Federal Royalty Scheme For The Period 2027 – 2029

Abu Dhabi, United Arab Emirates, 24 July 2026

Emirates Telecommunications Group Company PJSC “e&” would like to inform you that the Ministry of Finance notified e& of the extension of the existing Federal Royalty regime and Corporate Tax Law applicable to the telecommunications sector for three years period starting 1 January 2027 to 31 December 2029.

Key terms of the extended regime for e&:

- A federal royalty rate of 38% shall apply to net profit generated in the UAE.
- A Corporate Tax rate of 9% shall apply to net profit generated in the UAE, after deduction of the Federal Royalty amount.

- Items excluded from Royalty calculation are:

  - Profits generated from international controlled entities.
  - Profits of international non-controlled entities (associates and joint ventures).
  - Dividends or other profit distribution received from international investments that are already subject to local corporate or other similar tax in the respective jurisdiction at 9% or above.
  - Profit attributable to non-controlling interest holders in UAE controlled entities.

- The aggregate of annual amount of royalty and corporate tax remains at a minimum of Đ 5.7 billion.
- Annual Federal Royalty and Corporate Tax amount shall be payable within five months from the end of the fiscal year.

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Karim Bennis

Group Chief Financial Officer