

BHARTI AIRTEL TANZANIA B.V.

Annual Report and Financial Statements for the year ended 31 March 2024

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To the shareholders,
Bharti Airtel Tanzania B.V. (the "Company")
Overschiestraat 65
1062 XD Amsterdam, The Netherlands

Dear shareholders,

Please find attached the financial statements for the year starting on 1 April 2023 and ending on 31 March 2024 of the Company (hereinafter referred to as the "**Year 2023/2024**").

We have prepared the annual accounts of the Year 2023/2024 of the Company in accordance with Part 9 of Book 2 of the Dutch Civil Code. The financial statements comprise the Balance Sheet as at 31 March 2024 and the Income Statement for the Year 2023/2024 with the accompanying explanatory notes. These notes include a summary of the accounting policies which have been applied.

PRINCIPAL ACTIVITIES

The principal activity of the Company is that of an investment and holding company.

DIRECTORS

The following directors appointed in terms of the Articles of Association of the company served office during the period:

- M.L. van Dam (Appointed w.e.f. 1st July 2024)
- J.C. Uneken- van de Vreede (Resigned w.e.f. 30th June 2024)
- D. van Kootwijk
- J.K. Paul

FINANCIAL PERFORMANCE

The shareholder's equity as on 31 March 2024 is showing a surplus of USD 15,746 thousands (31 March 2023: surplus of USD 12,481 thousands) and Income Statement for the Year 2023/2024 is showing a post-tax profit of USD 3,265 thousands (2022/2023: post-tax profit of USD 5,960 thousand).

For purposes of VAT and Corporate Income Tax, the Company forms a fiscal unity with Bharti Airtel International (Netherlands) B.V. We will gladly provide further explanations upon request.

On behalf of the management board of the Company

sd/-

M.L. van Dam
Managing Director

Date; 25 July 2025

Bharti Airtel Tanzania B.V.**Balance Sheet (before appropriation of result)***(All amounts are in US dollar thousands, unless stated otherwise)*

	Notes	As of	
		31 March 2024	31 March 2023
ASSETS			
Fixed assets			
Financial fixed assets			
Participations in group companies	(5)	400,436	400,436
Other receivables	(6)	4,931	4,931
Total Financial fixed assets		405,367	405,367
Current assets			
Receivables			
Other receivable	(7)	3,559	5,911
Cash	(8)	25	6
Total current assets		3,584	5,917
Total assets		408,951	411,284
EQUITY AND LIABILITIES			
Shareholder's equity	(9)		
Issued share capital		20	20
Other reserves		12,461	6,501
Unappropriated results		3,265	5,960
		15,746	12,481
Non-current liabilities			
Payable to group company	(10)	393,205	398,803
Total liabilities		393,205	398,803
Total equity and liabilities		408,951	411,284

Bharti Airtel Tanzania B.V.**Income Statement***(All amounts are in US dollar thousands, unless stated otherwise)*

	Notes	For the year ended	
		31 March 2024	31 March 2023
Income	(12)		
Dividend income	(a)	3,998	6,571
Interest income	(b)	3	5
Total operating income		4,001	6,576
Expense			
Interest expense and similar charges	(13)	0	3
Total operating expenses		0	3
Result from operations		4,001	6,573
Foreign currency exchange differences (gain)/ loss	(14)	336	(44)
Result before taxation		3,665	6,617
Taxation	(15)	400	657
Net result for the year		3,265	5,960

Bharti Airtel Tanzania B.V.

Notes to the Financial Statements

(All amounts are in US dollar thousands, unless stated otherwise)

1. Corporate information

1.1 Activities

The activities of the Company are that of an investment and holding company. The Company has its registered office at Overschiestraat 65, 1062 XD Amsterdam, The Netherlands.

1.2 Group structure

The Company forms part of the Airtel Africa Group of companies.

Immediate parent company is Bharti Airtel Africa B.V. and the step-up parent companies are:

- Bharti Airtel International (Netherlands) B.V., The Netherlands
- Airtel Africa plc, United Kingdom
- Bharti Airtel Limited, India

1.3 List of participating interests

The Company has the following capital interests:

Name, statutory registered office	Share in issued capital	
	31 March 2024	31 March 2023
	%	%
Airtel Tanzania plc Dar es Salaam, Tanzania	51.00	51.00

2. General accounting principles for the preparation of the annual accounts

2.1 Basis of preparation

The financial statements are drawn up in accordance with the provisions of Title 9, Book 2, of Dutch Civil Code and the Dutch Accounting Standard applicable to small legal entities, as published by the Dutch Accounting Standard Board ('Raad voor de Jaarverslaggeving'). The annual report and financial statements have been prepared on the historical cost basis and based on the principal accounting policies set out below. They are presented in US Dollar. These financial statements will be submitted for consideration and approval at the forthcoming annual meeting of shareholders of the Company. Further, amounts which are less than half a thousand are appearing as '0'.

2.2 Consolidation

The Company avails itself of the facility of article 408, Book 2 of the Dutch Civil Code. The annual accounts of the Company and its subsidiaries are consolidated into the annual accounts of Airtel Africa plc, United Kingdom. A copy of the consolidated accounts of Airtel Africa plc will be filed together with these financial statements and will thereafter be available at the Trade Register of the Chamber of Commerce in Amsterdam.

2.3 Financial instruments

Financial assets and financial liabilities are recognized on the Company's balance sheet when the Company becomes a party to the contractual provisions of the instrument. Financial instruments can be both primary financial instruments, such as receivables and payables, and financial derivatives.

The Company does not use derivatives.

2.4 Translation of foreign currency

The financial statements are presented in US dollar, which is also the Company's functional and presentation currency, this based on the currency in which its main transactions are concluded.

Bharti Airtel Tanzania B.V. **Notes to the Financial Statements**

(All amounts are in US dollar thousands, unless stated otherwise)

Transactions in foreign currencies (other than functional currency of the Company) are initially recorded in the functional currency at the exchange rate prevailing at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the closing exchange rate prevailing as at the Balance Sheet date. Foreign exchange differences on subsequent re-statement/settlement are recognised in the Profit and Loss Account. Share capital, which is denominated in Euro, is translated at the exchange rate prevailing at the Balance Sheet date; foreign exchange differences are taken to the other reserves within shareholder's equity.

2.5 Impairment

At each Balance Sheet date, the Company tests whether there are any indications of assets being subject to impairment. If any such indications exist, the recoverable amount of the asset is determined. If this proves to be impossible, the recoverable amount of the cash generating unit to which the asset belongs is identified. An asset is subject to impairment if its carrying amount exceeds its recoverable amount; the recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

2.6 Financial fixed assets

Due to the international structure of the group and the use of the consolidation exemption of Article 408, Book 2 of the Netherlands Civil Code, participating interests in group companies are carried at cost less any impairment.

Receivables are valued at nominal value, unless disclosed differently. The receivables of group companies are included in financial fixed assets, except for maturities less than 12 months after balance sheet date which are included in the current assets. Any provisions for the risk of doubtful debts are deducted. These provisions are determined based on individual assessment of the receivables.

2.7 Current assets

Receivables are valued at cost. Any provisions for the risk of doubtful debts are deducted. These provisions are determined based on individual assessment of the receivables.

2.8 Cash and cash equivalents

Cash includes cash at bank.

2.9 Non-current liabilities

Borrowings are valued at amortised cost. Payables to group companies are included in non-current liabilities, except for maturities less than 12 months after balance sheet date which are included in the current liabilities.

2.10 Current liabilities

Liabilities are valued at nominal value, unless determined differently.

2.11 Other expenses

Other expenses are recognized based on the historical cost convention and are allocated to the reporting year to which they relate.

2.12 Income

Income mainly comprises of interest and dividend for the reporting period. Dividend income from investments in subsidiaries is recognized when the shareholder's rights to receive payment have been established (provided that it is probable that the economic benefits will flow to the Company and the amount of revenue can be measured reliably).

Bharti Airtel Tanzania B.V.
Notes to the Financial Statements

(All amounts are in US dollar thousands, unless stated otherwise)

2.13 Taxes

The Company forms a fiscal unity for VAT and Corporate Income Tax purposes with Bharti Airtel International (Netherlands) B.V. The Company is jointly and severally liable for the tax payable by the fiscal unity.

3. Estimates

In applying the principles and policies for drawing up the financial statements, the directors of the Company make estimates and judgments that may be essential to the amounts disclosed in the financial statements. If it is necessary in order to provide the transparency required under article 362, sub 1, book 2 of the Dutch Civil Code that the nature of these estimates and judgments, including related assumptions, is disclosed in the Notes to the relevant financial statement item.

4. Staff members

During the Year 2023/2024 the Company had no employees, and hence incurred no salaries or related social security charges (2022/2023: NIL).

Bharti Airtel Tanzania B.V.
Notes to the Financial Statements

(All amounts are in US dollar thousands, unless stated otherwise)

5. Financial fixed assets

	As of	
	31 March 2024	31 March 2023
(a) Participation in group company	400,436	400,436
	<u>400,436</u>	<u>400,436</u>

5. Participation in group company

	As of	
	31 March 2024	31 March 2023
Airtel Tanzania Plc	400,436	400,436
	<u>400,436</u>	<u>400,436</u>

6. Other receivables

	As of	
	31 March 2024	31 March 2023
Withholding tax	4,931	4,931
	<u>4,931</u>	<u>4,931</u>

7. Other receivables

	As of	
	31 March 2024	31 March 2023
Dividend receivable from Airtel Tanzania plc	3,558	5,911
Other receivables from group companies	1	-
	<u>3,559</u>	<u>5,911</u>

8. Cash and cash equivalents

	As of	
	31 March 2024	31 March 2023
Cash at Bank	25	6
	<u>25</u>	<u>6</u>

9. Shareholder's Equity

	As of	
	31 March 2024	31 March 2023
Issued and paid-up share capital		
18,152 Ordinary shares of EUR 1.00	20	20
	<u>20</u>	<u>20</u>

The authorized share capital amounts to Euro 90,800 (31 March 2023: Euro 90,800). The Company's Euro denominated share capital is translated into USD at an exchange rate of Euro 1.080 as at 31 March 2024 (31 March 2023: Euro 1.090). Translation differences are recorded in Other reserves.

	For the year ended	
	31 March 2024	31 March 2023
Other reserves		
Balance as of 1 April	6,501	(38,968)
Allocation of previous year result	5,960	45,469
	<u>12,461</u>	<u>6,501</u>
Foreign currency changes on share capital	(0)	(0)
Balance as of 31 March	<u>12,461</u>	<u>6,501</u>

Bharti Airtel Tanzania B.V.
Notes to the Financial Statements

(All amounts are in US dollar thousands, unless stated otherwise)

	For the year ended	
	31 March 2024	31 March 2023
Unappropriated results		
Balance as of 1 April	5,960	45,469
Unappropriated results	3,265	5,960
	9,225	51,429
Appropriation of previous year result	(5,960)	(45,469)
Balance as of 31 March	3,265	5,960

10. Payables to group company

	As of	
	31 March 2024	31 March 2023
Loan payable to Bharti Airtel Africa B.V.	393,205	398,803
	393,205	398,803

This is an unsecured and interest free loan taken from immediate parent company with maturity date of December 31, 2026. Any outstanding principal loan amounts and accrued interest thereon, if any, will be payable in full upon request of the lender by giving a 3 (three) months advance notice to the borrower.

11. Assets and Commitments not shown in the Balance sheet

Contingent liabilities

Tax-group liability

The Company forms a fiscal unity for VAT and Corporate Income Tax purposes with Bharti Airtel International (Netherlands) B.V. The Company is jointly and severally liable for the tax payable by the fiscal unity.

12. Income

(a) Dividend income

	For the year ended	
	31 March 2024	31 March 2023
Dividend income from Airtel Tanzania Plc	3,998	6,571
	3,998	6,571

(b) Interest income

	For the year ended	
	31 March 2024	31 March 2023
Interest on Bank Balances	3	5
	3	5

13. Interest expense and similar charges

	For the year ended	
	31 March 2024	31 March 2023
Bank Charges	0	3
	0	3

Bharti Airtel Tanzania B.V.
Notes to the Financial Statements

(All amounts are in US dollar thousands, unless stated otherwise)

14. Foreign currency exchange differences

	For the year ended	
	31 March 2024	31 March 2023
Unrealized foreign currency exchange differences (gain)/ loss	38	(121)
Realized foreign currency exchange differences loss	298	77
	<u>336</u>	<u>(44)</u>

15. Taxation

	For the year ended	
	31 March 2024	31 March 2023
Withholding tax on intercompany Dividend	400	657
	<u>400</u>	<u>657</u>

On behalf of the management board of the Company

sd/-

M.L. van Dam
Managing Director

sd/-

D. van Kootwijk
Managing Director

sd/-

J.K. Paul
Managing Director

1. Notification regarding the absence of an audit report

The Company is exempt from audit as it is within the limits set in article 2:396 paragraph 1 of the Dutch Civil Code. Therefore, these annual accounts do not include an audit report.

2. Statutory appropriation of profit

According to the Company's Articles of Association, article 22, the General Meeting of shareholders determines the appropriation of the Company's net result for the year.

3. Appropriation of result for the Year 2022/2023

The annual accounts for the Year 2022/2023 were adopted by the General Meeting held on 04 July 2023. The General Meeting determined the appropriation of the result proposed.

4. Proposed appropriation of result for the Year 2023/2024

The management board proposes to transfer the profit for the Year 2023/2024 to the Other Reserves for an amount of USD 3,265 thousands. The financial statements do not yet reflect this proposal.

5. Post Balance Sheet events

On 11 July 2024, the balance of the loan outstanding between the Company and its immediate parent company Bharti Airtel Africa B.V., amounting to USD 391,405 thousand (approximately Euro 360,562 thousand) was converted into 360,562,400 shares of each 1 Euro, issued by the Company to Bharti Airtel Africa B.V. Apart from this, there is no post balance sheet event occurred which would have a material effect on the financial statements as at and for the year ended 31 March 2024.