted earnings from operations (EBITA)⁽⁵⁾ for the first six months of 2024 totaled MAD **5,935** million, down **0.7%**⁽¹⁾. The adjusted EBITA margin was **32.5%**, down by **0.5 pt**⁽¹⁾.

Net income Group share

Adjusted net income Group share for first half 2024 amounted to MAD **2,943** million, up **0.9%**⁽¹⁾.

CAPEX

CAPEX⁽²⁾ excluding frequencies and licences represented **17.6%** of Group revenues at the end of June 2024, in line with the full-year outlook.

Cash flow

Adjusted net cash flows from operations (CFFO)⁽⁶⁾ amounted to MAD **4,839** million for first half 2024, down by **2.5%**⁽¹⁾.

As of June 30, 2024, Group consolidated net debt⁽⁷⁾ was MAD **14,383** million, representing **0.7** time annualized EBITDA⁽³⁾.

Review of the Group's activities:

2.1.1 MOROCCO

<i>(IFRS in MAD millions)</i>	Q2 2023	Q2 2024	Change	H1 2023	H1 2024	Change
Revenues	4,897	4,798	-2.0%	9,680	9,521	-1.6%
Mobile	2,905	2,761	-5.0%	5,738	5,473	-4.6%
<i>Services</i>	2,679	2,635	-1.6%	5,370	5,221	-2.8%
<i>Equipments and other revenues</i>	226	126	-44.4%	368	252	-31.5%
Fixed	2,439	2,463	1.0%	4,825	4,924	2.1%
<i>Of which Fixed Data*</i>	1,080	1,150	6.5%	2,136	2,287	7.1%
<i>Elimination and other income</i>	-447	-426		-883	-876	
Adjusted EBITDA	2,791	2,740	-1.8%	5,417	5,402	-0.3%
<i>Margin (%)</i>	57.0%	57.1%	0.1 pt	56.0%	56.7%	0.8 pt
Adjusted EBITA	1,931	1,920	-0.6%	3,684	3,744	1.6%
<i>Margin (%)</i>	39.4%	40.0%	0.6 pt	38.1%	39.3%	1.3 pt
CAPEX⁽²⁾	1,012	1,027	1.5%	1,428	1,555	9.0%
<i>Of which frequencies and licenses</i>	0	0		0	0	
<i>CAPEX/Revenues (excluding frequencies and licenses)</i>	20.7%	21.4%	0.7 pt	14.7%	16.3%	1.6 pt
Adjusted CFFO	749	1,035	38.2%	2,810	2,913	3.7%
Net debt	8,730	6,614	-24.2%	8,730	6,614	-24.2%
Net debt/EBITDA⁽³⁾	0.7x	0.5x		0.8x	0.6x	

* Fixed Data includes the Internet, TV on ADSL and Data services to companies.

In the first half of 2024, revenues in Morocco decreased by **1.6%** versus the same period in 2023, to MAD **9,521** million. Fixed Data revenues continue to drive Fixed-line revenues, partly offsetting the decline in Mobile revenues.

Adjusted earnings from operations before depreciation and amortization (EBITDA) amounted to MAD **5,402** million, almost stable versus H1 2023. The adjusted EBITDA margin stood at a high level of **56.7%**, up **0.8 pt**.

Adjusted earnings from operations (EBITA)⁽⁵⁾ amounted to MAD **3,744** million, up **1.6%** year-on-year. The adjusted EBITA margin improved by **1.3 pt** to **39.3%**.

During the first half of 2024, the adjusted net cash flows from operations (CFFO)⁽⁶⁾ increased by **3.7%** to MAD **2,913** million.

2.1.1.1 Mobile

	Unit	6/30/2023	6/30/2024	Change
Customer base⁽⁸⁾	(000)	19,581	19,068	-2.6%
Prepaid	(000)	17,121	16,503	-3.6%
Postpaid	(000)	2,460	2,566	4.3%
Of which Internet 3G/4G+⁽⁹⁾	(000)	11,084	11,433	3.1%
ARPU⁽¹⁰⁾	(MAD/month)	45.6	43.3	-3.8%

At June 30, 2024, the Mobile customer base⁽⁸⁾ reached **19.1** million, with continued growth in the postpaid customer base (**+4.3%**).

Mobile revenues decreased by **4.6%** versus the same period in 2023 to MAD **5,473** million.

Blended ARPU⁽¹⁰⁾ amounted to MAD **43.3** for the first six months of 2024, down **3.8%** year-on-year.

2.1.1.2 Fixed-line and Internet

	Unit	06/30/2023	06/30/2024	Change
Fixed-line	(000)	1,853	1,702	-8.1%
Broadband access⁽¹¹⁾	(000)	1,632	1,495	-8.4%

The Fixed-line customer base reached over **1.7** million lines as of June 30, 2024. The Broadband⁽¹¹⁾ customer base represented nearly **1.5** million subscribers, with a substantial **36%** increase in the FTTH customer base.

Fixed-line & Internet revenues increased by **2.1%** in the first half of 2024, mainly boosted by the good performance of Data activities (**+7.1%**), which offset the decline in Voice activities.

2.1.2 MOOV AFRICA SUBSIDIARIES

2.1.2.1 Financial indicators

<i>(IFRS in MAD millions)</i>	Q2 2023	Q2 2024	Change	Change at constant exchange rates ⁽¹⁾	H1 2023	H1 2024	Change	Change at constant exchange rates ⁽¹⁾
Revenues	4,686	4,694	0.2%	3.6%	9,280	9,326	0.5%	3.7%
<i>Of which Mobile services</i>	4,336	4,297	-0.9%	2.4%	8,574	8,545	-0.3%	2.8%
Adjusted EBITDA	2,151	2,083	-3.2%	0.1%	4,163	4,076	-2.1%	1.0%
<i>Margin (%)</i>	45.9%	44.4%	-1.5 pt	-1.5 pt	44.9%	43.7%	-1.2 pt	-1.2 pt
Adjusted EBITA	1,230	1,132	-8.0%	-4.6%	2,368	2,191	-7.5%	-4.3%
<i>Margin (%)</i>	26.3%	24.1%	-2.1 pt	-2.1 pt	25.5%	23.5%	-2.0 pt	-2.0 pt
CAPEX⁽²⁾	1,079	926	-14.2%	-11.4%	1,517	1,677	10.5%	14.0%
<i>Of which frequencies and licenses</i>	0	22			0	22		
<i>CAPEX/Revenues (excluding frequencies and licenses)</i>	23.0%	19.2%	-3.8 pt	-3.8 pt	16.3%	17.7%	1.4 pt	1.4 pt
Adjusted CFFO	888	966	8.7%	12.9%	2,227	1,926	-13.5%	-10.3%
Net debt	7,251	7,834	8.0%	10.0%	7,251	7,834	8.0%	10.0%
Net debt/EBITDA⁽³⁾	0.8x	0.9x			0.8x	0.9x		

Moov Africa subsidiaries revenues improved by **3.7%**⁽¹⁾ over the first six months of the year to MAD **9,326** million, driven by strong performance in Mobile Data (**+18.2%**⁽¹⁾), Fixed-line Data (**+21.6%**⁽¹⁾) and Mobile Money (**+4.6%**⁽¹⁾). Excluding the reduction in call termination rates, subsidiaries' revenues soared by **4.3%**⁽¹⁾.

First half adjusted earnings from operations before depreciation and amortization (EBITDA) reached MAD **4,076** million, up **1.0%**⁽¹⁾ thanks especially to increased revenues. The adjusted EBITDA margin stood at **43.7%**.

For the same period, adjusted earnings from operations (EBITA)⁽⁵⁾ amounted to MAD **2,191** million, down **4.3%**⁽¹⁾ due to higher depreciation and amortization following major investment programs. The adjusted EBITA margin stood at **23.5%**.

Adjusted net cash flows from operations (CFFO)⁽⁶⁾ decreased by **10.3%**⁽¹⁾, to MAD **1,926** million mainly due to a sharp rise in investments.

2.1.2.2 Operational indicators

	Unit	06/30/2023	06/30/2024	Change
Mobile Customer base⁽⁸⁾	(000)	50,966	55,485	
Mauritania		2,692	2,381	-11.6%
Burkina Faso		11,148	11,826	6.1%
Gabon		1,450	1,624	12.0%
Mali		8,730	8,545	-2.1%
Côte d'Ivoire		9,511	11,191	17.7%
Benin		5,475	6,487	18.5%
Togo		2,855	2,952	3.4%
Niger		2,968	3,605	21.5%
Central African Republic		198	273	37.5%
Chad		5,939	6,601	11.1%
Fixed-line customer base	(000)	372	395	
Mauritania		44	18	-58.8%
Burkina Faso		75	70	-7.1%
Gabon		50	60	20.1%
Mali		204	248	21.6%
Fixed Broadband customer base⁽¹¹⁾	(000)	177	233	
Mauritania		22	27	20.8%
Burkina Faso		18	36	100.3%
Gabon		47	57	22.6%
Mali		90	112	24.9%

Notes:

- (1) Constant MAD/ouguiya/CFA franc exchange rate.
- (2) Capital expenditure corresponds to acquisitions of property, plant and equipment and intangible assets recognized during the period.
- (3) The net debt/EBITDA ratio excludes the impact of IFRS 16, and takes into account the annualization of EBITDA.
- (4) Maroc Telecom consolidates in its financial statements Casanet and the Moov Africa subsidiaries in Mauritania, Burkina Faso, Gabon, Mali, Côte d'Ivoire, Benin, Togo, Niger, Central African Republic and Chad.
- (5) EBITA corresponds to operating profit before amortization of intangible assets related to business combinations, impairment of goodwill and other intangible assets related to business combinations and other income and expenses related to financial investment transactions and transactions with shareholders (except when they are recognized directly in equity).
- (6) CFFO comprises the net cash flows from operating activities before taxes as presented in the cash flow statement, as well as dividends received from associates and non-consolidated equity interests. It also includes net capital expenditure, which corresponds to net cash outflows on acquisitions and disposals of property, plant and equipment and intangible assets.
- (7) Borrowings and other current and non-current liabilities less cash (and cash equivalents) including cash blocked for bank loans.
- (8) The active customer base consists of prepaid customers who have made or received a voice call (excluding calls from the public telecommunication network operator concerned or its Customer Relations Centers) or sent an SMS/MMS or who have used the Data services (excluding exchanges of technical data with the public telecommunication network operator concerned) in the past three months, and non-terminated postpaid customers.
- (9) The active customer base of the 3G and 4G+ Mobile Internet includes holders of a postpaid subscription contract (whether or not coupled with a voice offer) and holders of a prepaid subscription to the Internet service who have carried out at least one recharge during the past three months or whose credit is valid and who have used the service during this period.
- (10) ARPU (average revenues per user) is defined as revenues generated by incoming and outgoing calls and data services net of promotions, excluding roaming and equipment sales, divided by the average number of users in the period. This is the blended ARPU of the prepaid and postpaid segments.
- (11) The broadband customer base includes ADSL, FTTH and leased connections and also includes CDMA in Mali.

Important Warning:

Forward-looking statements. This press release contains forward-looking statements and items of a forward-looking nature relating to the financial position, results of operations, strategy and outlook of Maroc Telecom and the impacts of certain operations. Although Maroc Telecom believes that these forward-looking statements are based on reasonable assumptions, they do not constitute guarantees as to the future performance of the company. Actual results may be very different from forward-looking statements due to a number of known or unknown risks and uncertainties, most of which are beyond our control, including the risks described in public documents filed by Maroc Telecom with the Moroccan Capital Market Authority (www.ammc.ma) and the French Financial Markets Authority (www.amf-france.org), also available in French on our website (www.iam.ma). This press release contains forward-looking information that can only be assessed on the day it is distributed. Maroc Telecom makes no commitment to supplement, update or modify these forward-looking statements due to new information, a future event or any other reason, subject to applicable regulations, in particular Articles 2.19 et seq. of the circular of the Moroccan Capital Market Authority and 223-1 et seq. of the general regulation of the French Financial Markets Authority.

Maroc Telecom is a global telecommunications operator in Morocco, a leader in all its business segments, fixed, mobile and internet. It has grown internationally and is now present in eleven countries in Africa. Maroc Telecom is listed simultaneously in Casablanca and Paris and its reference shareholders are the Société de Participation dans les Télécommunications (SPT)* (53%) and the Kingdom of Morocco (22%).

*** SPT is a company under Moroccan law controlled by Etisalat.**

Contacts

Investor relations

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Appendix 1: Transition from adjusted financial indicators to published financial indicators

Adjusted EBITDA, adjusted EBITA, Group share of adjusted net income and adjusted CFFO are not strictly accounting measures and should be considered as additional information. They better illustrate the Group's performance by excluding exceptional items.

(MAD millions)	H1 2023			H1 2024		
	Morocco	Subsidiaries	Morocco	Morocco	Subsidiaries	Group
Adjusted EBITDA	5,417	4,163	9,580	5,402	4,076	9,478
Published EBITDA	5,417	4,163	9,580	5,402	4,076	9,478
Adjusted EBITA	3,684	2,368	6,052	3,744	2,191	5,935
Wana Corporate dispute				-6,007		-6,007
Published EBITA	3,684	2,368	6,052	-2,263	2,191	-72
Adjusted net income - Group share			2,935			2,943
Wana Corporate dispute						-4,055
Increase in corporate tax rate			-50			-35
Published net income - Group share			2,885			-1,147
Adjusted CFFO	2,810	2,227	5,037	2,913	1,926	4,839
Payment of license					-22	-22
Published CFFO	2,810	2,227	5,037	2,913	1,904	4,817

Appendix 2: Impact of IFRS 16

At the end of June 2024, the impacts of IFRS 16 on the main consolidated aggregates of the Maroc Telecom Group were as follows:

(MAD millions)	H1 2023			H1 2024		
	Morocco	Subsidiaries	Group	Morocco	Subsidiaries	Group
Adjusted EBITDA	134	157	291	136	153	289
Adjusted EBITA	10	25	35	7	23	30
Adjusted net income - Group share			-4			-10
Adjusted CFFO	134	157	291	136	153	289
Net debt	781	818	1,599	819	836	1,656

2.2 RELATED-PARTY TRANSACTIONS

Under the terms of Article 95 et seq. of Moroccan Law no. 17-95 concerning stock companies, as amended and supplemented by Law no. 20-05, Law no. 78-12 and Law no. 20-19, any agreement between the Company and a member of the Management Board or of the Supervisory Board, or one of its shareholders directly or indirectly holding more than 5% of the Company's capital or voting rights, is subject to prior authorization by the Supervisory Board.

The same applies to agreements in which any person referred to in the previous paragraph has an indirect interest or whereby any such person deals with the company through an intermediary.

Also subject to the same authorization are agreements between the Company and an entity, if a member of the Company's Management Board or of the Supervisory Board is the owner, an indefinitely responsible associate, the manager, the director, the Chief Executive Officer, or a member of the Management Board or of the Supervisory Board, of the said entity.

The regulated agreements entered into or authorized during the first half of 2024 fiscal year, as well as the agreements entered into in prior years which continued to be executed during first half of 2024, are presented below. These agreements are not, however, the only parent-subsidary flows existing between Maroc Telecom and its subsidiaries.

2.2.1 REGULATED AGREEMENTS SIGNED OR AUTHORIZED IN THE FIRST HALF OF 2024

None.

2.2.2 AGREEMENTS CONCLUDED IN PREVIOUS FINANCIAL YEARS AND WHICH CONTINUED TO BE EXECUTED DURING THE FIRST HALF OF THE FINANCIAL YEAR 2024

▪ Brand licensing agreements

Since January 26, 2015, Maroc Telecom has become the majority shareholder of Atlantique Telecom Côte d'Ivoire (currently "Moov Africa Côte d'Ivoire"), Etisalat Benin (currently "Moov Africa Benin"), Atlantique Telecom Togo (currently "Moov Africa Togo"), Atlantique Telecom Niger (currently "Moov Africa Niger"), Atlantique Telecom Gabon (absorbed by Gabon Telecom on June 29, 2016 with effect from January 1, 2016) and Atlantique Telecom Centrafrique (currently "Moov Africa Centrafrique"). As a result, Maroc Telecom acquired the rights connected with the "Moov" and "No Limit" trademarks belonging to the Etisalat Group as well as the Trademark Licensing Agreements associated with them for the subsidiaries cited above.

Maroc Telecom is a majority shareholder of those entities and for Gabon Telecom, Mr. Brahim BOUDAUD is also a member of the joint management bodies.

▪ Technical support agreement

Since January 26, 2015, Maroc Telecom has become the majority shareholder of Atlantique Telecom Côte d'Ivoire (currently "Moov Africa Côte d'Ivoire"), Etisalat Benin (currently "Moov Africa Benin"), Atlantique Telecom Togo (currently "Moov Africa Togo"), Atlantique Telecom Niger (currently "Moov Africa Niger"), Atlantique Telecom Gabon (absorbed by Gabon Telecom on June 29, 2016 with effect from January 1, 2016) and Atlantique Telecom Centrafrique (currently "Moov Africa Centrafrique"). As a result, Maroc Telecom acquired the rights stemming from the Technical Assistance agreements by and between these companies and the Etisalat Group.

Maroc Telecom is a majority shareholder of those entities and for Gabon Telecom, Mr. Brahim BOUDAUD is also a member of the joint management bodies.

▪ Technical services agreement with Etisalat

In May 2014, Maroc Telecom signed a Technical Services Agreement with Emirates Telecommunications Corporation (Etisalat) whereby the latter will provide to Maroc Telecom on request, directly or indirectly, technical support services, particularly in the following fields: digital media, insurance and financial rating.

These services may be performed by expatriate personnel.

As of May 14, 2014, Etisalat became the reference shareholder of Maroc Telecom via SPT and the members of the joint management bodies are Messrs. Jassem Mohamed ALZAABI, Hatem DOWIDAR, Luis ENRIQUEZ, Kamal SHEHADI, Hesham Abdulla AL QASSIM and Mohamed Karim BENNIS.

- **Services agreement with Mauritel**

In 2001, Mauritel SA signed an agreement with Maroc Telecom for the latter to provide it with work projects linked to services, to technical support and to the sale of equipment.

Maroc Telecom is the majority shareholder of Mauritel SA and the member of the joint management bodies is Mr. Hassan RACHAD.

- **Services agreement with Sotelma**

In 2009, Sotelma signed an agreement with Maroc Telecom for the latter to provide it with technical support services.

Maroc Telecom is the majority shareholder of Sotelma and the member of the joint management bodies is Mr. Abdelkader MAAMAR.

- **Services agreement with Onatel**

In September 2007, Onatel signed an agreement with Maroc Telecom for the latter to provide it with services in the following fields: strategy and development, organization, networks, marketing, finance, purchasing, human resources, information systems, and regulatory compliance.

These services are performed mainly by expatriate personnel.

Maroc Telecom is the majority shareholder of Onatel.

- **Services agreement with Gabon Telecom**

In November 2016, Gabon Telecom signed an agreement with Maroc Telecom for the latter to provide it with services in the following fields: strategy and development, organization, networks, marketing, finance, purchasing, human resources, information systems, and compliance.

These services are performed mainly by expatriate personnel.

Maroc Telecom is the majority shareholder of Gabon Telecom and the member of the joint management bodies is Mr. Brahim BOUDAUD.

- **Agreement with Casanet**

Since fiscal year 2003, Maroc Telecom has entered into several agreements with its subsidiary Casanet, the purpose of which is, to provide development and hosting services for Maroc Telecom's Mobile portal and Internet sites.

Maroc Telecom is the majority shareholder of Casanet and the member of the joint management bodies is Mr. Hassan RACHAD.

- **Advance on current account – Casanet**

Maroc Telecom decided to transfer its business directory activity to its subsidiary Casanet.

Accordingly, on December 4, 2007, the Supervisory Board authorized the Company to take on the necessary investment costs which would be financed by advances on a non-interest bearing current account.

Maroc Telecom is the majority shareholder of Casanet and the member of the joint management bodies is Mr. Hassan RACHAD.

- **Service agreement with MT Cash S.A.**

On July 22, 2020, Maroc Telecom's Supervisory Board authorized the conclusion of a service agreement with the subsidiary MT CASH S.A.

Maroc Telecom is the majority shareholder of MT CASH and the joint management members are Messrs. Brahim BOUDAUD, Hassan RACHAD, François VITTE and Abdelkader MAAMAR.

- **Trade mark license agreement with Onatel**

On February 18, 2021, Maroc Telecom's Supervisory Board authorized the conclusion of license agreements for the "Moov Africa" trade mark between Maroc Telecom and the Group's subsidiaries.

In this respect, Maroc Telecom and its subsidiary Onatel signed a trade mark license agreement in 2021.

▪ **Trade mark license agreement with Gabon Telecom**

On February 18, 2021, Maroc Telecom's Supervisory Board authorized the conclusion of license agreements for the "Moov Africa" trade mark between Maroc Telecom and the Group's subsidiaries.

As such, Maroc Telecom and its subsidiary Gabon Telecom signed a trade mark license agreement in 2021. The member of the joint management bodies between the two companies is Mr. Brahim BOUDAUD.

▪ **Trade mark license agreement with Sotelma**

On February 18, 2021, Maroc Telecom's Supervisory Board authorized the conclusion of license agreements for the "Moov Africa" trade mark between Maroc Telecom and the Group's subsidiaries.

In this respect, Maroc Telecom and its subsidiary Sotelma signed a trade mark license agreement in 2021. The member of the joint management bodies between the two companies is Mr. Abdelkader MAAMAR.

▪ **Trade mark license agreement with Moov Africa Chad**

On February 18, 2021, Maroc Telecom's Supervisory Board authorized the conclusion of license agreements for the "Moov Africa" trade mark between Maroc Telecom and the Group's subsidiaries.

As such, Maroc Telecom and its subsidiary Moov Africa Chad signed a trade mark license agreement in 2021. The member of the joint management bodies between the two companies is Mr Hassan RACHAD.

▪ **Sponsorship agreement with the Royal Moroccan Athletics Federation (FRMA)**

The agreement between Maroc Telecom and FRMA, of which Mr. Abdeslem AHIZOUNE is also Chairman, expired in October 2021.

At its meeting of October 25, 2021, the Supervisory Board renewed the agreement for a maximum period of three (3) years and a maximum amount of MAD 3,000,000 a year.

▪ **Partnership agreement with Maroc Cultures Association**

On December 6, 2021, the Supervisory Board authorized the partnership agreement for a period of three (3) years between Maroc Telecom and the Maroc Cultures Association, which Mr. Abdeslem AHIZOUNE also chairs.

2.3 GROWTH OUTLOOK

This section contains information regarding the Company's objectives for fiscal-year 2024.

The Company warns potential investors that these forward-looking statements are dependent on circumstances and events that are expected to occur in the future. These statements do not reflect historical Data and should not be considered as guarantees that the facts and Data mentioned will occur or that the objectives will be achieved. Because of their uncertain nature, these objectives may not be achieved, and the assumptions on which they are based may prove to be erroneous. Investors are encouraged to consider that some of the risks described in section 2.1 « Risks factors » the 2023 Universal Registration Document may affect the Company's business and its ability to achieve its objectives.

Maroc telecom Group outlook for 2024, at constant scope and exchange rates:

- Stable revenues;
- Stable EBITDA;
- CAPEX excluding frequencies and licenses of approximately 20% of revenues;
- Net income and year-end debt significantly impacted by the Wana Corporate litigation provision recorded at June 30.



“ 3. FINANCIAL REPORT

3- FINANCIAL REPORT

3.1 CONSOLIDATED FINANCIAL DATA

Maroc Telecom Group's consolidated financial data is summarized in the following table. This selected financial data is drawn from the Group's consolidated financial statements prepared according to IFRS international standards (International Financial Reporting Standards), after a limited review by the statutory auditors: the firm BDO Audit, Tax & Advisory represented by Mr. Abderrahim GRINE and the firm Deloitte Maroc, represented by Mr. Adnane FAOUZI.

CONSOLIDATED FINANCIAL DATA IN MOROCCAN DIRHAMS

Balance sheet

ASSETS (in MAD million)	12/31/2023	06/30/2024
Non-current assets	51,672	52,006
Current assets	13,871	15,462
Total assets	65,543	67,468
SHAREHOLDERS' EQUITY AND LIABILITIES (in MAD million)	12/31/2023	06/30/2024
Share capital	5,275	5,275
Shareholders' equity, attributable to equity holders of the parent	17,126	12,088
Non-controlling interests	3,878	3,554
Shareholders' equity	21,004	15,642
Non-current liabilities	4,868	4,821
Current liabilities*	39,671	47,005
Total Shareholders' equity and liabilities	65,543	67,468

Income statement for the first-halves of 2024 and 2023

(In millions of MAD)	H1-2023	H1-2024
Consolidated revenues	18,399	18,260
Operating expenses**	12,516	18,332
Earnings from operations	5,883	-72
Earnings from continuing operations	5,883	-72
Earnings for the period	3,345	-690
Earnings attributable to equity holders of the parents	2,885	-1,147
Earnings per share (in MAD)	3.28	-1.30
Diluted earnings per share (in MAD)	3.28	-1.30

* Current liabilities include the impact of the additional provision for the dispute between Maroc Telecom and the operator Wana Corporate for an amount of MAD 5.9 billion at June 30, 2024.

** Operating expenses include the impact of the additional provision of MAD 5.9 billion for the dispute between Maroc Telecom and Wana Corporate at June 30, 2024.

Scope of consolidation

Mauritel

Maroc Telecom holds 52% of the voting rights of Mauritel, the incumbent operator in Mauritania and operator of a Fixed-line and Mobile telecommunications network, subsequent to the merger of Mauritel SA (fixed-line) and Mauritel Mobile. Mauritel S.A. is owned by the holding company Compagnie Mauritanienne de Communications (CMC), in which Maroc Telecom holds an 80% equity stake. Consequently, Maroc Telecom holds a 41.2% interest in Mauritania's incumbent operator. Mauritel has been fully consolidated by Maroc Telecom since July 1, 2004.

Onatel

On December 29, 2006, Maroc Telecom acquired 51% of the capital of the incumbent Burkinabe operator Onatel. The Group increases its stake in Onatel to 61% as of April 17, 2018. The subsidiary has been fully consolidated in Maroc Telecom's financial statements since January 1, 2007.

Gabon Telecom

On February 9, 2007, Maroc Telecom acquired 51% of the capital of the incumbent operator in Gabon. Gabon Telecom has been fully consolidated by Maroc Telecom since March 1, 2007.

Gabon Telecom acquires, from Maroc Telecom, 100% of Atlantique Telecom Gabon capital. This was absorbed by Gabon Telecom on June 29, 2016.

Sotelma

On July 31, 2009, Maroc Telecom acquired a 51% stake in Mali's incumbent operator, Sotelma. Sotelma has been fully consolidated by Maroc Telecom since August 1, 2009.

Moov Africa Côte d'Ivoire

On January 26, 2015, Maroc Telecom acquired an 85% stake in the capital of Ivoirian Mobile operator. Moov Africa Côte d'Ivoire has been fully consolidated in the financial statements of Maroc Telecom since January 31, 2015.

Moov Africa Benin

On January 26, 2015, Maroc Telecom acquired 100% of the capital of Benin's Mobile operator. Moov Africa Benin has been fully consolidated in the financial statements of Maroc Telecom since January 31, 2015.

Moov Africa Togo

On January 26, 2015, Maroc Telecom acquired a 95% stake in the capital of Togo's Mobile operator. Moov Africa Togo has been fully consolidated in the financial statements of Maroc Telecom since January 31, 2015.

Moov Africa Niger

On January 26, 2015, Maroc Telecom acquired 100% of the capital of Niger's Mobile operator. Moov Africa Niger has been fully consolidated in the financial statements of Maroc Telecom since January 31, 2015.

Moov Africa Centrafrique

On January 26, 2015, Maroc Telecom acquired 100% of the capital of the Central African Republic's Mobile operator. Moov Africa Centrafrique has been fully consolidated in the financial statements of Maroc Telecom since January 31, 2015.

Moov Africa Chad

On June 26, 2019, Maroc Telecom acquired 100% of the share capital of the Chadian operator Moov Africa Chad. Moov Africa Chad has been fully consolidated in Maroc Telecom's financial statements since July 1, 2019.

Casanet

Casanet is a Moroccan internet provider established in 1995. In 2008, it became a wholly-owned subsidiary of Maroc Telecom and expanded its field of operations by specializing in information engineering. Casanet has been fully consolidated by Maroc Telecom since January 1, 2011.

Other nonconsolidated investments

Investments whose significance in relation to the consolidated financial statements is not material or in which Maroc Telecom does not directly or indirectly exercise exclusive control, joint control or significant influence are not consolidated and are recorded under "Non-current financial assets".

This is the case for MT Cash and MT Fly as well as minority interests held in RASCOM, Autoroutes du Maroc, Arabsat and other investments.

3.2 INCOME STATEMENT AND FINANCIAL POSITION

The following table sets out data regarding Maroc Telecom's consolidated income statement for the first-halves of 2024 and 2023:

<i>(In millions of MAD)</i>	Note	H1-2023	H1-2024
Revenues	7	18,399	18,260
Cost of purchases		-2,576	-2,443
Payroll costs		-1,607	-1,569
Taxes and duties		-1,783	-1,747
Other operating income and expenses		-2,956	-2,916
Net depreciation, amortization and provisions*		-3,595	-9,658
Earnings from operations		5,883	-72
Other income and charges from ordinary activities		0	0
Earnings from continuing operations		5,883	-72
Income from cash and cash equivalents		21	29
Gross borrowings costs		-408	-434
Net borrowing costs		-387	-406
Other financial income (expense)		-3	-56
Net financial income (expense)		-391	-461
Income tax expense	6	-2,148	-156
Net earnings		3,345	-690
Exchange gain or loss from foreign activities		-330	-255
Other income and expenses		0	1
Total comprehensive income for the period		3,015	-944
Net earnings		3,345	-690
Attributable to equity holders of the parents		2,885	-1,147
Minority interests		460	457
Total comprehensive income for the period		3,015	-944
Attributable to equity holders of the parents		2,655	-1,322
Minority interests		360	379
EARNINGS PER SHARE		H1-2023	H1-2024
Net earnings - group share (in millions of MAD)		2,885	-1,147
Numbers of shares at June 30		879,095,340	879,095,340
Earnings per share (in MAD)		3.28	-1.30
Diluted earnings per share (in MAD)		3.28	-1.30

* Net depreciation, amortization and provisions include the impact of the additional provision for the dispute between Maroc Telecom and the operator Wana Corporate for an amount of MAD 5.9 billion at June 30, 2024

The analysis below presents the various items in Maroc Telecom's consolidated income statement and details their changes over the periods considered.

COMPARAISON OF THE FIRST-HALVES OF 2024 and 2023

Revenues

The following table shows the breakdown of revenues for the first-halves of 2023 and 2024.

<i>(In millions of MAD)</i>	H1-2023	H1-2024
Morocco	9,680	9,521
<i>o/w Mobile</i>	5,370	5,221
International	9,280	9,326
<i>o/w Mobile</i>	8,574	8,545
Eliminations	-560	-587
Total consolidated revenues	18,399	18,260

At the end of June 2024, Maroc Telecom had consolidated sales of MAD 18,260 million.

Operating expenses

The table below shows Maroc Telecom's operating expenses for the first six-month periods of 2024 and 2023.

<i>(In millions of MAD)</i>	H1-2023	H1-2024
Revenues	18,399	18,260
Cost of purchases	2,576	2,443
% of revenues	14.0%	13%
Payroll costs	1,607	1,569
% of revenues	8.7%	9%
Taxes and duties	1,783	1,747
% of revenues	9.7%	10%
Other operating income (expenses)	2,956	2 916
% of revenues	16.1%	16%
Net depreciation, amortization, impairment and provisions*	3,595	9,658
% of revenues	19.5%	53%
Total operating expenses	12,516	18,332
% of revenues	68.0%	100%

* Net depreciation, amortization, impairment and provisions include the impact of the additional provision for the dispute between Maroc Telecom and the operator Wana Corporate for an amount of MAD 5.9 billion at June 30, 2024

➤ **Cost of purchases**

Between the first half of 2023 and the first half of 2024, the Group's purchases declined by 5%, mainly due to lower international call termination rates at the subsidiaries.

➤ **Personnel expenses**

In the first half of 2024, the Group's personnel costs represented 9% of revenues, at the same level as in the first half of 2023.

➤ **Taxes and duties**

Taxes are virtually unchanged between the two half-years 2023 and 2024.

➤ **Other operating income and expenses**

Other operating income and expenses were virtually unchanged between the first half of 2023 and the first half of 2024.

Operating profit

The Group's consolidated earnings from operations at June 30, 2024 amounted to MAD -72 million. This decline is explained by the recognition of a provision of the dispute between Maroc Telecom and Wana Corporate in the amount of MAD 5.9 billion.

On a comparable basis^{*}, operating income was MAD 5,863 million, virtually unchanged from first-half 2023.

Net financial income

In the first half of 2024, net financial income decreased by 18%, in line with the increase in the cost of financial debt.

Tax expense

Income tax expense was down 93% compared with the first half of 2023, consistent with the decline in pre-tax income (impact of the provision for the Wana Corporate litigation).

Net income

At the end of June 2024, the Group recorded a net loss of MAD 690 million. This decrease is due to the recognition of the provision of the dispute between Maroc Telecom and Wana Corporate for an amount of MAD 5.9 billion.

Minority interests

Minority interests, reflecting the rights of shareholders other than Maroc Telecom in the earnings of consolidated entities, amounted to MAD457 million in the first half of 2024, compared with MAD460 million in the first half of 2023.

¹ On a comparable basis (excluding the provision for the Wana Corporate litigation)

Net income (Group share)

At the end of June 2024, net income (Group share) amounted to MAD -1147 million. This decrease is due to the recognition of a provision of MAD 5.9 billion at June 30, 2024 of the dispute between Maroc Telecom and Wana Corporate.

Earnings per share

Earnings per share amounted to MAD -1.3 in first-half 2024, compared with MAD 3.28 in first-half 2023 (taking into account the provision for the Inwi litigation).

Cash and cash equivalents

The Group's main resource is the cash generated by its operating activities.

➤ Cash flows

The following table summarizes Maroc Telecom's consolidated cash flow for the specific periods.

<i>(In millions of MAD)</i>	H1-2023	H1-2024
Net cash from operating activities (a)	5,560	6,655
Net cash used in investing activities (b)	-3,529	-3,934
Net cash used in financing activities (c)	-1,866	-2,701
Foreign currency translation adjustments (d)	-751	-13
Change in cash and cash equivalents (a)+(b)+(c)+(d)	-586	7
Cash and cash equivalents at beginning of period	1,872	1,013
Cash and cash equivalents at end of period	1,286	1,020

➤ Net cash flow from operating activities

At June 30, 2024, net cash provided by operating activities amounted to MAD 6,655 million, compared with MAD 5,560 million at June 30, 2023, an increase of 20% mainly due to the improvement in business levels.

➤ Net cash flow from investing activities

Net cash used in investing activities was up 11% compared with H1 2023, driven by the increase in domestic and international investments, in line with the objectives set by the Maroc Telecom Group.

➤ Net cash flow from financing activities

At June 30, 2024, net cash used in financing activities increased by MAD 835 million. This trend can be explained by the Group's debt reduction policy.

Tangible and intangible fixed assets

The table below sets out fixed assets acquired by Maroc Telecom Group by geographical area in the relevant periods.

<i>(In millions of MAD)</i>	H1-2023	H1-2024
Morocco	1,428	1,556
International	1,517	1,677
Total	2,945	3,233

➤ **Investments in Morocco**

Investments in Morocco recorded a 9% increase at the end of June 2024, from MAD 1,428 million to MAD 1,556 million. The MT Group continues to deploy its national investment policy to improve coverage and service quality.

➤ **International investments**

Investments of the Group subsidiaries were up 11% on the first half of 2023. Sustained international investment momentum.

Financial resources

In the first half of 2024, Maroc Telecom's net debt amounted to MAD 14,383 million compared with MAD 16,368 million at the end of December 2023, down 12% due to the repayment of bank overdrafts.

<i>(In millions of MAD)</i>	12/31/2023	06/30/2024
Outstanding debt and accrued interests (a)	17,408	15,429
Cash(b)	1,013	1,020
Cash held for repayment of bank loans* (c)	27	26
Net debt (a) - (b) - (c)	16,368	14,383

* Marketable securities are considered as cash equivalents when their investment period does not exceed three months

3.3 CONSOLIDATED FINANCIAL STATEMENTS AND NOTES

Consolidated statement of financial position at June 30, 2024 and at December 31, 2023

ASSETS (in millions of MAD)	Note	12/31/2023	06/30/2024
Goodwill		9,230	9,068
Other intangible assets		7,300	7,079
Property, plant and equipment		30,492	30,217
Right to use the asset		1,535	1,557
Noncurrent financial assets		2,587	2,699
Deferred tax assets		527	1,386
Noncurrent assets		51,672	52,006
Inventories		445	388
Trade accounts receivable and other		12,296	13,952
Short-term financial assets		117	103
Cash and cash equivalents		1,013	1,020
Assets available for sale		-	-
Current assets		13,871	15,462
TOTAL ASSETS		65,543	67,468
SHAREHOLDERS' EQUITY AND LIABILITIES (in millions of MAD)		12/31/2023	06/30/2024
Share capital		5,275	5,275
Retained earnings		6,568	7,960
Net earnings		5,283	1,147
Equity attributable to equity holders of the parents		17,126	12,088
Minority interests		3,878	3,554
Total shareholders' equity		21,004	15,642
Noncurrent provisions		612	624
Borrowings and other long-term financial liabilities	4	4,180	4,115
Deferred tax liabilities		77	81
Other noncurrent liabilities		-	-
Noncurrent liabilities		4,868	4,821
Trade accounts payable		24,210	27,599
Current tax liabilities		781	705
Current provisions*		1,452	7,388
Borrowings and other short-term financial liabilities		13,228	11,314
Current liabilities		39,671	47,005
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		65,543	67,468

*Current provisions include the impact of the MAD 5.9 billion additional provision for the dispute between Maroc Telecom and the operator Wana Corporate at June 30, 2024.

Statement of comprehensive income for the first half of 2024 and 2023

<i>(In million MAD)</i>	Note	H1-2023	H1-2024
Revenues	7	18,399	18,260
Cost of purchases		-2,576	-2,443
Payroll costs		-1,607	-1,569
Taxes and duties		-1,783	-1,747
Other operating income and expenses		-2,956	-2,916
Net depreciation, amortization and provisions*		-3,595	-9,658
Earnings from operations		5,883	-72
Other income and charges from ordinary activities		0	0
Earnings from continuing operations		5,883	-72
Income from cash and cash equivalents		21	29
Gross borrowings costs		-408	-434
Net borrowing costs		-387	-406
Other financial income (expense)		-3	-56
Net financial income (expense)		-391	-461
Income tax expense	6	-2,148	-156
Net earnings		3,345	-690
Exchange gain or loss from foreign activities		-330	-255
Other income and expenses		0	1
Total comprehensive income for the period		3,015	-944
Net earnings		3,345	-690
Attributable to equity holders of the parents		2,885	-1,147
Minority interests		460	457
Total comprehensive income for the period		3,015	-944
Attributable to equity holders of the parents		2,655	-1,322
Minority interests		360	379
EARNINGS PER SHARE		H1-2023	H1-2024
Net earnings - group share (in millions of MAD)		2,885	-1,147
<i>Numbers of shares at June 30</i>		<i>879,095,340</i>	<i>879,095,340</i>
Earnings per share (in MAD)		3.28	-1.30
Diluted earnings per share (in MAD)		3.28	-1.30

* Net depreciation, amortization and provisions include the impact of the additional provision for the dispute between Maroc Telecom and the operator Wana Corporate for an amount of MAD 5.9 billion at June 30

Consolidated statement of cash flows for the first half of 2024 and 2023

(In millions of MAD)	Note	H1-2023	H1-2024
Earnings from operations*		5,883	-72
Depreciations, depreciation and other adjustments*		3,593	9,656
Gross cash from operating activities		9,477	9,585
Other changes in net working capital		-1,400	-1,032
Net cash from operating activities before taxes		8,077	8,553
Tax paid		-2,517	-2,017
Net cash from operating activities (a)		5,560	6,535
Purchase of PP&E and intangible assets		-3,204	-3,719
Increase in financial assets		-395	-222
Disposals of PP&E and intangible assets		2	1
Decrease in financial assets		68	7
Dividends received from nonconsolidated investments		0	1
Net cash used in investing activities (b)		-3,529	-3,933
Capital increase			
Dividends paid to shareholders	3	0	0
Dividends paid by subsidiaries to their noncontrolling interests		-138	-104
Changes in equity		-138	-104
Borrowings and increase in other long-term financial liabilities		343	430
Borrowings and increase in other long-term financial liabilities			
Changes in net current accounts		-1,707	-2,431
Changes in current accounts receivable/financial creditors			
Net interests paid (Cash only)		-406	-457
Other cash expenses (income) used in financing activities		42	-19
Changes in borrowings and other financial liabilities		-1,728	-2,478
Net cash used in financing activities (d)		-1,866	-2,581
Effect of foreign currency adjustments (g)		-751	-15
Total cash flows (a+b+d+g)		-586	7
Cash and cash equivalents at beginning of period		1,872	1,013
Cash and cash equivalents at end of period		1,286	1,020

* Earnings from operations and net depreciation, amortization and impairment of fixed assets include the impact of the additional provision for the dispute between Maroc Telecom and the operator Wana Corporate for an amount of MAD 5.9 billion at June 30, 2024

Statement of changes in consolidated equity at June 30, 2024 and December 31, 2023

<i>(in MAD million)</i>	Share capital	Other comprehensive income	Other comprehensive income	Total Group share	Non controlling interest	Total capital equity shareholders' equity
Position at January 1, 2023	5,275	8,727	-107	13,895	4,107	18,002
Total comprehensive income for the period		2,885	-229	2,655	360	3,015
<i>Change in gains and losses recognized directly in equity and recyclable in profit or loss</i>				-		-
Gains and losses on translation			-230	-230	-100	-330
<i>Change in gains and losses recognized directly in equity and recyclable in profit or loss</i>			0	0	-	0
Actuarial differences				-		-
Revaluation differences				-		-
Revaluation differences on hedging instruments				-		-
Revaluation differences on equity instruments			0	0	-	0
Capital increase				-		-
Capital decrease				-		-
Share-based compensation				-		-
Change in interest shares without takeover/loss of control				-		-
Change in interest shares with gain/loss of control				-		-
Dividends		-1,925		-1,925	-932	-2,858
Treasury stock		10		10	-	10
Other adjustments		-14		-14	6	-8
Position at June 30, 2023	5,275	9,682	-336	14,622	3,540	18,162
Total comprehensive income for the period		2,398	23	2,421	366	2,787
<i>Change in gains and losses recognized directly in equity and recyclable in profit or loss</i>				-		-
Revaluation differences			35	35	-36	-1
<i>Change in gains and losses recognized directly in equity and recyclable in profit or loss</i>			-12	-12	-16	-29
Actuarial differences			-13	-13	-16	-30
Revaluation differences				-		-
Revaluation differences on hedging instruments				-		-
Revaluation differences on equity instruments			1	1	-	1
Capital increase				-		-
Capital decrease				-		-
Share-based compensation				-		-
Change in ownership interest without gain/loss of control				-		-
Change in ownership interest with gain/loss of control				-		-
Dividends		0		0	15	16
Treasury stock		8		8	-	8
Other adjustments		75		75	-43	33
Position at December 31, 2023	5,275	12,164	-313	17,126	3,878	21,004
Total comprehensive income for the period		-1,147	-176	-1,322	379	-944
<i>Change in gains and losses recognized directly in equity and recyclable in profit or loss</i>				-		-
Revaluation differences			-177	-177	-78	-255
<i>Change in gains and losses recognized directly in equity and recyclable in profit or loss</i>			1	1	-	1
Actuarial differences				-		-
Revaluation differences				-		-
Revaluation differences on hedging instruments				-		-
Revaluation differences on equity instruments			1	1		1
Capital increase				-		-
Capital decrease				-		-
Share-based compensation				-		-
Change in ownership interest without gain/loss of control				-		-
Change in ownership interest with gain/loss of control				-		-
Dividends		-3,692		-3,692	-697	-4,389
Treasury stock		-16		-16		-16
Other adjustments		-8		-8	-6	-14
Position at June 30, 2024	5,275	7,302	-488	12,088	3,554	15,642

At June 30, 2024, Maroc Telecom's share capital comprised 879,095,340 ordinary shares. Ownership of the shares was as follows:

- SPT*: 53%;
- Kingdom of Morocco: 22%;
- Other: 25%.

* SPT is a Moroccan company controlled by Etisalat

Note 1. Accounting principles and valuation methods

The highlights of the semester are described on page 4 and 5 of this financial report.

1.1 HIGHLIGHTS

- Group customer base up 5.1% to 78.4 million customers;
- Growth of 0.9%* in consolidated revenues, mainly driven by the activities of the Moov Africa subsidiaries (+3.7%*);
- Strong growth in Mobile Data revenues of Moov Africa subsidiaries (+18.2%*) and Fiber Optics in Morocco (+34.1%), offsetting the decrease in ADSL and Mobile revenues in Morocco;
- High profitability maintained with the Group's adjusted EBITDA margin at 51.9%;
- Sustained Group investment (excluding frequencies and licenses), representing 17.6% of revenues.

1.2 ACCOUNTING PRINCIPLES AND VALUATION METHODS

The accounting principles used to prepare the interim consolidated financial statements for the six months ended June, 30th 2024 are identical to those used for the year ended on the 31th December 2023, in accordance with IFRS (International Financial Reporting Standards), as adopted by the European Union as of today.

The interim consolidated financial statements at June 30th, 2024 have been prepared in accordance with IAS 34 "Interim Financial Reporting", which permits the presentation of selected explanatory notes. These consolidated financial statements should be read in conjunction with the 2023 consolidated financial statements.

The interim consolidated financial statements at June 30th, 2024, together with the notes thereto, were approved by Maroc Telecom's Executive Board on July 22th, 2024.

Note 2. Scope of consolidation at June 30, 2024 and December 31, 2023

Company	Legal form	% Group interest	% Capital held	Consolidation method
Maroc Telecom Avenue Annakhil Hay Riad Rabat-Maroc	SA	100%	100%	IG
Compagnie Mauritanienne de Communication (CMC) June 30, 2024 Dec 31, 2023 563, Avenue Roi Fayçal Nouakchott-Mauritanie	SA	80% 80%	80% 80%	IG IG
Mauritel SA June 30, 2024 Dec 31, 2023 Avenue Roi Fayçal Nouakchott-Mauritanie	SA	41% 41%	52% 52%	IG IG
Onatel June 30, 2024 Dec 31, 2023 705, AV. de la nation 01BP 10000 Ouagadougou – Burkina Faso	SA	61% 61%	61% 61%	IG IG
Gabon Telecom June 30, 2024 Dec 31, 2023 Immeuble 9 étages, BP 40 000 Libreville-Gabon	SA	51% 51%	51% 51%	IG IG
Sotelma June 30, 2024 Dec 31, 2023 ACI2000 près du palais de sport BP -740, Bamako - Mali	SA	51% 51%	51% 51%	IG IG
CasaneT June 30, 2024 Dec 31, 2023 Imm Riad I, RDC, Avenue Annakhil Hay Riad Rabat-Maroc	SA	100% 100%	100% 100%	IG IG
Moov Africa Côte d'Ivoire June 30, 2024 Dec 31, 2023 Plateau, Immeuble KARRAT, Avenue Botreau Roussel, Abidjan- Côte d'Ivoire	SA	85% 85%	85% 85%	IG IG
Moov Africa Bénin June 30, 2024 Dec 31, 2023 Ilot 553, quartier Zongo Ehuzu, zone résidentielle, avenue Jean Paul2, immeuble Etisalat, Cotonou- Bénin	SA	100% 100%	100% 100%	IG IG
Moov Africa Togo June 30, 2024 Dec 31, 2023 Boulevard de la Paix, Route de l'Aviation, Immeuble Moov-Etisalat, Lomé-Togo	SA	95% 95%	95% 95%	IG IG
Moov Africa Niger June 30, 2024 Dec 31, 2023 720 Boulevard du 15 avril Zone Industrielle, BP 13 379, Niamey-Niger	SA	100% 100%	100% 100%	IG IG
Moov Africa Centrafrique June 30, 2024 Dec 31, 2023 BP 2439, PK0, Place de la République, Immeuble SOCIM, rez-de-chaussée, Bangui - Centrafrique	SA	100% 100%	100% 100%	IG IG
Moov Africa Chad June 30, 2024 Dec 31, 2023 BP 6505, Avenue Charles DE GAULLE, N'Djamena-Chad	SA	100% 100%	100% 100%	IG IG

Note 3. Dividends

<i>(In millions of MAD)</i>	H1-2023	H1-2024
Dividends received from equity affiliates to their minority shareholder (a)		
Total (a)	932	697
Dividends distributed by Maroc Telecom to its shareholders (b)		
Kingdom of Morocco	424	812
Etisalat	1,020	1,957
Others	481	923
Total (b)	1,925	3,692
Total dividends distributed (a) + (b)	2,858	4,389

At June 30, 2024, Maroc Telecom had not yet paid any dividends, which totaled MAD 3,692 million and were classified as current liabilities.

Dividends paid by subsidiaries to their minority shareholders amounted to MAD 697 million.

Note 4. Borrowings and other financial liabilities at June 30, 2024 and December 31, 2023

<i>(In millions of MAD)</i>	12/31/2023	06/30/2024
Borrowings due more than one year	2,990	2,902
Rental obligation more than one year	1,189	1,213
Borrowings due less than one year	2,690	1,756
Rental obligation less than one year	437	435
Facilities and overdrafts	10,101	9,123
Borrowings and financial liabilities	17,408	15,429
Cash	1,013	1,020
Blocked cash	27	26
Net debt	16,368	14,383

Maroc Telecom's net debt fell from MAD 16,368 million at the end of 2023 to MAD 14,383 million at June 30, 2024, due to the repayment of bank overdrafts.

4.1. BREAKDOWN OF NET DEBT BY MATURITY

Half year ended June 30, 2024

<i>(In millions of MAD)</i>	< 1 year	1 to 5 years	> 5 years	TOTAL
Borrowings	1,756	2,257	646	4,658
Rental obligation	435	701	512	1,648
Facilities and overdrafts	9,123			9,123
Borrowings and financial liabilities	11,314	2,958	1,157	15,429
Cash	1,020			1,020
Blocked cash	26			26
Net debt	10,268	2,958	1,157	14,383

Full December 31, 2023

<i>(In millions of MAD)</i>	< 1 year	1 to 5 years	> 5 years	TOTAL
Borrowings	2,690	2,794	197	5,680
Rental obligation	437	905	284	1,626
Facilities and overdrafts	10,101			10,101
Borrowings and financial liabilities	13,228	3,698	481	17,408
Cash	1,013			1,013
Blocked cash	27			27
Net debt	12,188	3,698	481	16,368

The breakdown by maturity is made on the basis of contractual maturities for debts and on the basis of the enforceable term for rental obligations.

4.2 BORROWING AND OTHER FINANCIAL LIABILITIES BY GEOGRAPHICAL AREA

<i>(In millions of MAD)</i>	12/31/2023	06/30/2024
Morocco	8,050	6,844
International	9,358	8,585
Borrowings and other financial liabilities	17,408	15,429

Note 5. Restructuring expenses at June 30, 2024 and December 31, 2023

None.

Note 6. Income tax payable for the first half of 2024 and 2023

<i>(In millions of MAD)</i>	H1-2023	H1-2024
Income tax	2,073	1,024
Deferred taxes	75	-873
Tax provisions		5
Current tax	2,148	156
Consolidated effective tax rate *	39.1%	-29,3%

* Income taxes / income before taxes

Income tax expense for the six months to June 30, 2024 was 92% lower than in the first half of 2023, due to the decline in pre-tax income, which was impacted by the recognition of the provision for the Wana Corporate litigation in the amount of MAD 5.9 billion.

The effective tax rate was -29.3% in first-half 2024.

Note 7. Segment data for the first six-month periods of 2024 and 2023

Segment earnings by geographical area

First half of 2024

<i>(In millions MAD)</i>	Morocco	International	Eliminations	Total
Revenues	9,521	9,326	-587	18,260
Earnings from operations*	-2,263	2,191		- 72
Net depreciation and impairment of assets*	7,682	1,976		9,658

* Earnings from operations and net depreciation, amortization and impairment of fixed assets for the first half of 2024 include the impact of the MAD 5.9 billion additional provision for the dispute between Maroc Telecom and the operator Wana Corporate at June 30, 2024

First half of 2023

<i>(In millions MAD)</i>	Morocco	International	Eliminations	Total
Revenues	9,680	9,280	-560	18,399
Earnings from operations	3,684	2,199		5,883
Net depreciation and impairment of assets	1,785	1,810		3,595
Voluntary redundancy plan				

Note 8. Contractual commitments and contingent assets and liabilities

8.1. CONTRACTUAL OBLIGATIONS AND COMMERCIAL COMMITMENTS RECORDED IN THE BALANCE SHEET

Half year ended June 30, 2024

<i>(In millions of MAD)</i>	Total	< 1 year	1 to 5 years	> 5 years
Long-term debts	4,115		2,958	1,157
Operating leases *	43	43		
Total	4,158	43	2,958	1,157

* Leases that do not fall within the scope of the new IFRS 16 standard.

8.2. CONTINGENT LIABILITIES

On December 16, 2021, Itissalat Al-Maghrib received a summons from the Rabat Commercial Court concerning a complaint filed by Wana Corporate regarding unbundling for an amount of MAD 6.85 million.

On July 3, 2024, Itissalat Al-Maghrib acknowledged the decision of the Casablanca Commercial Court of Appeal rejecting its appeal and confirming the judgment of the Rabat Commercial Court ordering Maroc Telecom to pay an indemnity of MAD 6.4 billion to Wana Corporate.

Itissalat Al-Maghrib will appeal to the Court of Cassation against the decision of the Court of Appeal.

In accordance with applicable accounting rules, Itissalat Al-Maghrib has booked an additional provision of MAD 5.9 billion in its accounts for the first half of 2024, to cover the risk associated with this dispute.

8.3. OTHER COMMITMENT GIVEN AND RECEIVED IN THE COURSE OF ORDINARY BUSINESS

<i>(In millions of MAD)</i>	12/31/2023	06/30/2024
Commitments given	3,503	4,899
<i>Investment commitment</i>	2265	3807
<i>Downstream commitments and signature with banks</i>	1013	830
<i>Operating and financing lease commitments</i>	43	43
<i>Satellite rental commitments</i>	151	170
Other commitments	30	49
<i>Network maintenance contracts with Ericsson</i>	29	28
<i>Commitments on operating expenses</i>	2	21
Other commitments	0	0
<i>Recovery of guarantees given by Etisalat on the financing of the Atlantic subsidiaries</i>	0	0
<i>Forward sale commitment</i>	0	0

<i>(In millions of MAD)</i>	12/31/2023	06/30/2024
Commitments received	1,580	1,519
<i>Guarantees and endorsements</i>	1,580	1,519
<i>Other commitments received</i>		
<i>Forward purchase commitment</i>		
<i>Commitment of the Moroccan State to contribute the assets of social works</i>		
<i>Investment agreement: exemption from customs duties on imports related to investments</i>		

Investment commitments increased in line with planned domestic and international investment projects.

Commitments to banks by guarantee and signature fell, mainly on the international front, in connection with the payment of letters of credit relating to investment projects.

Commitments received relate mainly to guarantees received from network equipment suppliers in connection with international Capex contracts and orders.

Note 9. Events after the end of the reporting period

Itissalat Al-Maghrib has taken note of the decision of the Casablanca Commercial Court of Appeal, handed down on July 3, 2024, rejecting its appeal and confirming the judgment handed down by the Rabat Commercial Court ordering Maroc Telecom to pay an indemnity equal to MAD 6.4 billion to Wana Corporate.

Note 10. IFRS 16

10.1- ASSET-CLASS-BASED USAGE RIGHTS AT JUNE 30, 2024:

(In millions MAD)	Carrying value	Asset entry	Depreciation/Amortization
Land	465	79	-86
Buildings	423	83	-71
Technical facilities	527	133	-76
Transportation equipment	141	5	-26
Office equipment			
Other assets			
Total	1,557	299	-259

10.2- IMPACT OF LEASE OBLIGATIONS :

	H1-2024
Interest expense	46
Lease-related payments	304

10.3- OCCUPANCY EXPENSES OUTSIDE THE SCOPE OF IFRS 16:

	H1-2024
Leases with term ≤12 months	271
Leases with low underlying asset value	
Leases with variable payments	
Leases with no presumed control of occupancy right	
Total	271

3.4 STATUTORY FINANCIAL STATEMENTS

BALANCE SHEET AT 06/30/2024

ASSETS (in MAD thousands)	Gross	Amortization and provisions	NET	PREVIOUS
				EXERCISE NET 12/31/2023
CAPITALIZED COSTS (A)	2,200,000	1,558,798	641,202	860,000
.Start-up costs	0	0	0	0
.Deferred costs	2,200,000	1,558,798	641,202	860,000
.Bond redemption premiums	0	0	0	0
INTANGIBLE ASSETS (B)	13,265,314	11,341,885	1,923,429	1,873,670
.Research and development costs	0	0	0	0
.Patents, trademarks, and similar rights	12,794,080	11,271,437	1,522,643	1,611,158
.Goodwill	70,447	70,447	0	0
.Other intangible assets	400,786	0	400,786	262,511
PROPERTY, PLANT, AND EQUIPMENT (C)	80,145,564	65,117,148	15,028,415	15,031,894
.Land	961,935	0	961,935	961,935
.Buildings	8,627,568	6,149,751	2,477,817	2,496,055
.Technical plant, machinery, and equipment	62,992,675	53,724,462	9,268,213	9,608,180
.Vehicles	278,685	127,830	150,855	155,576
.Office equipment, furniture, and fittings	5,232,034	4,953,046	278,988	314,429
.Other property, plant, and equipment	11,048	0	11,048	11,048
.Work in progress	2,041,619	162,059	1,879,560	1,484,671
FINANCIAL ASSETS (D)	12,973,551	387,418	12,586,133	12,587,454
.Long-term loans	72,130	0	72,130	73,452
.Other financial receivables	4,235	0	4,235	4,234
.Equity investments	12,897,186	387,418	12,509,768	12,509,768
.Other investments and securities	0	0	0	0
UNREALISED FOREIGN EXCHANGE LOSSES (E)	3,449	0	3,449	2,138
.Decrease in long-term receivables	3,449	0	3,449	2,138
.Increase in long-term debt	0	0	0	0
TOTAL I (A+B+C+D+E)	108,587,877	78,405,249	30,182,629	30,355,155
INVENTORIES (F)	335,430	53,101	282,329	351,437
.Merchandise	223,651	37,214	186,437	222,897
.Raw materials and supplies	111,779	15,887	95,892	128,540
.Work in progress	0	0	0	0
.Intermediary and residual goods	0	0	0	0
.Finished goods	0	0	0	0
CURRENT RECEIVABLES (G)	19,419,635	9,550,942	9,868,693	7,518,484
.Trade payables, advances and deposits	28,319	0	28,319	19,269
.Accounts receivable and related accounts	16,105,146	9,221,429	6,883,716	7,026,003
.Employees	3,866	0	3,866	3,814
.Tax receivable	1,243,056	0	1,243,056	396,066
.Shareholders' current accounts	0	0	0	0
.Other receivables	1,529,923	329,513	1,200,409	41,649
.Accruals	509,326	0	509,326	31,683
MARKETABLE SECURITIES (H)	131,597	0	131,597	131,207
UNREALIZED FOREIGN EXCHANGE LOSSES (I) (current items)	62,486	0	62,486	31,881
TOTAL II (F+G+H+I)	19,949,148	9,604,043	10,345,105	8,033,009
CASH AND CASH EQUIVALENTS	226,656	0	226,656	88,712
.Checks	0	0	0	-0
.Bank deposits	224,347	0	224,347	86,582
.Petty cash	2,309	0	2,309	2,130
TOTAL III	226,656	0	226,656	88,712
TOTAL GENERAL I+II+III	128,763,682	88,009,292	40,754,390	38,476,876

SHAREHOLDERS' EQUITY AND LIABILITIES		EXERCICE	EXERCICE
(in MAD thousands)			NET 12/31/2023
SHAREHOLDERS' EQUITY	(A)	13,418,841	18,797,719
Share capital		5,274,572	5,274,572
Less: capital subscribed and not paid-in		0	0
Paid-in capital		0	0
Additional paid-in capital		0	0
Revaluation difference		0	0
Statutory reserve		527,457	527,457
Other reserves		9,303,490	7,571,935
Retained earnings		0	0
Unallocated income		0	0
Net income of the year		-1,686,678	5,423,755
QUASI-EQUITY	(B)	0	0
Investment subsidies		0	0
Regulated provisions		0	0
DEBENTURE BONDS	(C)	1,494	15,188
Debenture bonds		0	0
Other long-term debt		1,494	15,188
PROVISIONS	(D)	13,367	12,055
Provisions for contingencies		3,449	2,138
Provisions for losses		9,918	9,918
UNREALIZED FOREIGN EXCHANGE GAINS	(E)	0	0
Increase in long-term receivables		0	0
Decrease in long-term debt		0	0
TOTAL I (A+B+C+D+E)		13,433,702	18,824,962
CURRENT LIABILITIES	(F)	14,610,700	11,794,057
Accounts payable and related accounts		5,269,593	5,676,301
Trade receivables, advances and down payments		130,460	126,460
Payroll costs		940,896	1,041,265
Social security contributions		105,647	109,811
Tax payable		2,689,944	2,714,892
Shareholders' current accounts		3,570,358	0
Other payables		203,024	395,226
Accruals		1,700,776	1,730,102
OTHER PROVISIONS FOR CONTINGENCIES AND LOSSES	(G)	6,713,094	747,310
UNREALIZED FOREIGN EXCHANGE GAINS (Current items)	(H)	77,494	72,745
Total II (F+G+H)		21,401,288	12,614,112
BANK OVERDRAFTS		5,919,400	7,037,801
Discounted bills		0	0
Treasury loans		0	0
Bank loans and overdrafts		5,919,400	7,037,801
Total III		5,919,400	7,037,801
TOTAL GENERAL I+II+III		40,754,390	38,476,876

INCOME STATEMENT AT 06/30/2024

(in MAD thousands)	OPERATIONS		Total of the year	Total at 06/30/2023
	Current year	Previous years		
I- OPERATING INCOME	9,417,969	0	9,417,969	9,407,300
Sales of goods	162,348	0	162,348	238,511
Sales of manufactured goods and services rendered	9,012,203	0	9,012,203	8,860,719
Operating revenues	9,174,551	0	9,174,551	9,099,230
Change in inventories	0	0	0	0
Company-constructed assets	0	0	0	0
Operating subsidies	0	0	0	0
Other operating income	20,562	0	20,562	13,907
Operating write-backs: expense transfers	222,856	0	222,856	294,162
TOTAL I	9,417,969	0	9,417,969	9,407,300
II- OPERATING EXPENSES	5,910,082	0	5,910,082	5,972,617
Cost of goods sold	214,465	0	214,465	173,276
Raw materials and supplies	1,453,802	0	1,453,802	1,526,890
Other external expenses	1,326,490	0	1,326,490	1,264,368
Taxes (except corporate income tax)	154,687	0	154,687	161,000
Payroll, costs	1,068,688	0	1,068,688	1,085,626
Other operating expenses	2,540	0	2,540	2,530
Operating allowances for amortization	1,461,718	0	1,461,718	1,537,646
Operating allowances for provisions	227,692	0	227,692	221,278
TOTAL II	5,910,082	0	5,910,082	5,972,617
III- OPERATING INCOME I-II	3,507,887	0	3,507,887	3,434,683
IV- FINANCIAL INCOME	1,355,221	0	1,355,221	1,531,890
Income from equity investments and other financial investment: and other financial investments	1,176,927	0	1,176,927	1,308,086
Foreign exchange gains	140,870	0	140,870	162,034
Interest and other financial income	3,405	0	3,405	6,592
Financial write - backs: expense transfers	34,019	0	34,019	55,178
TOTAL IV	1,355,221	0	1,355,221	1,531,890
V- FINANCIAL EXPENSES	305,753	0	305,753	326,448
Interest and loans	130,536	0	130,536	127,195
Foreign exchange losses	108,528	0	108,528	137,446
Other financial expenses	753	0	753	2,807
Financial allowances	65,936	0	65,936	59,000
TOTAL V	305,753	0	305,753	326,448
VI- FINANCIAL INCOME IV - V	1,049,468	0	1,049,468	1,205,441
VII- ORDINARY INCOME III + VI	4,557,354	0	4,557,354	4,640,124
VIII- EXTRAORDINARY INCOME	225,750	0	225,750	246,660
Proceeds from disposal of fixed assets	1,421	0	1,421	1,840
Subsidies received	0	0	0	0
Write-backs of investment subsidies	0	0	0	0
Other extraordinary income	189,067	0	189,067	207,401
Extraordinary write-backs: expense transfers	35,261	0	35,261	37,419
TOTAL VIII	225,750	0	225,750	246,660
IX- EXTRAORDINARY EXPENSES	6,443,008	0	6,443,008	379,501
Net book value of disposed assets	113	0	113	89
Subsidies granted	0	0	0	0
Other extraordinary expenses	236,083	0	236,083	173,149
Regulated provisions	0	0	0	0
Extraordinary allowances for depreciation and provisions	6,206,812	0	6,206,812	206,263
TOTAL IX	6,443,008	0	6,443,008	379,501
X- NON-CURRENT INCOME VIII - IX	-6,217,258	0	-6,217,258	-132,840
XI- PRE-TAX INCOME VII + X	-1,659,903	0	-1,659,903	4,507,284
XII- CORPORATE INCOME TAX	26,775	0	26,775	1,026,289
XIII- NET INCOME XI - XII	-1,686,678	0	-1,686,678	0
XIV- TOTAL REVENUES (I+IV+VIII)	10,998,940	0	10,998,940	11,185,850
XV- TOTAL EXPENSES (II+V+IX+XII)	12,685,619	0	12,685,619	7,704,855
XVI- NET INCOME (total income - total expenses)	-1,686,678	0	-1,686,678	3,480,994

The presentation guidelines and valuation methods used in preparing these documents comply with the rules and regulations in force.

The table below summarizes the trends of the main financial indicators of Maroc Telecom over the last three halves year:

<i>In MAD million</i>	H1 2022	H1 2023	H1 2024	Change 24/23
Revenues	9,235	9,099	9,175	0.8%
Operating income	3,471	3,435	3,508	2.1%
Financial income	1,229	1,205	1,049	-12.9%
Income tax expense	-1,004	-1,026	-27	-97.4%
Non-current income	-2,736	-133	-6,217	NS
Net income	959	3,481	-1,687	-148.5%
Investments	1,693	1,334	1,519	-10.3%

Key elements of the income statement

Revenues

Maroc Telecom's revenues for the first half of 2024 amounted to MAD 9.175 billion, up 0.8% compared with the first half of 2023.

Operating income and net income

Earnings from operations rose from MAD 3.435 billion to MAD 3.508 billion, up 2.1% on first-half 2023.

Financial income fell by 12.9% to MAD 1.049 billion from MAD 1.205 billion in first-half 2023. This decrease is due to the change in dividends recognized during the first half of 2024.

With pre-tax income of MAD -1.660 billion and corporate income tax of MAD 27 million, net income came to MAD -1.687 billion, down 148.5% on first-half 2023.

It should be noted that earnings for 2024 include an additional provision for contingencies of MAD 5.9 billion, following the ruling of the Casablanca Commercial Court of Appeal on July 03, 2024, dismissing Itissalat Al-Maghrib's appeal and upholding the judgment of the Rabat Commercial Court ordering Itissalat Al-Maghrib to pay an indemnity equal to MAD 6.4 billion to WANA CORPORATE.

Balance sheet

At June 30, 2024, the balance sheet total reached MAD 40,754 million, marking an increase of 5.9% compared to the previous year.

Breakdown of assets

(Assets in MAD million)	NET			Change 24/23
	2022	2023	H1/2024	
Non-valued fixed assets	600	860	641	-25.4%
Intangible assets	1,931	1,874	1,923	2.7%
Property, plant and equipment	14,901	15,032	15,028	0.0%
Long-term investments	12,279	12,587	12,586	0.0%
Translation difference - loss	1	2	3	Na
Total net non-current assets	29,713	30,355	30,183	-0.6%
Current assets	7,597	8,033	10,345	28.8%
Cash assets	229	89	227	155.5%
Total assets	37,539	38,477	40,754	5.9%

Net fixed assets stood at MAD 30,183 million at June 30, 2024, compared with MAD 30,355 million the previous year. They represented 74% of total assets, down 0.6% on 2023.

Net intangible assets amounted to MAD 1,923 million at the end of June 2024, compared with MAD 1,874 million in 2023.

Net property, plant and equipment were virtually stable, rising from MAD 15,032 million in 2023 to MAD 15,028 million at June 30, 2024.

Net financial assets were stable at MAD 12,586 million at end-June 2024.

Current assets amounted to MAD 10,345 million at June 30, 2024, compared with MAD 8,033 million in 2023, an increase of 28.8% due mainly to the recognition of dividends from subsidiaries whose payment dates coincide with the second half of the year.

Net cash and cash equivalents amounted to MAD -5,693 million at June 30, 2024, compared with MAD -6,949 million at December 31, 2023.

Liabilities and their components

(Liabilities in MAD million)	NET			Change 24/23
	2022	2023	H1/2024	
Shareholders' Equity	15,299	18,798	13,419	-28.6%
including net profit for the fiscal year	2,778	5,424	-1,687	-131.1%
Financial borrowings	1	15	1	-90.2%
Long-term provisions for risks and losses	12	12	13	10.9%
Translation difference - profit	1	0	0	0
Total permanent funds	15,314	18,825	13,434	-28.6%
Current liabilities	13,507	12,614	21,401	69.7%
Cash liabilities	8,718	7,038	5,919	-15.9%
Total liabilities	37,539	38,477	40,754	5.9%

Taking into account the loss for the period of MAD 1,687 million and the allocation of a dividend of MAD 3.7 billion, shareholders' equity at June 30, 2024 amounted to MAD 13,419 million, compared with MAD 18,798 million in 2023.

At June 30, 2024, current liabilities amounted to MAD 21,401 million, compared with MAD 12,614 million in 2023, an increase of 69.7% mainly due to the recognition of dividends payable during the second half of the year and the discounting of the provision for contingencies and charges relating to the dispute with WANA CORPORATE.

Cash and cash equivalents fell by 15.9% to MAD 5,919 million, compared with MAD 7,038 million in 2023



**UN MONDE
NOUVEAU
VOUS APPELLE**



MAROC TELECOM

Itissalat Al-Maghrib

Moroccan corporation (*Société anonyme*)

with a Management Board and a Supervisory Board

with a share capital of 5 274 572 040 dirhams

RC 48 947

Headquarters: Avenue Annakhil, Hay Riad Rabat, Maroc

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