



MAGYAR TELEKOM

QUARTERLY FINANCIAL REPORT

**ANALYSIS OF THE FINANCIAL STATEMENTS FOR THE
FIRST QUARTER ENDED MARCH 31, 2026**



Budapest – May 12, 2026 – Magyar Telekom (Reuters: MTEL.BU and Bloomberg: MTELEKOM HB, hereinafter: Company), the leading Hungarian telecommunications service provider, today reported its Consolidated financial results for the first quarter of 2026, in accordance with IFRS Accounting Standards as endorsed by the EU (hereinafter: quarterly financial report). The quarterly financial report contains unaudited figures for each reporting period.

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1. HIGHLIGHTS

(HUF millions, except ratios)	Q1 2025	Q1 2026	Change (%)
Revenue	241,632	238,056	(1.5%)
Operating profit	69,916	74,304	6.3%
Profit attributable to:			
Owners of the parent	54,164	58,976	8.9%
Non-controlling interests	1,503	1,468	(2.3%)
	55,667	60,444	8.6%
Adjusted profit attributable to owners of the parent	54,572	58,661	7.5%
Gross profit	150,010	155,310	3.5%
EBITDA	105,226	109,215	3.8%
EBITDA AL	97,488	101,366	4.0%
Free cash flow	28,493	35,554	24.8%
Free cash flow excl. spectrum licenses	28,493	35,554	24.8%
Capex after lease	21,495	40,436	88.1%
Capex after lease excl. spectrum licenses	21,495	25,348	17.9%
Number of employees (closing full equivalent)	6,645	6,565	(1.2%)
	Dec 31, 2025	Mar 31, 2026	Change (%)
Net debt	248,112	226,721	(8.6%)
Net debt / EBITDA	0.59	0.54	n.a.

- Continued favorable trends in ARPU supported positive service revenue performance throughout Q1 2026.
- Total revenue declined by 1.5% YoY, primarily driven by lower IT sales and the ongoing downscaling of handset export activities.
- Gross profit increased by 3.5% YoY, reflecting growth in telecommunication services and improved margin contribution from IT, despite lower sales volumes.
- EBITDA AL rose by 4.0% YoY in Q1 2026, resulting in a 7.5% YoY increase in adjusted net income.
- Capex after leases (excluding spectrum) increased by 17.9% to HUF 25.3 billion, reflecting accelerated investment in fixed and mobile networks, as well as expansion of data center capacity in Hungary.
- Spectrum capex amounted to HUF 15.1 billion, reflecting the recent renewal of the Company's spectrum usage rights for 2x10MHz blocks in the 2100 MHz frequency band.
- Free cash flow rose to HUF 35.6 billion, primarily driven by improved profitability and favorable impact of the timing of capex-related creditor payments.



Tibor Rékasi, Magyar Telekom CEO, commented:

“We have started 2026 with strong momentum, driven by disciplined execution and sustained demand for our core services. Continued fiber uptake and growing mobile data usage supported solid underlying trends and the quality of our revenues, while our commercial focus enabled stable ARPU development. During the quarter, we also strengthened our infrastructure and capabilities through targeted investments in fiber and data centre capacity, and renewed our 2100 MHz spectrum license on favourable terms. While total revenues saw a modest year-on-year decline, our focus on value over volume and cost discipline translated into stronger profitability, with EBITDA AL up 4.0% and adjusted net income increasing by 7.5% year-on-year. Reflecting this strong start to the year and our confidence in continued execution, we are upgrading our full-year 2026 guidance to mid-single-digit growth in EBITDA AL and an around 10% increase in adjusted net income. Projected free cash flow generation is at least HUF 200 billion.”

Guidance:

	2025 Actual	Updated guidance for 2026
Revenue	HUF 983.9 billion	low-single-digit growth
EBITDA AL	HUF 386.8 billion	mid-single-digit growth
Adjusted net income	HUF 207.4 billion	ca. 10%
FCF ¹	HUF 220.9 billion	at least HUF 200 billion

¹ Excluding spectrum licenses



2. MANAGEMENT REPORT

2.1. Consolidated IFRS Group Results

2.1.1 Group Profit and Loss

(HUF millions)	Q1 2025	Q1 2026	Change	Change (%)
Mobile revenue	140,553	140,459	(94)	(0.1%)
Fixed line revenue	78,073	78,273	200	0.3%
SI/IT revenue	23,006	19,324	(3,682)	(16.0%)
Revenue	241,632	238,056	(3,576)	(1.5%)
Direct costs	(91,622)	(82,746)	8,876	9.7%
Gross profit	150,010	155,310	5,300	3.5%
Indirect costs	(44,784)	(46,095)	(1,311)	(2.9%)
EBITDA	105,226	109,215	3,989	3.8%
Depreciation and amortization	(35,310)	(34,911)	399	1.1%
Operating profit	69,916	74,304	4,388	6.3%
Net financial result	(5,169)	(3,812)	1,357	26.3%
Share of associates' and joint ventures' results	-	-	-	-
Profit before income tax	64,747	70,492	5,745	8.9%
Income tax	(9,080)	(10,048)	(968)	(10.7%)
Profit for the period	55,667	60,444	4,777	8.6%
Profit attributable to non-controlling interests	1,503	1,468	(35)	(2.3%)
Profit attributable to owners of the parent	54,164	58,976	4,812	8.9%

Total revenue declined by 1.5% year-on-year, amounting to HUF 238.1 billion in Q1 2026, as the continued growth in telecommunication service revenue driven by further uptake of mobile data and fixed broadband services was offset by the YoY decline in SI/IT and equipment revenues.

- **Mobile revenue was broadly unchanged year-on-year, amounting to HUF 140.5 billion in Q1 2026**, reflecting continued growth in mobile data revenue counterbalanced by the lower mobile equipment sales.
 - **Voice retail** revenue rose moderately year-on-year to HUF 35.3 billion in Q1 2026, driven by the increase recorded in the Hungarian operation as a result of the repricing in the new portfolio structure.
 - **Voice wholesale** revenue declined by 5.9% year-on-year to HUF 1.8 billion in Q1 2026, due to lower incoming traffic volumes at the North Macedonian operation.
 - **Data** revenue rose by 7.7% year-on-year to HUF 64.4 billion in Q1 2026, driven by the continued growth in usage levels coupled with a one-off impact.
 - **SMS** revenue was 12.4% lower year-on-year, amounting to HUF 6.5 billion in Q1 2026, due to lower use of the service among the residential customer base at the Hungarian operation.
 - **Mobile equipment** revenue was down 11.9% year-on-year, amounting to HUF 27.8 billion in Q1 2026. Decline was driven by the impact of the downscaling of the third-party export sales, which was partially compensated by the increase in the volume of sold handsets in both operations.
 - **Other mobile** revenue decreased by 4.9% year-on-year to HUF 4.6 billion in Q1 2026, driven by lower interest income in relation to earlier periods' equipment sale on installment.
- **Fixed line revenue increased moderately year-on-year, to HUF 78.3 billion in Q1 2026** as increases in fixed broadband and equipment revenues offset the decline in voice retail and data revenues.
 - **Voice retail** revenue decreased by 9.3% year-on-year to HUF 7.9 billion in Q1 2026, driven mostly by the erosion in the customer base and lower usage level in Hungary.



- **Broadband retail** revenue increased by 3.7% year-on-year to HUF 31.0 billion in Q1 2026, as the revenue growth from the continued expansion of the customer base coupled with further increases in ARPU levels, at both operations, outweighed the negative impact stemming from the deconsolidation of ViDaNet.
 - **TV** revenue was moderately lower year-on-year, amounting to HUF 19.8 billion in Q1 2026, reflecting the negative impact from the deconsolidation of ViDaNet which was mostly offset by the underlying growth witnessed in both countries.
 - **Fixed equipment** revenue was up by 20.1% year-on-year, amounting to HUF 6.4 billion in Q1 2026, driven by higher sales volumes as a result of more favorable offers at the Hungarian operation.
 - **Data, wholesale and other fixed line** revenue declined by 7.1% year-on-year to HUF 13.2 billion in Q1 2026, driven by lower wholesale data revenues.
- **System Integration and IT revenue was lower by 16.0% year-on-year, amounting to HUF 19.3 billion in Q1 2026.** The decline reflects different in-year project distribution dynamic and the absence of major projects which were present in the base period in Hungary. These combined offset the improvement in the North Macedonia SI/IT revenue.

Direct costs were lower by 9.7% year-on-year, at HUF 82.7 billion in Q1 2026, primarily driven by the reduction in SI/IT sales related and equipment costs.

- **Interconnect costs** were lower by 10.4% year-on-year, amounting to HUF 4.2 billion in Q1 2026, reflecting the lower traffic volumes in both operations.
- **SI/IT service-related costs** were lower by 25.0% YoY, amounting to HUF 12.8 billion in Q1 2026, in line with the year-on-year lower project volumes.
- **Impairment losses and gains on financial assets and contract assets (bad debt expenses)** improved by 21.0% YoY, to HUF 2.4 billion in Q1 2026, as a result of more favorable aging of receivables which offset increases stemming from higher installment sales.
- **Telecom tax** declined by 4.2% year-on-year, amounting to HUF 5.8 billion in Q1 2026, primarily due to the lower mobile voice traffic generated by business customers.
- **Other direct costs** were lower by 5.3% year-on-year, amounting to HUF 57.5 billion in Q1 2026, driven by the lower equipment costs in line with lower related sales.

Gross profit rose by 3.5% year-on-year, to HUF 155.3 billion in Q1 2026, thanks to higher gross profit from telecommunication services as well as the increase in the IT service contribution, despite its lower revenue base.

Indirect costs were up by 2.9% YoY, at HUF 46.1 billion in Q1 2026, stemming from increase in employee related expenses.

- **Employee-related expenses** were higher by 4.6% year-on-year, amounting to HUF 26.1 billion in Q1 2026, as a result of the wage increase implemented in March 2025 in the Hungarian operation.
- **Other operating expenses** remained broadly unchanged YoY, amounting to HUF 20.8 billion in Q1 2026, as savings in energy costs compensated for the increases related to subcontractor services.
- **Other operating income** amounted to HUF 0.8 billion in Q1 2026.

EBITDA increased by 3.8% year-on-year to HUF 109.2 billion in Q1 2026, thanks to improvements in gross profit; **EBITDA AL was up by 4.0% year-on-year to HUF 101.4 billion in Q1 2026.**

Depreciation and amortization ('D&A') expenses were moderately down year-on-year, at HUF 34.9 billion in Q1 2026.

Profit for the period rose by 8.6% year-on-year to HUF 60.4 billion in Q1 2026, reflecting the combined improvement in operating profit and financial results.

- **Net financial result** improved from a loss of HUF 5.2 billion in Q1 2025 to a loss of HUF 3.8 billion in Q1 2026. Year-on-higher interest income was primarily attributable to higher interest received related to the liquidity balances whilst improvement in other finance expenses was driven by lower unrealized FX losses vs Q1 2025.
- **Income tax expenses** were up by 10.7% year-on-year at HUF 10.0 billion in Q1 2026, driven by the year-on-year higher profit level.

Profit attributable to non-controlling interests remained broadly unchanged YoY, amounting to HUF 1.5 billion in Q1 2026, as improvement in profitability at the North Macedonian operation was counterbalanced by the YoY weakening of the Macedonian denar against the forint.

Adjusted net income (adjusted profit attributable to owners of the parent) was up at HUF 58.7 billion in Q1 2026.



2.1.2 Group Cash Flows

HUF millions	1-3 months 2025	1-3 months 2026	Change
Net cash generated from operating activities	74,572	74,884	312
Net cash used in investing activities	(40,973)	(34,244)	6,729
Less: (Payments for) / Proceeds from other financial assets	2,977	905	(2,072)
Investing cash flow excluding Payments for / Proceeds from other financial assets - net	(37,996)	(33,339)	4,657
Repayment of lease and other financial liabilities	(8,083)	(5,991)	2,092
Free cash flow	28,493	35,554	7,061
(Payments for) / Proceeds from other financial assets - net	(2,977)	(905)	2,072
Proceeds from / (Repayment of) loans and other borrowings - net	(29,405)	(35,050)	(5,645)
Dividends paid to Owners of the parent and Non-controlling interests	(7)	(2)	5
Treasury share purchase	(1,657)	-	1,657
Exchange differences on cash and cash equivalents	(295)	(30)	265
Change in cash and cash equivalents	(5,848)	(433)	5,415

Free cash flow (FCF) amounted to HUF 35.6 billion cash inflow in Q1 2026 (Q1 2025: HUF 28.5 billion cash inflow) mainly due to the reasons described below.

Operating cash flow

Net cash generated from operating activities slightly improved to a cash inflow of HUF 74.9 billion in Q1 2026, compared to cash inflow of HUF 74.6 billion in Q1 2025, attributable to the reasons outlined as follows:

- HUF 4.0 billion **positive impact due to higher EBITDA** in Q1 2026.
- HUF 8.2 billion **negative change in active working capital**, mainly as a result of:
 - higher increase in handset inventory balances in Hungary in Q1 2026 compared to Q1 2025 (negative impact: ca. HUF 5.3 billion) primarily due to precautionary inventory buildup to mitigate potential limited availability of memory cards,
 - different project seasonality led to unfavorable changes in SI/IT trade receivables (negative impact: ca. HUF 3.6 billion) in Q1 2026 compared to Q1 2025,
 - lower level of decline in net portfolio of installment receivables in Q1 2026 compared to Q1 2025 (negative impact ca. HUF 2.9 billion) as a result of increase in domestic handset sales,
 - favorable change in telecommunication customer related trade receivables in Hungary in Q1 2026 compared to Q1 2025 (positive impact: ca. HUF 5.2 billion) thanks to improvement in the aging.
- HUF 1.1 billion **positive change in provisions**, mainly reflecting lower employee-related provision payouts in Q1 2026 compared to Q1 2025.
- HUF 3.6 billion **positive change in passive working capital**, primarily driven by:
 - favorable change in liabilities to employees (positive impact: ca. HUF 3.9 billion) driven by different payment dynamics of monthly wage transfer in Q1 2026 compared to Q1 2025,
 - favorable changes in contract liabilities aggregate balances in Q1 2026 compared to Q1 2025 (positive impact: ca. HUF 2.0 billion) mainly driven by the seasonal impact of projects,
 - increase in the balances of handset creditors in Hungary (positive impact: ca. HUF 1.6 billion) due to higher inventory balances in relation with measures to avoid potential supply disruption Q1 2026 compared to Q1 2025,
 - decrease in the balances of SI/IT creditors in Hungary (negative impact: ca. HUF 3.1 billion) due to seasonality.
- HUF 1.8 billion **increase in income taxes paid** in Q1 2026 compared to Q1 2025, mainly reflecting higher local business tax and higher corporate income tax payment due to improving profit figures.

Investing cash flow excluding payments for / proceeds from other financial assets – net



Net cash used in investing activities amounted to HUF 33.3 billion in Q1 2026, compared to HUF 38.0 billion in Q1 2025.

- **Payment for property plant and equipment and intangible assets decreased** by HUF 6.9 billion YoY mainly driven by the combined effect of higher investments in fiber rollout and lower outpayments to Capex creditors in Hungary.
- **Payments for subsidiaries and business units increased** by HUF 2.0 billion YoY reflecting acquisition of telecommunications networks and their associated customer contracts in Q1 2026.

Repayment of lease and other financial liabilities

Repayment of lease and other financial liabilities improved to HUF 6.0 billion in Q1 2026 from HUF 8.1 billion in Q1 2025, primarily driven by different dynamics of lease payments.

Cash and cash equivalents improved by HUF 5.4 billion in Q1 2026 compared to Q1 2025. The improvement in FCF of HUF 7.1 billion YoY was counterbalanced mainly by the followings:

- **Proceeds from loans and other borrowings** decreased by HUF 6.8 billion due to the absence of inhouse DT Group funds utilization in Q1 2026 compared to Q1 2025.
- **Repayments of loans and other borrowings** improved by HUF 1.1 billion due to lower level of repayments of inhouse DT Group funds in Q1 2026 compared to Q1 2025.
- Different timing of **Treasury share purchase** resulted in HUF 1.7 billion lower cash outflow in Q1 2026 vs. Q1 2025.

The financial and operating statistics are available on the following website:

http://www.telekom.hu/about_us/investor_relations/financial

2.1.3 Consolidated Statements of Financial Position

The most significant changes in the balances of the Consolidated Statements of Financial Position from December 31, 2025 to March 31, 2026 (see Appendix 3.6 and 3.7) can be observed in the following lines:

- Other financial assets (current and non-current combined)
- Other intangible assets
- Trade payables
- Other financial liabilities (current and non-current combined)

Other financial assets (current and non-current combined) increased by HUF 36.5 billion from December 31, 2025 to March 31, 2026 mainly as a result of HUF 35.0 billion increase in cash pool receivables.

Other intangible assets increased by HUF 10.5 billion from December 31, 2025 to March 31, 2026, mainly reflecting the renewal of the radio spectrum usage right of Magyar Telekom's 2*10 MHz frequency blocks in the 2100 MHz frequency band in March 2026.

Trade payables decreased by HUF 32.7 billion from December 31, 2025 to March 31, 2026, reflecting a decrease in outstanding balances to handset, SI/IT, Capex and OPEX suppliers.

Other financial liabilities (current and non-current combined) increased by HUF 13.6 billion from December 31, 2025 to March 31, 2026, mainly due to the recognition of discounted one-time fee and future band fee of renewed radio spectrum usage right.

There has not been any other material change in the items of the Consolidated Statement of Financial Position in the period from December 31, 2025 to March 31, 2026. The less significant changes in balances of the Consolidated Statements of Financial Position are largely explained by the items of the Consolidated Statement of Cash Flows for 2026 and the related explanations provided above in section 2.1.2 Group Cash Flows. The changes in Equity are disclosed in the Equity movement table in section 3.10 Consolidated Statements of Changes in Equity.

2.1.4 Related party transactions

The significant changes in the volume of related party transactions have been disclosed in sections 2.1.2 Group Cash Flows and 2.1.3 Consolidated Statement of Financial Position. There have not been any other significant changes in related party transactions since the most recent annual financial report.

2.1.5 Contingencies and commitments

Contingent assets



A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence of uncertain future events not within the control of the Group. These assets are not recognized in the statement of financial position. The Group has no contingencies where the inflow of economic benefits would be probable and material.

Contingent liabilities

No provision has been recognized for these cases as management estimates that it is unlikely that these claims originating from past events would result in any material economic outflows from the Group, or the amount of the obligation cannot be measured with sufficient reliability. The Group has no contingencies where the outflow of economic benefits would be probable and material.

Guarantees

Magyar Telekom is also exposed to risks that arise from the possible drawdown of guarantees that in aggregation amounted to a nominal amount of HUF 15.3 billion as at December 31, 2025. The guarantees were issued as collateral to secure the fulfillment of the Group's certain contractual or tender-related obligations.

The Group has been doing its best to deliver on its contractual obligations and expects to continue to do so in the future. Even so disputes may emerge from time to time with our partners and sometimes these can result in the drawdown of the guarantees. These utilizations of the guarantees are not related and have no significant effect on the solvency of the Group.

Commitments

There has been no material change in the nature and amount of our commitments in 2026.

2.1.6 Material events

Magyar Telekom started preparation for the implementation of the inflation-based fee adjustment. In accordance with its earlier communications and practices, as of July 1, 2026, the Company will implement a fee adjustment amounting to 4.4%, in line with the 2025 average consumer price index published by the Hungarian Statistical Office. Customer contracts for tariff plans offered from March 12, 2026, are not affected by the fee adjustment, and prices of these offers will remain also unchanged from July 1, 2026.

For any material event that occurred between the end of the quarter (March 31, 2026) and the date of publishing this quarterly financial report, please see our Investor Relations website:

http://www.telekom.hu/about_us/investor_relations/investor_news

2.2. Segment reports

From 2020 the Chief Executive Officer (CEO) and the other Chief Officers together (Chief Officers) fulfill the chief operating decision maker (CODM) function in the Group. The Group's segments are reported in a manner consistent with the internal reporting provided to the CODMs, the key management of Magyar Telekom Plc. The Chief Officers assess the performance of the Group and make their decisions. Magyar Telekom's operating segments are: MT-Hungary and North Macedonia.

The MT-Hungary segment operates in Hungary, providing mobile and fixed line telecommunications, TV distribution, information communication and system integration services to millions of residential and business customers under the Telekom brand. Residential, Small and Medium sized business as well as business customers (corporate and public sector customers) are now served by the unified Telekom brand. The MT-Hungary segment is also responsible for the wholesale of mobile and fixed line services within Hungary, and performs strategic and cross-divisional management, as well as support functions on behalf of the Group, including Procurement, Treasury, Real Estate, Accounting, Tax, Legal and Internal Audit. This segment is also responsible for the Group's points of presence in Bulgaria and Romania, where it primarily provides wholesale services to local companies and operators.

The North Macedonia segment is responsible for the Group's full-scale mobile and fixed line telecommunications operations in North Macedonia.

The following tables present financial information related to these reportable segments. Such information is regularly provided to the Company's Management and reconciled with the corresponding Group numbers. This information includes several key indicators of profitability that are considered for the purposes of assessing performance and allocating resources. It is the Management's belief that Revenue, EBITDA, EBITDA AL and Capex, Capex AL are the most appropriate indicators for monitoring each segment's performance and are most consistent with how the Group's results are reported in the statutory financial statements.



2.2.1 MT-Hungary

	Q1 2025	Q1 2026	Change	Change (%)
HUF millions				
Voice	33,133	33,606	473	1.4%
Non-voice	62,051	65,538	3,487	5.6%
Equipment	28,391	24,556	(3,835)	(13.5%)
Other mobile revenue	4,212	3,987	(225)	(5.3%)
Mobile revenue	127,787	127,687	(100)	(0.1%)
Voice retail	7,425	6,701	(724)	(9.8%)
Broadband retail	27,987	29,034	1,047	3.7%
TV	18,500	18,316	(184)	(1.0%)
Equipment	5,299	6,366	1,067	20.1%
Other	12,051	11,452	(599)	(5.0%)
Fixed line revenue	71,262	71,869	607	0.9%
SI/IT revenue	22,915	19,027	(3,888)	(17.0%)
Revenue	221,964	218,583	(3,381)	(1.5%)
Direct costs	(85,639)	(76,549)	9,090	10.6%
Gross profit	136,325	142,034	5,709	4.2%
Indirect costs	(39,247)	(40,911)	(1,664)	(4.2%)
EBITDA	97,078	101,123	4,045	4.2%
EBITDA AL	89,643	93,592	3,949	4.4%
Segment Capex AL excl. spectrum licenses	18,859	22,979	4,120	21.8%
Spectrum licenses	-	15,088	15,088	-

Operational statistics – access numbers	March 31 2025	March 31 2026	Change (%)
Number of SIM cards	6,464,351	6,583,406	1.8%
Postpaid share in total	58.4%	57.3%	n.a.
Total fixed voice access	1,177,762	1,104,240	(6.2%)
Total retail fixed broadband customers	1,666,238	1,678,014	0.7%
Total TV customers	1,417,912	1,409,327	(0.6%)

Operational statistics – ARPU (HUF)	Q1 2025	Q1 2026	Change (%)
Blended mobile ARPU	4,912	5,014	2.1%
Postpaid ARPU	7,840	8,152	4.0%
Prepaid ARPU	1,401	1,497	6.8%
M2M ARPU	243	254	4.5%
Blended fixed voice ARPU	2,082	2,010	(3.5%)
Blended fixed broadband ARPU	5,566	5,733	3.0%
Blended TV ARPU	4,324	4,346	0.5%

Total revenue for the MT-Hungary segment was down by 1.5% year-on-year at HUF 218.6 billion in Q1 2026, as the continued increases in mobile data and fixed broadband revenues were offset by the YoY lower equipment sales and SI/IT revenue.

- Mobile revenue** was broadly unchanged year-on-year in Q1 2026, resulting from the combined impact of increasing service revenues and the decline in equipment sales. Service revenue increase was primarily driven by the continued increase in mobile data revenues. At the same time, the new portfolio structure introduced in April 2025, resulted in a revenue shift from SMS towards voice, with now SMS being an add-on element whilst previously it was built in as a bundle to the voice packages. Decline in equipment sales YoY was driven by the significant reduction in third-party export sales, which outweighed the positive impacts from the increases in the volume of customer sale transactions.



- **Fixed line revenue** was up moderately year-on-year in Q1 2026, with improvement in broadband revenues and higher equipment sales offsetting the decline in voice and TV revenues, both including the deconsolidation impact of ViDaNet. Broadband revenue growth continued to be driven by the further uptake of the fiber broadband service parallel to the expansion of the network reach. At the same time, voice revenue decline remained to be the combined result of the erosion in the subscriber base and declining usage levels, whilst YoY lower TV revenue reflects the deconsolidation impact of ViDaNet.
- **SI/IT revenue** was down by 17.0% year-on-year in Q1 2026, reflecting different in-year project distribution dynamic and the absence of major projects which were present in the base period.

Gross profit was up by 4.2% year-on-year in Q1 2026, thanks to the increase in telecommunication as well as IT service margins.

EBITDA increased by 4.2% year-on-year and **EBITDA AL** was up by 4.4% year-on-year in Q1 2026, driven by the higher gross profit partly mitigated by increase in employee related expenses.

Capex AL excluding spectrum licenses was higher by 21.8% year-on-year in Q1 2026, amounting to HUF 23.0 billion, due to higher investments towards the fixed and mobile networks as well as data center capacity expansions.

Outlook: The global economic outlook remains uncertain, and the Hungarian economic, business, and competitive environment continues to evolve. Magyar Telekom actively monitors these trends and adapts its strategy and operations accordingly.

2.2.2 North Macedonia

	Q1 2025	Q1 2026	Change	Change (%)
HUF millions				
Voice	3,758	3,489	(269)	(7.2%)
Non-voice	5,196	5,401	205	3.9%
Equipment	3,148	3,233	85	2.7%
Other mobile revenue	665	650	(15)	(2.3%)
Mobile revenue	12,767	12,773	6	0.0%
Voice retail	1,316	1,231	(85)	(6.5%)
Broadband retail	1,900	1,954	54	2.8%
TV	1,448	1,484	36	2.5%
Equipment	20	20	0	0.0%
Other	1,703	1,583	(120)	(7.0%)
Fixed line revenue	6,387	6,272	(115)	(1.8%)
SI/IT revenue	267	297	30	11.2%
Revenue	19,421	19,342	(79)	(0.4%)
Direct costs	(5,984)	(6,231)	(247)	(4.1%)
Gross profit	13,437	13,111	(326)	(2.4%)
Indirect costs	(5,054)	(4,999)	55	1.1%
EBITDA	8,383	8,112	(271)	(3.2%)
EBITDA AL	8,080	7,794	(286)	(3.5%)
Segment Capex AL excl. spectrum licenses	2,636	2,369	(267)	(10.1%)
Spectrum licenses	-	-	-	-
Operational statistics – access numbers				
	March 31 2025	March 31 2026	Change	(%)
Number of mobile SIMs	1,259,804	1,283,724		1.9%
Postpaid share in total	48.2%	48.7%		n.a.
Total fixed voice access	233,612	238,959		2.3%
Total fixed retail broadband customers	218,752	226,454		3.5%
Total TV customers	161,496	171,428		6.1%

Total revenue in North Macedonia was moderately down year-on-year to HUF 19.3 billion in Q1 2026 in forint terms, whilst in local currency revenues increased by 5.8% YoY, with difference arising from the 6.0% strengthening of the forint against the Macedonian denar year-on-year. Underlying revenue growth was the result of higher service revenues, coupled with an increase in mobile equipment sales.



- **Mobile revenue** was flat year-on-year in forint terms in Q1 2026, whilst was up by 6.4% in denar, driven primarily by the continued increase in data revenue thanks to the further expansion of the user base, and strong increase in equipment sales. Voice revenue declined due to considerably lower voice wholesale revenue as a result of reduction in incoming traffic volumes.
- **Fixed line revenue** was down by 1.8% year-on-year in forint terms in Q1 2026, whilst it increased by 4.3% YoY in local currency. Underlying improvement was driven by the growth in both fixed broadband and TV revenues, in line with the expansion of the relevant customer bases, but was partly mitigated by the reduction in wholesale revenue because of the lower international incoming traffic volume.
- **SI/IT revenue** rose by 11.2% year-on-year in forint terms in Q1 2026, mostly reflecting different annual project dynamics.

Gross profit while was down by 2.4% year-on-year in forint terms in Q1 2026, it rose by 3.7% year-on-year in Macedonian denar, thanks to higher telecommunication service contribution, which more than offset the increase in equipment costs.

EBITDA was down by 3.2% year-on-year and **EBITDA AL** by 3.5% year-on-year in Q1 2026 in forint terms, whilst improved by 2.8% and 2.5% respectively in local currency. Gross profit improvement was partially offset by higher indirect costs, such as marketing and maintenance expenses.

CAPEX AL was lower by 10.1% YoY in Q1 2026, reflecting temporarily lower investment towards the fixed network.

Outlook: Looking ahead, competition is expected to intensify further with the possible entrance of a new operator to the North Macedonian telecommunication market which may exert pressure on the profitability.



3. APPENDIX

3.1. Basis of preparation and initial application, interpretations and amendments of IFRS Accounting Standards

This condensed consolidated financial information was prepared in accordance with IAS 34 (Interim Financial Reporting) and should be read in conjunction with the Consolidated financial statements for the year ended December 31, 2025, which were prepared in accordance with IFRS Accounting Standards as endorsed by the European Union. This consolidated interim financial information has not been audited.

The Consolidated and Separate financial statements of Magyar Telekom for December 31, 2025 were audited and the audit reports were unqualified. They were approved by the shareholders at the Annual General Meeting on April 8, 2026 and have been published electronically on the sites required by the relevant laws and regulations.

The principal accounting policies followed by the Group and the critical accounting estimates in applying accounting policies are consistent with those disclosed in the consolidated annual financial statements for the year ended December 31, 2025 with the following exception:

Pronouncement	Title	To be applied from	Changes	Expected impact on the Group's financial statement
IFRS Accounting Standards endorsed by the EU				
Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments	Jan 1, 2026	The amendments of IFRS 7 and IFRS 9 mainly clarify the requirements for classifying and measuring financial instruments to make financial reporting more consistent and transparent. The changes in IFRS 9 relate to derecognition to simplify the process for derecognizing financial liabilities settled electronically and to classification providing more guidance on classifying financial assets with non-recourse features and contractually linked instruments. Changes of IFRS 7 enhance disclosure requirements for fair value through other comprehensive income and contractual terms impacting cash flows.	No material impact.
Annual Improvements Volume 11		Jan 1, 2026	The IASB issued narrow amendments to IFRS Accounting Standards as part of its regular maintenance of the Standards. These amendments include clarifications, simplifications, corrections and changes aimed at improving the consistency of several IFRS Accounting Standards.	No material impact.



Pronouncement	Title	To be applied from	Changes	Expected impact on the Group's financial statement
IFRS Accounting Standards endorsed by the EU				
Amendments to IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity	Jan 1, 2026	<p>Amendments to IFRS 9 Financial Instruments:</p> <ul style="list-style-type: none"> ▪ the own-use requirements in IFRS 9 are amended to include the factors an entity is required to consider when applying IFRS 9 2.4 to contracts to buy and take delivery of renewable electricity for which the source of production of the electricity is nature-dependent; and ▪ the hedge accounting requirements in IFRS 9 are amended to permit an entity using a contract for nature-dependent renewable electricity with specified characteristics as a hedging instrument <p>Amendments to IFRS 7 Financial Instruments: Disclosures and IFRS 19 Subsidiaries without Public Accountability: Disclosures:</p> <p>The IASB amends IFRS 7 and IFRS 19 to introduce disclosure requirements about contracts for nature-dependent electricity with specified characteristics.</p>	No material impact.

3.2. Macroeconomic environment and critical accounting estimates

Management continuously monitors the progress in the Hungarian economic environment, as well as the effects of the wars and other global developments, particularly on the macroeconomic trends and current market conditions. The associated risks are monitored and assessed by the Group through the quarterly risk reporting process with risk owners.

In April 2026, the election of the members of the Hungarian Parliament was held, resulting in the formation of a new state administration. It is not yet possible to predict the effects of this change on the Group.

The intensification of global conflicts may lead to additional rise in energy prices and more disruption on supply chains and more limited availability of memory cards, which may have a negative impact on Magyar Telekom.

In preparing the interim financial report, management has made judgments and estimates about the future:

- During the updating of the goodwill impairment test the management has taken into account the period-end book values, EUR/HUF exchange rate, and weighted average cost of capital and as a result of that, no impairment was needed to be recognized.
- Considering the general economic factors, the solvency of customers has been assessed and management concluded that there was no need to recognize further allowance for bad debts in the first quarter of 2026.
- No further material impairment needed to be recognized in the first quarter of 2026.

Altogether, the Group continues to meet the increased demand for connectivity through its network and has not identified any events which could jeopardize the going concern of its operation, furthermore, based on the management's assessment of future cashflows, no underperformance is expected in the long term.



3.3. Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income – quarterly year-on-year comparison

	Q1 2025 (unaudited)	Q1 2026 (unaudited)	Change	Change (%)
(HUF millions, except per share amounts)				
Mobile revenue	140,553	140,459	(94)	(0.1%)
Fixed line revenue	78,073	78,273	200	0.3%
SI/IT revenue	23,006	19,324	(3,682)	(16.0%)
Revenue	241,632	238,056	(3,576)	(1.5%)
Interconnect costs	(4,674)	(4,186)	488	10.4%
SI/IT service related costs	(17,018)	(12,767)	4,251	25.0%
Impairment losses and gains on financial assets and contract assets	(3,056)	(2,413)	643	21.0%
Telecom tax	(6,089)	(5,831)	258	4.2%
Other direct costs	(60,785)	(57,549)	3,236	5.3%
Direct costs	(91,622)	(82,746)	8,876	9.7%
Employee-related expenses	(24,986)	(26,128)	(1,142)	(4.6%)
Depreciation and amortization	(35,310)	(34,911)	399	1.1%
Other operating expenses	(20,859)	(20,770)	89	0.4%
Operating expenses	(172,777)	(164,555)	8,222	4.8%
Other operating income	1,061	803	(258)	(24.3%)
Operating profit	69,916	74,304	4,388	6.3%
Interest income	1,758	2,421	663	37.7%
Interest expense	(4,495)	(4,454)	41	0.9%
Other finance expense - net	(2,432)	(1,779)	653	26.9%
Net financial result	(5,169)	(3,812)	1,357	26.3%
Share of associates' and joint ventures' results	-	-	-	-
Profit before income tax	64,747	70,492	5,745	8.9%
Income tax	(9,080)	(10,048)	(968)	(10.7%)
Profit for the period	55,667	60,444	4,777	8.6%
Other comprehensive income:				
Items to be reclassified to profit or loss in subsequent periods:				
Exchange differences on translating foreign operations	(3,006)	(317)	2,689	89.5%
Items not to be reclassified to profit or loss in subsequent periods:				
Revaluation of financial assets at FV OCI	96	(12)	(108)	n.m.
Other comprehensive income for the year, net of tax	(2,910)	(329)	2,581	88.7%
Total comprehensive income for the period	52,757	60,115	7,358	13.9%
Profit attributable to:				
Owners of the parent	54,164	58,976	4,812	8.9%
Non-controlling interests	1,503	1,468	(35)	(2.3%)
	55,667	60,444	4,777	8.6%
Total comprehensive income attributable to:				
Owners of the parent	52,319	58,803	6,484	12.4%
Non-controlling interests	438	1,312	874	199.5%
	52,757	60,115	7,358	13.9%
Earnings per share (EPS) information:				
Profit attributable to the owners of the Company	54,164	58,976		
Weighted average number of common stock outstanding used for basic/diluted EPS	908,451,889	885,759,569		
Basic / diluted earnings per share (HUF)	59.62	66.58	6.96	11.7%



3.4. Revenue breakdown – quarterly year-on-year comparison

(HUF millions)	Q1 2025	Q1 2026	Change	Change (%)
Voice retail	34,991	35,307	316	0.9%
Voice wholesale	1,900	1,788	(112)	(5.9%)
Data	59,800	64,419	4,619	7.7%
SMS	7,447	6,520	(927)	(12.4%)
Equipment	31,539	27,789	(3,750)	(11.9%)
Other mobile revenue	4,876	4,636	(240)	(4.9%)
Mobile revenue	140,553	140,459	(94)	(0.1%)
Voice retail	8,741	7,932	(809)	(9.3%)
Broadband retail	29,887	30,988	1,101	3.7%
TV	19,948	19,800	(148)	(0.7%)
Equipment	5,319	6,386	1,067	20.1%
Data, wholesale and other fixed line revenue	14,178	13,167	(1,011)	(7.1%)
Fixed line revenue	78,073	78,273	200	0.3%
SI/IT revenue	23,006	19,324	(3,682)	(16.0%)
Revenue	241,632	238,056	(3,576)	(1.5%)

3.5. Operating expenses breakdown – quarterly year-on-year comparison

(HUF millions)	Q1 2025	Q1 2026	Change	Change (%)
Direct costs	(91,622)	(82,746)	8,876	9.7%
Employee-related expenses	(24,986)	(26,128)	(1,142)	(4.6%)
Depreciation and amortization	(35,310)	(34,911)	399	1.1%
Other operating expenses	(20,859)	(20,770)	89	0.4%
Operating expenses	(172,777)	(164,555)	8,222	4.8%



3.6. Interim Consolidated Statement of Financial Position - Assets

(HUF millions)	Dec 31, 2025 (unaudited)	Mar 31, 2026 (unaudited)	Change	Change (%)
ASSETS				
Cash and cash equivalents	14,429	13,996	(433)	(3.0%)
Trade receivables within one year	210,272	203,890	(6,382)	(3.0%)
Other current assets	9,354	10,397	1,043	11.2%
Derivative financial instruments contracted with related parties	63	39	(24)	(38.1%)
Other current financial assets	106,847	143,498	36,651	34.3%
Contract assets	18,313	18,649	336	1.8%
Current income tax receivable	107	2,259	2,152	n.m.
Inventories	29,620	31,456	1,836	6.2%
	389,005	424,184	35,179	9.0%
Assets held for sale	712	712	-	0.0%
Total current assets	389,717	424,896	35,179	9.0%
Property, plant and equipment	528,344	531,115	2,771	0.5%
Right-of-use assets	128,551	127,467	(1,084)	(0.8%)
Goodwill	211,958	211,958	-	0.0%
Other intangible assets	268,891	279,435	10,544	3.9%
Investments in associates and joint ventures	-	-	-	-
Deferred tax assets	201	209	8	4.0%
Trade receivables over one year	26,513	25,804	(709)	(2.7%)
Derivative financial instruments contracted with related parties	969	1,635	666	68.7%
Other non-current financial assets	5,616	5,471	(145)	(2.6%)
Contract assets	4,657	4,403	(254)	(5.5%)
Other non-current assets	12,733	13,174	441	3.5%
Total non-current assets	1,188,433	1,200,671	12,238	1.0%
Total assets	1,578,150	1,625,567	47,417	3.0%



3.7. Interim Consolidated Statement of Financial Position – Liabilities and Equity

(HUF millions)	Dec 31, 2025 (unaudited)	Mar 31, 2026 (unaudited)	Change	Change (%)
LIABILITIES				
Financial liabilities to related parties	614	906	292	47.6%
Derivative financial instruments contracted with related parties	59	94	35	59.3%
Lease liabilities	26,672	29,365	2,693	10.1%
Corporate bonds	34,843	34,888	45	0.1%
Trade payables	165,816	133,083	(32,733)	(19.7%)
Other financial liabilities	10,291	13,185	2,894	28.1%
Current income tax payable	16,821	20,929	4,108	24.4%
Provisions	6,647	6,264	(383)	(5.8%)
Contract liabilities	14,814	14,685	(129)	(0.9%)
Other current liabilities	16,727	17,333	606	3.6%
	293,304	270,732	(22,572)	(7.7%)
Liabilities held for sale	-	-	-	n.a.
Total current liabilities	293,304	270,732	(22,572)	(7.7%)
Financial liabilities to related parties	57,756	58,153	397	0.7%
Lease liabilities	116,138	113,855	(2,283)	(2.0%)
Corporate bonds	34,676	34,716	40	0.1%
Other financial liabilities	88,402	99,092	10,690	12.1%
Deferred tax liabilities	18,430	18,542	112	0.6%
Provisions	30,850	31,740	890	2.9%
Contract liabilities	276	361	85	30.8%
Other non-current liabilities	450	393	(57)	(12.7%)
Total non-current liabilities	346,978	356,852	9,874	2.8%
Total liabilities	640,282	627,584	(12,698)	(2.0%)
EQUITY				
Common stock	93,862	93,862	-	0.0%
Capital reserves	24,644	24,644	-	0.0%
Treasury stock	(67,143)	(67,143)	-	0.0%
Retained earnings	809,234	868,210	58,976	7.3%
Accumulated other comprehensive income	34,268	34,095	(173)	(0.5%)
Total equity of the owners of the parent	894,865	953,668	58,803	6.6%
Non-controlling interests	43,003	44,315	1,312	3.1%
Total equity	937,868	997,983	60,115	6.4%
Total liabilities and equity	1,578,150	1,625,567	47,417	3.0%



3.8. Interim Consolidated Statement of Cash Flows

(HUF millions)	1-3 months 2025 (unaudited)	1-3 months 2026 (unaudited)	Change	Change (%)
Cash flows from operating activities				
Profit for the period	55,667	60,444	4,777	8.6%
Depreciation and amortization	35,310	34,911	(399)	(1.1%)
Income tax expense	9,080	10,048	968	10.7%
Net financial result	5,169	3,812	(1,357)	(26.3%)
Share of associates' and joint ventures' result	-	-	-	-
Change in assets carried as working capital	10,915	2,718	(8,197)	(75.1%)
Change in provisions	(1,119)	(12)	1,107	98.9%
Change in liabilities carried as working capital	(30,180)	(26,583)	3,597	11.9%
Income tax paid	(6,182)	(7,986)	(1,804)	(29.2%)
Dividend received	-	-	-	-
Interest and other financial charges paid	(5,048)	(4,838)	210	4.2%
Interest received	1,756	2,412	656	37.4%
Other non-cash items	(796)	(42)	754	94.7%
Net cash generated from operating activities	74,572	74,884	312	0.4%
Cash flows from investing activities				
Payments for property plant and equipment (PPE) and intangible assets	(38,257)	(31,362)	6,895	18.0%
Proceeds from disposal of PPE and intangible assets	261	47	(214)	(82.0%)
Payments for subsidiaries and business units	-	(2,024)	(2,024)	-
Cash acquired through business combinations	-	-	-	-
Proceeds from disposal of subsidiaries and business units	-	-	-	-
Payments for other financial assets	(3,036)	(905)	2,131	70.2%
Proceeds from other financial assets	59	-	(59)	(100.0%)
Payments for interests in associates and joint ventures	-	-	-	-
Net cash used in investing activities	(40,973)	(34,244)	6,729	16.4%
Cash flows from financing activities				
Dividends paid to Owners of the parent and Non-controlling interests	(7)	(2)	5	71.4%
Proceeds from loans and other borrowings	6,787	-	(6,787)	(100.0%)
Repayment of loans and other borrowings	(36,192)	(35,050)	1,142	3.2%
Proceeds from corporate bonds	-	-	-	-
Repayment of lease and other financial liabilities	(8,083)	(5,991)	2,092	25.9%
Treasury share purchase	(1,657)	-	1,657	100.0%
Net cash used in financing activities	(39,152)	(41,043)	(1,891)	(4.8%)
Exchange differences on cash and cash equivalents	(295)	(30)	265	89.8%
Change in cash and cash equivalents	(5,848)	(433)	5,415	92.6%
Cash and cash equivalents, beginning of period	18,010	14,429	(3,581)	(19.9%)
Cash and cash equivalents, end of period	12,162	13,996	1,834	15.1%



3.9. Net debt reconciliation to changes in Statement of Cash Flows

HUF millions	Opening Balance at January 1, 2026	Changes in cash and cash equivalents	Changes affecting cash flows from operating activities	Changes in financial liabilities without cash movement	Changes affecting cash flows from investing activities	Changes affecting cash flows from financing activities				Closing Balance at March 31, 2026
						Proceeds from loans and borrowings	Repayment of loans and other borrowings	Repayment of lease and other financial liabilities	Other	
Related party loans	58,370	-	341	378	-	35,020	(35,050)	-	-	59,059
Derivatives from related parties	59	-	-	572	(537)	-	-	-	-	94
Spectrum fee payable	91,118	-	(901)	15,441	-	-	-	(1,267)	-	104,391
Bonds	69,519	-	(30)	115	-	-	-	-	-	69,604
Lease liabilities	142,810	-	(1,913)	6,793	-	-	-	(4,470)	-	143,220
Debtors overpayment	1,387	-	(140)	-	-	-	-	-	-	1,247
Other financial liabilities	6,188	-	(91)	796	-	-	-	(254)	-	6,639
- Less cash and cash equivalent	(14,429)	433	-	-	-	-	-	-	-	(13,996)
- Less other current financial assets and derivative financial instruments	(106,910)	-	(1,142)	(111)	(354)	(35,020)	-	-	-	(143,537)
Net debt	248,112	433	(3,876)	23,984	(891)	0	(35,050)	(5,991)	-	226,721
Treasury share purchase									-	
Dividends paid to Owners of the parent and Non-controlling interest									(2)	
Net Cash used in financing activities									(41,043)	



3.10. Interim Consolidated Statement of Changes in Equity

	pieces	HUF millions								
	Shares of common stock	Common stock	Capital reserves	Treasury stock	Retained earnings	Accumulated Other Comprehensive Income		Equity of the owners of the parent	Non-controlling interests	Total Equity
						Cumulative translation adjustment	Revaluation reserve for FVOCI financial assets – net of tax			
Balance at January 1, 2025	938,617,497	93,862	24,644	(26,354)	691,652	37,915	1,438	823,157	45,353	868,510
Dividend declared to Owners of the parent	-	-	-	-	-	-	-	-	-	-
Dividend declared to Non-controlling interests	-	-	-	-	-	-	-	-	-	-
Treasury share purchase	-	-	-	(1,657)	-	-	-	(1,657)	-	(1,657)
Capital decrease with cancellation of treasury share	-	-	-	-	-	-	-	-	-	-
Transactions with owners in their capacity as owners	-	-	-	(1,657)	-	-	-	(1,657)	-	(1,657)
Other comprehensive income	-	-	-	-	-	(1,898)	53	(1,845)	(1,065)	(2,910)
Profit or loss	-	-	-	-	54,164	-	-	54,164	1,503	55,667
Total comprehensive income	-	-	-	-	54,164	(1,898)	53	52,319	438	52,757
Balance at March 31, 2025	938,617,497	93,862	24,644	(28,011)	745,816	36,017	1,491	873,819	45,791	919,610
Dividend declared to Owners of the parent	-	-	-	-	(90,858)	-	-	(90,858)	-	(90,858)
Dividend declared to Non-controlling interests	-	-	-	-	-	-	-	-	(6,772)	(6,772)
Treasury share purchase	-	-	-	(39,132)	-	-	-	(39,132)	-	(39,132)
Capital decrease with cancellation of treasury share	-	-	-	-	-	-	-	-	-	-
Transactions with owners in their capacity as owners	-	-	-	(39,132)	(90,858)	-	-	(129,990)	(6,772)	(136,762)
Other comprehensive income	-	-	-	-	-	(3,162)	(78)	(3,240)	(1,624)	(4,864)
Profit or loss	-	-	-	-	154,276	-	-	154,276	5,608	159,884
Total comprehensive income	-	-	-	-	154,276	(3,162)	(78)	151,036	3,984	155,020
Balance at December 31, 2025	938,617,497	93,862	24,644	(67,143)	809,234	32,855	1,413	894,865	43,003	937,868
Dividend declared to Owners of the parent	-	-	-	-	-	-	-	-	-	-
Dividend declared to Non-controlling interests	-	-	-	-	-	-	-	-	-	-
Treasury share purchase	-	-	-	-	-	-	-	-	-	-
Capital decrease with cancellation of treasury share	-	-	-	-	-	-	-	-	-	-
Transactions with owners in their capacity as owners	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	(166)	(7)	(173)	(156)	(329)
Profit or loss	-	-	-	-	58,976	-	-	58,976	1,468	60,444
Total comprehensive income	-	-	-	-	58,976	(166)	(7)	58,803	1,312	60,115
Balance at March 31, 2026	938,617,497	93,862	24,644	(67,143)	868,210	32,689	1,406	953,668	44,315	997,983
Of which treasury stock	(52,857,928)									
Shares of common stock outstanding	885,759,569									



3.11. Exchange rate information

	Q1 2025	Q1 2026	Change (%)
HUF/EUR beginning of period	410.09	385.40	(6.0%)
HUF/EUR period-end	401.90	385.85	(4.0%)
HUF/EUR cumulative monthly average	404.81	381.08	(5.9%)
HUF/MKD beginning of period	6.67	6.27	(6.0%)
HUF/MKD period-end	6.51	6.25	(4.0%)
HUF/MKD cumulative monthly average	6.57	6.18	(5.9%)

3.12. Segment information

HUF millions	Q1 2025	Q1 2026
Total MT-Hungary revenue	221,964	218,583
Less: MT-Hungary revenue from other segments	(27)	(26)
MT-Hungary revenue from external customers	221,937	218,557
Total North Macedonia revenue	19,421	19,342
Less: North Macedonia revenue from other segments	(10)	(10)
North Macedonia revenue from external customers	19,411	19,332
Total consolidated revenue of the segments	241,348	237,889
Measurement differences to Group revenue	284	167
Total revenue of the Group	241,632	238,056
Segment results (EBITDA)		
Hungary	97,078	101,123
North Macedonia	8,383	8,112
Total EBITDA of the segments	105,461	109,235
Measurement differences to Group EBITDA	(235)	(20)
Total EBITDA of the Group	105,226	109,215
Segment Capex AL excl. spectrum licenses		
Hungary	18,859	22,979
North Macedonia	2,636	2,369
Total Segment Capex AL excl. spectrum licenses	21,495	25,348
Measurement differences to Group Capex AL excl. spectrum licenses	-	-
Total Capex AL excl. spectrum licenses of the Group	21,495	25,348



3.13. Fair value of financial instruments – financial assets

March 31, 2026 HUF millions	Financial assets				Carrying amount	Fair value
	Amortized cost	FVOCI (Level 1)	FVTPL (Level 2)	FVTPL (Level 3)		
Cash and cash equivalents	13,996	-	-	-	13,996	13,996
Bank deposits with original maturities over 3 months	2,314	-	-	-	2,314	2,314
Cash-pool receivables	138,889	-	-	-	138,889	138,889
Trade receivables within one year	203,890	-	-	-	203,890	203,890
Trade receivables over one year	25,804	-	-	-	25,804	23,877
Derivative financial instruments contracted with related parties	-	-	1,674	-	1,674	1,674
Finance lease receivable	1,481	-	-	-	1,481	1,409
Equity instruments	-	3,171	-	1,400	4,571	4,571
Other current receivables	1,545	-	-	-	1,545	1,545
Other non-current receivables	169	-	-	-	169	166
Total	388,088	3,171	1,674	1,400	394,333	392,331

December 31, 2025 HUF millions	Financial assets				Carrying amount	Fair value
	Amortized cost	FVOCI (Level 1)	FVTPL (Level 2)	FVTPL (Level 3)		
Cash and cash equivalents	14,429	-	-	-	14,429	14,429
Bank deposits with original maturities over 3 months	1,928	-	-	-	1,928	1,928
Cash-pool receivables	103,869	-	-	-	103,869	103,869
Trade receivables within one year	210,272	-	-	-	210,272	210,272
Trade receivables over one year	26,513	-	-	-	26,513	24,791
Derivative financial instruments contracted with related parties	-	-	1,032	-	1,032	1,032
Finance lease receivable	1,288	-	-	-	1,288	1,232
Equity instruments	-	3,194	-	1,400	4,594	4,594
Other current receivables	608	-	-	-	608	608
Other non-current receivables	176	-	-	-	176	173
Total	359,083	3,194	1,032	1,400	364,709	362,929

3.14. Fair value of financial instruments – financial liabilities

March 31, 2026 HUF millions	Financial liabilities			Carrying amount	Fair value
	Measured at amortized cost	FVTPL (Level 2)	FVTPL (Level 3)		
Financial liabilities to related parties	59,059	-	-	59,059	61,506
Derivative financial instruments contracted with related parties	-	94	-	94	94
Trade payables	133,083	-	-	133,083	133,083
Frequency fee payable	104,391	-	-	104,391	77,579
Bonds	69,604	-	-	69,604	66,780
Lease liabilities	143,220	-	-	143,220	129,702
Debtors' overpayment	1,247	-	-	1,247	1,247
Other current liabilities	4,815	-	-	4,815	4,815
Other non-current liabilities	1,824	-	-	1,824	1,774
Total	517,243	94	-	517,337	476,580

December 31, 2025 HUF millions	Financial liabilities			Carrying amount	Fair value
	Measured at amortized cost	FVTPL (Level 2)	FVTPL (Level 3)		
Financial liabilities to related parties	58,370	-	-	58,370	61,800
Derivative financial instruments contracted with related parties	-	59	-	59	59
Trade payables	165,816	-	-	165,816	165,816
Frequency fee payable	91,118	-	-	91,118	69,708
Bonds	69,519	-	-	69,519	65,231
Lease liabilities	142,810	-	-	142,810	127,633
Debtors' overpayment	1,387	-	-	1,387	1,387
Other current liabilities	3,753	-	-	3,753	3,753
Other non-current liabilities	2,435	-	-	2,435	2,406
Total	535,208	59	-	535,267	497,793



3.15. EBITDA reconciliation

(HUF millions)	Q1 2025 MT Group	Q1 2025 MT-Hungary	Q1 2025 North Macedonia	Q1 2026 MT Group	Q1 2026 MT-Hungary	Q1 2026 North Macedonia
EBITDA	105,226	97,078	8,383	109,215	101,123	8,112
IFRS 16 related D&A	(5,909)	(5,647)	(262)	(5,936)	(5,664)	(272)
IFRS 16 related Interest	(1,829)	(1,788)	(41)	(1,913)	(1,867)	(46)
EBITDA after lease	97,488	89,643	8,080	101,366	93,592	7,794
Other D&A (unallocated)	(29,401)	n.a.	n.a.	(28,975)	n.a.	n.a.
Other Financial result (unallocated)	(3,340)	n.a.	n.a.	(1,899)	n.a.	n.a.
Profit before tax	64,747	n.a.	n.a.	70,492	n.a.	n.a.

3.16. Adjusted profit attributable to owners of the parent reconciliation

(HUF millions)	Q1 2025	Q1 2026	Change	Change (%)
Profit attributable to the owners of the parent	54,164	58,976	4,812	8.9%
Changes in depreciation and amortization	-	-	-	-
Changes in net financial result*	408	(315)	(723)	n.m.
Changes in income tax	-	-	-	-
Total adjusting factors	408	(315)	(723)	n.m.
Adjusted profit attributable to owners of the parent	54,572	58,661	4,089	7.5%

* Related to unrealized FX gains and losses and derivative fair value changes

3.17. Capex from Interim Consolidated Statement of Cash Flows

(HUF millions)	1-3 months 2025 MT Group	1-3 months 2026 MT Group
Payments for PPE and intangible assets	38,257	31,362
Less spectrum payments	-	-
Payments for PPE and intangible assets excl. spectrum payments	38,257	31,362
+/- Cash adjustments	(16,762)	(6,014)
Capex AL excl. spectrum	21,495	25,348
ROU capex	5,074	5,019
Spectrum capex	-	15,088
Capex	26,569	45,455



3.18. Capex from Interim Consolidated Statement of Financial Position

(HUF millions)	Q1 2025 MT Group	Q1 2025 MT-Hungary*	Q1 2025 North Macedonia*	Q1 2026 MT Group	Q1 2026 MT-Hungary*	Q1 2026 North Macedonia*
Capex AL excl. spectrum licenses	21,495	18,859	2,636	25,348	22,979	2,369
ROU capex	5,074	4,929	145	5,019	4,845	174
Spectrum capex	-	-	-	15,088	15,088	-
Capex	26,569	23,788	2,781	45,455	42,912	2,543

*Deviation versus segment Capex values may occur due to measurement differences.



4. DECLARATION

We the undersigned declare that to the best of our knowledge this report prepared in accordance with IFRS Accounting Standards as endorsed by the EU, gives a true and fair view of the assets, liabilities, financial position and profit or loss of Magyar Telekom Plc. and its consolidated undertakings. In addition, the report gives a fair view of the position, development and performance of Magyar Telekom Plc. and its consolidated undertakings and contains risk factors and uncertainties.

Independent Auditor's Report was not prepared on the quarterly financial report.

Tibor Rékasi
Chief Executive Officer, member of the Board

André Lenz
Chief Financial Officer, member of the Board

Budapest, May 12, 2026

This investor news contains forward-looking statements. Statements that are not historical facts, including statements about our beliefs and expectations, are forward-looking statements. These statements are based on current plans, estimates and projections, and therefore should not have undue reliance placed upon them. Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update publicly any of them in light of new information or future events.

Forward-looking statements involve inherent risks and uncertainties. We caution you that a number of important factors could cause actual results to differ materially from those contained in any forward-looking statement. Such factors are described in, among other things, our annual financial statements for the year ended December 31, 2025, available on our website at <http://www.telekom.hu> which have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and endorsed by the European Union.