

BHARTI AIRTEL KENYA B.V.

Annual Report and Financial Statements for the year ended 31 March 2025

CONTENTS

Page

MANAGEMENT REPORT

3

FINANCIAL STATEMENTS

Balance Sheet	4
Income Statement	5
Notes to the Financial Statements	6

OTHER INFORMATION

Notification regarding the absence of an audit report	12
Statutory appropriation of profit	12
Appropriation of result for the Year 2023/2024	12
Proposed appropriation of result for the Year 2024/2025	12
Post Balance Sheet events	12

Bharti Airtel Kenya B.V. Management Report

To the shareholders,
Bharti Airtel Kenya B.V. (the "Company")
Weesperstraat 107,
1018 VN Amsterdam, The Netherlands

Dear shareholders,

Please find attached the financial statements for the year starting on 1 April 2024 and ending on 31 March 2025 of the Company (hereinafter referred to as the "**Year 2024/2025**").

We have prepared the annual accounts of the Year 2024/2025 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 2025 and the Income Statement for the Year 2024/2025 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. 01 July 2024)
- J.C. Uneken- van de Vreede (resigned w.e.f. 30 June 2024)
- J.K. Paul
- B. Dominic

FINANCIAL PERFORMANCE

The shareholder's equity as on 31 March 2025 is showing a surplus amount of USD 904,339 thousands (31 March 2024 : deficit of USD 403,925 thousands) and the Income Statement for the Year 2024/2025 is showing a post-tax loss of USD 6,412 thousands (2023/2024: USD 96,016 thousands).

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: 18 June 2025

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

		As of	
	Notes	31 March 2025	31 March 2024
ASSETS			
Fixed assets			
Financial fixed assets			
Participations in group companies	(5)		
	(a)	898,906	898,906
Receivables from group companies	(b)	-	15,403
Other receivable	(6)	5,420	5,420
Total Financial fixed assets		904,326	919,729
Current assets			
Cash	(7)	13	66
Total current assets		13	66
Total assets		904,339	919,795
EQUITY AND LIABILITIES			
Shareholder's equity			
Issued share capital	(8)	1,343,507	22
Other reserves		(432,756)	(307,931)
Unappropriated results		(6,412)	(96,016)
		904,339	(403,925)
Non-current liabilities			
Payable to group company	(9)	-	1,323,720
Total liabilities		-	1,323,720
Total equity and liabilities		904,339	919,795

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

	Notes	For the year ended	
		31 March 2025	31 March 2024
Income			
Interest income	(11)	263	1,029
Other Income	(12)	24	-
Total operating income		287	1,029
Expense			
Interest expense and similar charges	(13)	6,665	96,901
Total operating expenses		6,665	96,901
Result before taxation		(6,378)	(95,872)
Taxation	(14)	34	144
Net result for the year		(6,412)	(96,016)

Bharti Airtel Kenya 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 on 16 September 2024 shifted its registered office address from Overschiestraat 65, 1062 XD Amsterdam, The Netherlands to Weesperstraat 107, 1018 VN Amsterdam, The Netherlands.

1.2 Group structure

The Company forms part of the Airtel Africa Group of companies with below group structure:

Immediate parent-company:

- Bharti Airtel Kenya Holdings B.V. (till 28 March 2024)
- Bharti Airtel Africa B.V. (w.e.f. 28 March 2024)

On 28 March 2024, the immediate parent company Bharti Airtel Kenya Holdings B.V. ("KEH BV") was dissolved and all shares in the Company were acquired by the erstwhile step-up parent company Bharti Airtel Africa B.V. ("BAA BV") vide deed of transfer of shares dated 28 March 2024. With this, Bharti Airtel Africa B.V. became the immediate parent company of the Company.

The Company, by Deed of issue of shares dated 25 April 2024, has issued 2,481,960 ordinary shares, each with a nominal value of five hundred Euro (EUR 500.00) to BAA BV in exchange for settlement of the payable amount of USD 1,330,381,755 relating to loans, accrued interest and other inter-company payables.

Step up parent companies:

- Bharti Airtel Africa B.V., The Netherlands (till 28 March 2024)
- Bharti Airtel International (Netherlands) B.V., The Netherlands
- Airtel Africa plc, United Kingdom
- Bharti Airtel Limited, India.

In conjunction with the aforementioned dissolution, further confirmed by novation agreement dated 28 March 2024 between KEH BV and BAA BV, all outstanding receivables & payables by the Company to KEH BV were novated to the new parent company BAA BV.

1.3 List of participating interests

The Company has the following capital interests:

Name, statutory registered office	Share in issued capital	
	31 March 2025	31 March 2024
	%	%
Airtel Networks Kenya Limited Nairobi, Kenya	99.99975	99.99975

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 Assumption of continuity

The Company has an equity deficit of USD 405,925 thousands as at 31 March 2024. The loss for the year 2024/2025 amounted to USD 6,416 thousands. The deficit is fully funded by intercompany loans. The Company's ability to continue as a going concern is highly contingent on the willingness on the part of group companies to continue the said loans. The group companies confirmed their willingness to continue the loans. In view of this, the accounting policies used in these financial statements are based on the expectation that the Company will be able to continue as a going concern.

2.4 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.

2.5 Translation of foreign currency

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

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 recognized 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.

2.6 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.

2.7 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 Dutch 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.

Bharti Airtel Kenya B.V.

Notes to the Financial Statements

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

2.8 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.

2.9 Cash and cash equivalents

Cash includes cash at bank.

2.10 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.

2.11 Current liabilities

Liabilities are valued at nominal value, unless determined differently.

2.12 Other expenses

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

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

2.13 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).

2.14 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 2024/2025 the Company had no employees, and hence incurred no salaries or related social security charges (2023/2024: NIL).

Bharti Airtel Kenya 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 2025	31 March 2024
(a) Participation in group company	898,906	898,906
(b) Receivable from group company	-	15,403
	898,906	914,309

	As of	
	31 March 2025	31 March 2024
(a) Participation in group company		
Airtel Networks Kenya Limited	898,906	898,906
	898,906	898,906

	As of	
	31 March 2025	31 March 2024
(b) Receivables from group company		
Loan receivable from Airtel Networks Kenya Limited	-	15,403
	-	15,403

The interest is charged at 3% p.a. (2023/2024: 3% p.a.). Any outstanding principal loan amounts and accrued interest thereon are payable in full by 31 December 2026, unless agreed otherwise between borrower and lender in writing.

6. Other receivables

	As of	
	31 March 2025	31 March 2024
Withholding tax	5,420	5,420
	5,420	5,420

7. Cash and cash equivalents

	As of	
	31 March 2025	31 March 2024
Cash at Bank	12	66
	12	66

8. Shareholder's Equity

	As of	
	31 March 2025	31 March 2024
Issued and paid-up share capital		
2482000 ordinary shares at par value Euro 500		
(31 March 2024: 40 ordinary shares at par value EURO 500)	1,343,507	22
	1,343,507	22

The Company's Euro denominated share capital is translated into USD at an exchange rate of 1 Euro to USD 1.0826 as at 31 March, 2025 (31 March, 2024: 1 Euro to USD 1.0801). Translation differences are recorded in other reserves.

Bharti Airtel Kenya B.V.**Notes to the Financial Statements***(All amounts are in US dollar thousands, unless stated otherwise)*

	For the year ended	
	31 March 2025	31 March 2024
Other reserves		
Balance as of 1 April	(307,931)	(246,157)
Allocation of previous financial year net result	(96,016)	(61,774)
	(403,947)	(307,931)
Dividend Declared	(15,705)	-
Foreign currency changes on share capital	(13,104)	0
Balance as of 31 March	(432,756)	(307,931)

	For the year ended	
	31 March 2025	31 March 2024
Unappropriated results		
Balance as of 1 April	(96,016)	(61,774)
Unappropriated results	(6,412)	(96,016)
	(102,428)	(157,790)
Appropriation of result previous year	96,016	61,774
Balance as of 31 March	(6,412)	(96,016)

9. Payable to group companies

	As of	
	31 March 2025	31 March 2024
Loan payable to Bharti Airtel Africa B.V.	-	1,323,720
	-	1,323,720

The calculated interest as at year end is based on 3 month SOFR+ 225 bps (in 2023/2024: 3 month libor+ 225 bps).

The agreement between the Company and Bharti Airtel Kenya Holdings B.V. (per note 1.2, novated to Bharti Airtel Africa B.V.) was amended in May 2021 confirming that any outstanding principal loan amount and interest accrued thereon will be payable in full by 31 December 2026, unless agreed otherwise between borrower and lender in writing.

10. 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.

11. Interest income

	For the year ended	
	31 March 2025	31 March 2024
Interest on loan to Airtel Networks Kenya Limited	230	961
Interest Income-Other	33	68
	263	1,029

12. Other income

	For the year ended	
	31 March 2025	31 March 2024
Gain on Derivative contract	24	-
	24	-

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

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

13. Interest expense and similar charges

	For the year ended	
	31 March 2025	31 March 2024
Interest on loan from Bharti Airtel Kenya Holdings B.V.	6,664	96,898
Bank Charges	1	3
	6,665	96,901

14. Taxation

	For the year ended	
	31 March 2025	31 March 2024
Withholding tax on interest on intercompany loan	34	144
	34	144

On behalf of the management board of the Company

Sd/-

Sd/-

Sd/-

B. Dominic
Managing Director

M.L. van Dam
Managing Director

J.K. Paul
Managing Director

Date :18 June 2025

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 16, the General Meeting of shareholders determines the appropriation of the Company's net result for the year.

3. Appropriation of result for the Year 2023/2024

The annual accounts for the year 2023/2024 were adopted by the General Meeting held on 26 July 2024. The General Meeting determined the appropriation of the result proposed.

4. Proposed appropriation of result for the Year 2024/2025

The management board proposes to transfer the loss for the Year 2024/2025 to the Other Reserves for an amount of USD 6,412 thousands. The financial statements do not yet reflect this proposal.

5. Post Balance Sheet events

There is no post Balance Sheet event to report.