

Celtel (Mauritius) Holdings Limited

Audited Financial Statements

31 December 2025

Celtel (Mauritius) Holdings Limited

**Audited Financial Statements
31 December 2025**

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DIRECTORS	Vassudha Devi Beethue Rishikesh Batoosam Marie Louise Van Dam	Date of Appointment
		14 January 2021
		4 March 2024
		1 July 2024
ADMINISTRATOR AND SECRETARY	: Ocorian Corporate Services (Mauritius) Limited Level 6, Tower A, 1 Exchange Square, Wall Street, Ebene 72201, Mauritius (Upto 30th Nov'25) Level 8, Ocorian Tower, Nexera, Lot 7, Côte d'Or Technopole, Minissy, Moka, Mauritius (as from 1st Dec'25)	
REGISTERED OFFICE	: Level 6, Tower A, 1 Exchange Square, Wall Street, Ebene 72201, Mauritius (Upto 30th Nov'25) Level 8, Ocorian Tower, Nexera, Lot 7, Côte d'Or Technopole, Minissy, Moka, Mauritius (as from 1st Dec'25)	
BANKER	: HSBC Bank (Mauritius) Limited Icon Ebene, Level 5 Office 1 (West wing) Rue de l'Institut Ebene Mauritius	
AUDITOR	: Deloitte 7th and 8th Floor, Standard Chartered Tower 19-21 Bank Street, Cybercity Ebene Mauritius	

The directors present their commentary, together with the audited financial statements of Celtel (Mauritius) Holdings Limited (the 'Company') for the year ended 31 December 2025.

PRINCIPAL ACTIVITY

The principal activity of the Company is investment holding.

RESULTS AND DIVIDENDS

The Company's profit for the year ended 31 December 2025 is USD 401,222 (2024: loss of USD 30,082). The profit for the year largely resulted from the reversal of impairment losses previously recorded on receivables.

The increase in the Company's assets was primarily driven by additional funding provided to the subsidiary, which was financed through shareholder loans from the parent entity.

The directors do not recommend the payment of a dividend for the year under review (2024: Nil).

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which present fairly the financial position, financial performance and cash flows of the Company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and the Mauritius Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITOR

Deloitte has been appointed as auditor and has indicated its willingness to remain in office and will be automatically re-appointed at the Annual Meeting.

By Order of the Board

DocuSigned by:

SECRETARY

OCORIAN CORPORATE SERVICES (MAURITIUS) LIMITED

Date: 22 June 2026

Celtel (Mauritius) Holdings Limited
Secretary's Certificate
Under Section 166 (d) of the Mauritius Companies Act 2001

We confirm, as Secretary of the Company, that based on the records and information made available to us by the Directors and Shareholder of the Company, we have filed all such returns of the Company for the year ended 31 December 2025 with the Registrar of Companies, as required under the Mauritius Companies Act 2001.

Date: 22 June 2026

DocuSigned by:

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Ocorian Corporate Services (Mauritius) Limited

Corporate Secretary

Independent auditor's report to the Shareholder of Celtel (Mauritius) Holdings Limited

Report on the audit of the financial statements

Opinion

We have audited the financial statements of **Celtel (Mauritius) Holdings Limited** (the "Company") set out on pages 7 to 25, which comprise the statement of financial position as at 31 December 2025, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2025, and of its financial performance and cash flows for the year then ended in compliance with the requirements of the Mauritius Companies Act 2001 in so far as applicable to Global Business Licence companies, as described in note 3 to the financial statements.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (the "IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter – Basis of preparation

We draw attention to note 3 to the financial statements, which describes the basis of preparation of the financial statements in accordance with the requirements of the Mauritius Companies Act 2001 in so far as applicable to Global Business Licence companies. Our opinion is not modified in respect of this matter.

Other information

The directors are responsible for the other information. The other information comprises the corporate Information, the Commentary of the Directors and the Secretary's certificate, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of directors for the financial statements

The directors are responsible for the preparation and fair presentation of the financial statements in compliance with the requirements of the Mauritius Companies Act 2001 in so far as applicable to Global Business Licence companies and they are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

**Independent auditor's report to the Shareholder of
Celtel (Mauritius) Holdings Limited (Continued)**

Auditor's responsibilities for the audit of the financial statements (continued)

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

Mauritius Companies Act 2001

In accordance with the requirements of the Mauritius Companies Act 2001, we report as follows:

- we have no relationship with, or interest in, the Company other than in our capacity as auditor;
- we have obtained all information and explanations that we have required; and
- in our opinion, proper accounting records have been kept by the Company as far as appears from our examination of those records.

Use of this report

This report is made solely to the Company's shareholder, as a body, in accordance with the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's shareholder those matters we are required to state to the Company's shareholder in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholder as a body, for our audit work, for this report, or for the opinions we have formed.


Deloitte

Chartered Accountants

22 June 2026


Oumehra Peeraully, FCCA
Licensed by FRC

Celtel (Mauritius) Holdings Limited**Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2025***(All amounts are in United States Dollars - 'USD')*

	Notes	2025	2024
Expenses			
Domiciliation and compliance fees		2,000	1,500
Directors' fees		4,000	4,000
Licence fees		1,950	1,950
Audit fees		14,425	13,673
Taxation fees		500	250
Accountancy fees		1,100	1,100
Secretarial fees and disbursements		8,355	6,134
Bank charges		1,815	1,475
Provision reversal for impairment of other receivables	9	(435,367)	-
Total (income)/ expenses		(401,222)	30,082
Profit/ (loss) before income tax		401,222	(30,082)
Income tax expense	6	-	-
Profit/ (loss) after tax		401,222	(30,082)
Other comprehensive income for the year		-	-
Total comprehensive income/ (loss) for the year		401,222	(30,082)

The notes on pages 11 to 25 form an integral part of these financial statements.

Celtel (Mauritius) Holdings Limited
Statement of Financial Position as at 31 December 2025
(All amounts are in United States Dollars - 'USD')

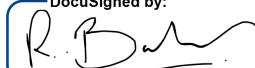
	Notes	2025	2024
ASSETS			
Non-current assets			
Investment in subsidiary	7	4,355,634	4,355,634
		4,355,634	4,355,634
Current assets			
Loan receivable	8	131,191,166	53,881,166
Other receivables	9	907,754	907,751
Cash and cash equivalents		411,039	50,605
		132,509,959	54,839,522
Total assets		136,865,593	59,195,156
EQUITY AND LIABILITIES			
Shareholder's funds			
Stated capital	10	188,919,100	112,009,100
Retained earnings		(75,434,107)	(75,835,329)
Other Equity		399,996	399,996
Total equity		113,884,989	36,573,767
Current liabilities			
Borrowings	11	22,964,675	22,600,062
Other payables and accrued expenses	12	15,929	21,327
Total liabilities		22,980,604	22,621,389
Total equity and liabilities		136,865,593	59,195,156

Approved by the Board of directors on 22 June 2026 and signed on its behalf by:

DocuSigned by:

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Vassudha Devi Beethue

Director

DocuSigned by:

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Rishikesh Batoosam

Director

The notes on pages 11 to 25 form an integral part of these financial statements.

Celtel (Mauritius) Holdings Limited
Statement of Changes in Equity for the year ended 31 December 2025
(All amounts are in United States Dollars - 'USD')

	Stated capital		Retained earnings	Other Equity	Total equity
	No of shares	Amount			
As of 1 January 2024	100	10,000	(75,805,247)	399,996	(75,395,251)
Loss for the year	-	-	(30,082)	-	(30,082)
Total comprehensive loss	-	-	(30,082)	-	(30,082)
Issue of shares	1,119,991	111,999,100	-	-	111,999,100
As of 31 December 2024	1,120,091	112,009,100	(75,835,329)	399,996	36,573,767
Profit for the year	-	-	401,222	-	401,222
Total comprehensive profit	-	-	401,222	-	401,222
Issue of shares	769,100	76,910,000	-	-	76,910,000
As of 31 December 2025	1,889,191	188,919,100	(75,434,107)	399,996	113,884,989

The notes on pages 11 to 25 form an integral part of these financial statements.

Celtel (Mauritius) Holdings Limited
Statement of Cash Flows for the year ended 31 December 2025
(All amounts are in United States Dollars - 'USD')

	2025	2024
Cash flow from operating activities		
Profit/ (loss) before tax	401,222	(30,082)
Adjustments for:		
Provision reversal for impairment of other receivables	(435,367)	-
Operating cash flows before changes in working capital	(34,145)	(30,082)
Changes in working capital :		
Decrease in other receivables	435,364	-
(Decrease)/ increase in other payables and accrued expenses	(5,398)	397
Net cash used in operating activities (a)	395,821	(29,685)
Cash flows from investing activities		
Loan given to subsidiary company	(77,310,000)	(50,240,000)
Repayment of loan given to subsidiary company	-	1,397,875
Net cash used in investing activities (b)	(77,310,000)	(48,842,125)
Cash flows from financing activities		
Loan from holding company	77,709,980	48,840,000
Repayment of Loan received from parent company	(435,367)	-
Net cash generated from financing activities (c)	77,274,613	48,840,000
Net increase/ (decrease) in cash and cash equivalents during the year (a)+(b)+(c)	360,434	(31,810)
Cash and Cash Equivalents as at beginning of the year	50,605	82,415
Cash and cash equivalents as at end of the year	411,039	50,605

The notes on pages 11 to 25 form an integral part of these financial statements.

1. Corporate information

Celtel (Mauritius) Holdings Limited (the "Company") is a private limited company incorporated in Mauritius, holds a Global Business Licence under the Financial Services Act 2007 and is regulated by Financial Services Commission. The Company's registered office is Level 8 Ocorian Tower, Nexera, Lot 7, Côte d'Or Technopole, Minissy, Moka, Mauritius.

The principal activity is that of investment holding Company. The Company holds 63.20% share capital of Airtel Madagascar S.A., which carries on the business of providing telecommunication services.

2. Application of new and revised IFRS Accounting standards

2.1 New and revised IFRSs that are effective for current year

The accounting policies adopted are consistent with those of the previous financial year except for adoption of the following standards and interpretation effective from the current year. The adoption of these interpretations did not have a material impact.

S. No.	Improvements/ Amendments to Standards	Effective date- annual periods beginning on or after
1	IAS 21 The Effects of Changes in Foreign Exchange Rates titled Lack of Exchangeability	January 1, 2025

2.2 New and revised IFRSs in issue but not yet effective

At the date of authorisation of these financial statements, the following relevant IFRS Accounting Standards were in issue but effective on annual periods beginning on or after the respective dates as indicated. Management anticipates that these new standards, interpretations and amendments will be adopted in the Company's financial statements as and when they are applicable and adoption of these new standards, interpretations and amendments is not expected to have any material impact on the financial statements of the company in the year of their initial application.

S. No.	Improvements/ Amendments to Standards	Effective date- annual periods beginning on or after
1	IFRS 9 and IFRS 7 - Amendments to the Classification and Measurement of Financial Instruments	January 1, 2026
2	Annual IFRS improvement Volume 11 which includes Amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements, and IAS 7 Statement of Cash Flows.	January 1, 2026
3	IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity	January 1, 2027
4	IAS 21 - Translation to a Hyperinflationary Presentation Currency	January 1, 2027
5	IFRS 18 Presentation and Disclosures in Financial Statements	January 1, 2027
6	IFRS 19 Subsidiaries without Public Accountability: Disclosures	January 1, 2027

3. Material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. The policies have been consistently applied to both years presented, unless otherwise stated.

Basis of preparation

The financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) except for the application of IFRS 10 Consolidated Financial Statements and in compliance with the Mauritius Companies Act 2001, in so far as applicable to Global Business Licence companies. The directors have considered the exemption available under Section 12 of the Fourteenth Schedule of the Mauritius Companies Act 2001 and have not prepared consolidated financial statements. Hence, these financial statements represent the separate financial statements of the Company.

The preparation of financial statements in conformity with IFRS Accounting Standards requires the use of certain critical accounting estimates. It also requires the directors to exercise their judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are described in Note 4.

Going concern

At 31 December 2025, the Company had shareholder's funds of USD 113,884,989 and net current assets of USD 109,529,355 (2024: shareholder's funds of USD 36,573,767 and net current assets of USD 32,218,133).

The financial statements have been prepared on the going concern basis which assumes that the Company will continue in operational existence in the foreseeable future. The Company has a loan facility with parent company Bharti Airtel Madagascar Holdings B.V. (Refer note 11), therefore Directors confirm that they have a reasonable expectation that the Company will continue to operate and meet its obligations as they fall due.

Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in United States dollars (USD), which is also the functional currency of the Company.

(b) Transactions and balances

Foreign currency transactions are initially recorded in the functional currency at the exchange rates 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 reporting date with the resulting foreign exchange differences, on subsequent re-statement/settlement, recognised in the Statement of Profit or Loss and Comprehensive Income within other costs/ other income. Non-monetary assets and liabilities denominated in foreign currencies are translated into the functional currency using the exchange rate prevalent, at the date of initial recognition.

3. Material accounting policies (Continued)

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax and deferred tax is recognised as an expense or income in profit or loss, except to the extent that it relates to items credited or debited directly to equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

(i) Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it also excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by reporting date. The payment made in excess/ (shortfall) of the income tax obligation for the respective periods are recognised in the statement of financial position under income tax assets/income tax liabilities, respectively.

Any interest, related to accrued liabilities for potential tax assessments are not included in income tax charge or (credit), but are rather recognised within finance costs.

A provision is recognised for those matters for which the tax determination is uncertain but it is considered probable that there will be a future outflow of funds to a tax authority. The provisions are measured at the best estimate of the amount expected to become payable or based on expected value approach, as applicable and are presented within current tax liabilities. The assessment is based on the judgement of tax professionals within the company supported by previous experience in respect of such activities and in certain cases based on specialist independent tax advice.

Current tax assets and tax liabilities are offset where the company has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

(ii) Deferred tax

Deferred tax is recognised, using the liability method, on all temporary differences arising between the tax bases of assets and liabilities and their carrying values for financial reporting purposes. However, the deferred tax is not accounted for if it arises from the initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit nor loss. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted at the balance sheet date and are expected to apply when the related deferred tax liability is settled.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

Deferred tax assets, recognised and unrecognised, are reviewed at each reporting date and assessed for recoverability based on best estimates of future taxable profits.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets and they relate to income taxes levied by the same tax authority on the same taxable entity.

3. Material accounting policies (Continued)

Investment in subsidiary

Subsidiaries are all entities over which the Company has the power to directly or indirectly govern the financial and operating policies and has rights to variable returns from its involvement from the entity, and has the ability to affect those returns through its power over the entity.

Investment in subsidiary is initially shown at cost. Where the carrying amount of an investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is charged to profit or loss.

On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to Statement of Profit or Loss and Other comprehensive Income.

Financial instruments

The Company initially recognises financial instruments on the date that they are originated. All other financial assets are recognised initially on the trade date, which is the date that the Company becomes a party to the contractual provisions of the instrument. Financial instruments are initially recognised at fair value plus transaction costs and in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Financial assets and liabilities arising from different transactions are off-set against each other and the resultant net amount is presented in the statement of financial position, if and only when, the Company currently has a legally enforceable right to set-off the related recognised amounts and intends either to settle on a net basis or to realise the assets and settle the liabilities simultaneously. The particular recognition methods adopted are disclosed below:

- **Loan receivable**

Loan receivable is recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

- **Other receivables**

Other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

- **Cash and cash equivalents**

Cash and cash equivalents includes cash in hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. The Company's cash and cash equivalents comprise of cash at bank.

- **Borrowings**

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently carried at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in Statement of Profit or Loss and Comprehensive Income over the period of the borrowings using the effective interest method.

- **Other payables and accrued expenses**

Other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

Subsequent measurement – financial assets

The subsequent measurement of financial assets depends on their classification as follows:

3. Material accounting policies (Continued)

Financial instruments (Continued)

Subsequent measurement – financial assets (Continued)

• Financial assets measured at amortised cost

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost using the effective interest rate (EIR) method (if the impact of discounting/any transaction costs is significant). Interest income from these financial assets is included in finance income.

EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability.

• Financial assets at fair value through profit or loss (FVTPL)

All equity instruments and financial assets that do not meet the criteria for amortised cost or fair value through other comprehensive income (FVTOCI) are measured at FVTPL. Interest (basis EIR method) and dividend income from financial assets at FVTPL is recognised in the profit and loss within finance income/finance costs separately from the other gains/losses arising from changes in the fair value.

Subsequent measurement – financial liabilities

Financial liabilities are subsequently measured at amortised cost using the EIR method (if the impact of discounting/any transaction costs is significant).

Impairment of financial assets

In relation to the impairment of financial assets, IFRS 9 requires an expected credit loss model as opposed to an incurred credit loss model under IAS 39. The expected credit loss model requires the Company to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition of the financial assets. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognised.

Specifically, IFRS 9 requires the Company to recognize a loss allowance for expected credit losses on:

- (1) Debt investments measured subsequently at amortised cost or at FVTOCI; and
- (2) Loan and other receivable

In particular, IFRS 9 requires the Company to measure the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses (ECL) if the credit risk on that financial instrument has increased significantly since initial recognition, or if the financial instrument is a purchased or originated credit impaired financial asset.

However, if the credit risk on a financial instrument has not increased significantly since initial recognition (except for a purchased or originated credit impaired financial asset), the Company is required to measure the loss allowance for that financial instrument at an amount equal to 12 months ECL. IFRS 9 also requires a simplified approach for measuring the loss allowance at an amount equal to lifetime ECL for trade receivables.

Derecognition of financial assets and liabilities

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Company is recognised as a separate asset or liability. The Company derecognises a financial liability when its contractual obligations are discharged, cancelled or expired. Financial instruments carried on the statement of financial position include loan receivable, other receivables, cash and cash equivalents, borrowings and, other payables and accrued expenses.

3. Material accounting policies (Continued)

Stated capital

Stated capital is determined using the nominal values of shares that have been issued and classified as equity.

Impairment of non-financial assets

The carrying amount of assets is assessed at each reporting date to determine whether there are any indications of impairment. If any such indication exists, the Company estimates the recoverable amount of the asset being the higher of the asset's net selling price and its value in use, in order to determine the extent of the impairment loss (if any). An impairment loss is recognised for any excess of the asset's carrying amount over its recoverable amount and is taken directly to profit and loss.

Revenue recognition

Interest income is recognised using the effective interest method.

Dividend income is recognised when the right to receive the dividend is established.

Interest and dividend income are recognised gross of withholding taxes.

Expense recognition

Expenses are accounted for in Statement of Profit or Loss and Other comprehensive Income on accrual basis.

Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made.

4. Critical accounting estimates and judgments

The preparation of financial statements in accordance with IFRS requires the directors and management to exercise judgement in the process of applying the accounting policies. It also requires the use of accounting estimates and assumptions that may affect the reported amounts and disclosures in the financial statements. The estimates and judgments are evaluated by the Company on an ongoing basis, and are based on historical experience and various other assumptions and factors (including expectations of future events), that the Company believes to be reasonable under the existing circumstances.

These estimates and judgment are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

The changes in estimates are recognised in the financial statements in the year in which they become known.

Determination of functional currency

The determination of the functional currency of the Company is critical since recording of transactions and exchange differences arising thereon are dependent on the functional currency selected. The directors have considered those factors therein and have determined that the functional currency of the Company is the USD.

The Company has made investment in subsidiary in Malagasy Ariary (Note 7) and expects to receive dividend and proceeds from disposal of investment in Malagasy Ariary. However, it obtains financing from its shareholder and other stakeholders in USD and all operating activities are conducted in USD. Thus, USD is the functional currency as it most faithfully reflects the underlying transactions, events and conditions that are relevant to the Company. It also obtains financing from its shareholder(s) and other stakeholders in USD and all operating activities are conducted in USD. Thus, USD is the functional currency as it most faithfully reflects the underlying transactions, events and conditions that are relevant to the Company.

4. Critical accounting estimates and judgments (Continued)

Impairment assessment

The directors have assessed the recoverable amount of the subsidiary at 31 December 2025 and are of the opinion that the investment has not suffered any impairment. The impairment assessment is based on the discounted cash flow of the subsidiary (Note 7).

5. Financial risk management objectives and policies

Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. This note presents information about the Company's exposure to each of the said risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. Further quantitative disclosures are included throughout these financial statements.

The board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyse the risks faced by the Company to set appropriate measures and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and in the Company's activities.

The Company's exposure to the various types of risks associated to its activity and financial instruments is detailed below.

(a) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Company's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

(i) Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. None of the Company's financial assets and liabilities is denominated in foreign currency at the reporting date and therefore is not exposed to foreign currency risk.

(ii) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments. As at reporting date, the Company is not exposed to interest rate risk as it does not hold any interest bearing financial assets or financial liabilities.

(b) Credit risk

Credit risk is the risk that a counter party to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company. The Company's exposure to credit risk is monitored by management on an ongoing basis. The Company limits its risk by carrying out transactions through companies within the group and by banking with reputable financial institutions.

Amounts due from related parties are assessed regarding credit risk at each reporting date. There have been no instances observed in the past where collection is assumed to be at risk for such related party receivable.

5. Financial risk management objectives and policies (Continued)

Financial risk factors (Continued)

(c) Liquidity risk

Liquidity risk is the risk that an entity will encounter financial difficulty in meeting obligations associated with financial liabilities. The Company's approach to managing liquidity risk is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The Company relies on its related companies for funding.

The table below summarises the maturity profile of the Company's financial liabilities as at 31 December 2025 based on contractual undiscounted payments.

	On Demand	Within 1 year	Total
December 31 2025			
Borrowings	22,964,675	-	22,964,675
Other payables and accrued expenses	-	15,929	15,929
	22,964,675	15,929	22,980,604
	On Demand	Within 1 year	Total
December 31 2024			
Borrowings	22,600,062	-	22,600,062
Other payables and accrued expenses	6,135	15,192	21,327
	22,606,197	15,192	22,621,389

(d) Fair values

The carrying amounts of loan receivables, other receivables, cash and cash equivalents, borrowings and other payables and accrued expenses approximate their fair values due to short term nature of the balances involved.

(e) Capital risk management

The Company's objectives when managing capital are to raise sufficient funds for its investing activities and to safeguard the Company's ability to pay its debts as they fall due in order to continue as going concern and provide returns for the shareholders. Capital comprises equity and retained earnings.

(f) Financial instruments by category

Financial Assets	As of 31 December 2025	As of 31 December 2024
<i>Amortised Cost:</i>		
Loan Receivable	131,191,166	53,881,166
Other Receivables	907,754	907,751
Cash & Cash Equivalents	411,039	50,605
	132,509,959	54,839,522
Financial Liabilities	As of	As of
	31 December 2025	31 December 2024
<i>Amortised Cost:</i>		
Borrowings	22,964,675	22,600,062
Other payables and accrued expenses	15,929	21,327
	22,980,604	22,621,389

6. Income tax

The Company, being resident in Mauritius, is liable to income tax in Mauritius on its chargeable income at the rate of 15% (2024: 15%). The Company has received its Category 1 Global Business Licence ("GBL1") before 16th October 2017 and is grandfathered under the provisions of the Finance (Miscellaneous Provisions) Act 2018 ("FA 2018").

The Company is subject to income tax in Mauritius on its chargeable income at 15% (2024: 15%). Additionally, the Company is liable to a 2% Corporate Climate Responsibility Levy ("CCR Levy") of its chargeable income where its gross income for the year exceeds MUR 50 million. However, the Company is entitled to either (a) a foreign tax credit equivalent to the actual foreign tax suffered on its foreign sourced income against the company's tax liability on such income, or (b) a partial exemption of 80% on specified income derived by the company, with the remaining 20% of the income being subject to 15% tax and 2% CCR Levy. However, as the Company's gross income does not exceed the required threshold, there is no impact on the CCR Levy for the year. The company would only be able to claim the partial exemption subject to meeting the applicable substance conditions.

At 31 December 2025, the Company had accumulated tax losses of USD 140,773 (2024: USD 127,259).

The tax losses are available for set off against future taxable profit of the Company as follows:

	As of 31 December 2025	As of 31 December 2024
Upto the year ending		
31 December 2025	-	20,631
31 December 2026	18,445	18,445
31 December 2027	29,179	29,179
31 December 2028	28,922	28,922
31 December 2029	30,082	30,082
31 December 2030	34,145	-
	140,773	127,259

Losses lapsed during the year ended 2025 is USD 20,631 (2024: USD 21,992).

A reconciliation of the actual income tax expense based on accounting profit and the actual income tax expenses is as follows:

	As of 31 December 2025	As of 31 December 2024
Profit/ (loss) before taxation	401,222	(30,082)
Tax expense at 15%	60,183	(4,512)
Expenses not allowed	(65,305)	-
Deferred tax not recognised	5,122	4,512
Income tax Charge	-	-

Deferred tax asset amounting to USD 21,116 (2024: USD 19,089) has not been recognised in the financial statements as it is not probable that the Company will have sufficient taxable profits against which the unused tax losses could be utilized in the foreseeable future.

7. Investment in subsidiary

	As of 31 December 2025	As of 31 December 2024
Investment in subsidiary (Airtel Madagascar SA) (Unquoted investment at cost)	4,355,634	4,355,634

The Company owns 63.20% of the issued share capital of Airtel Madagascar S.A., a company incorporated in the Republic of Madagascar. The principal activity of the subsidiary is to develop and use communication system.

7. Investment in subsidiary (Continued)

The directors have assessed the recoverable amount of the subsidiary at 31 December 2025 and are of the opinion that the investment has not suffered any impairment. The impairment assessment is based on the discounted cash flow of the subsidiary.

The directors have considered the exemption available under Section 12 of the Fourteenth Schedule of the Mauritius Companies Act 2001 and have not prepared consolidated financial statements.

8. Loan receivable

	As of 31 December 2025	As of 31 December 2024
Loan receivable from subsidiary, Airtel Madagascar SA		
At the beginning of the year	168,884,684	120,042,559
Addition during the year	77,310,000	50,240,000
Repayment during the year	-	(1,397,875)
	246,194,684	168,884,684
Provision for credit losses	(115,003,518)	(115,003,518)
	131,191,166	53,881,166
Provision for credit losses		
	As of 31 December 2025	As of 31 December 2024
At the beginning of the year	115,003,518	115,003,518
Provision during the year	-	-
	115,003,518	115,003,518

The loan is unsecured and interest free with a maturity date of 31st December, 2026. The credit facility is denominated in USD. The repayment clause states that any outstanding principal loan amount will be payable in full upon request of the lender by giving a 3 (three) months advance notice to the borrower. The Company is under process of having the loan facility extended till 31 December 2031. At 31 December 2025, the Directors reviewed the financial position and discounted cash flow of the subsidiary company and believe that loan should not be further impaired.

9. Other receivables

	As of 31 December 2025	As of 31 December 2024
Technical fees receivables from subsidiary	907,754	907,754
Other receivable from other related parties	-	435,364
	907,754	1,343,118
Provision for credit losses	-	(435,367)
	907,754	907,751
Provision for credit losses		
	As of 31 December 2025	As of 31 December 2024
At the beginning of the year	435,367	435,367
Provision reversed during the year	(435,367)	-
	-	435,367

10. Stated capital

	As of 31 December 2025	As of 31 December 2024
Issued and fully paid up : 1,889,191 shares of USD 100 (Dec'24: 1,120,091 shares of USD 100 each)	188,919,100	112,009,100

Below table summarizes the movement of stated capital:-

	As of 31 December 2025	As of 31 December 2024
Opening balance	112,009,100	10,000
Add: 769,100 shares (Dec'24: 1,119,991 shares) of USD 100 each issued during the year	76,910,000	111,999,100
Closing balance	188,919,100	112,009,100

Shareholder

The Company's shares are fully held by Bharti Airtel Madagascar Holdings B.V.

During the year ended 31st December 2025 the board through its resolution dated 25th June 2025 has approved the issue of 769,100 shares of USD 100 totalling to USD 76,910,000 which is financed by capitalisation of shareholder loan of USD 76,910,000. This transaction is considered non-cash for the purpose of the cash flow statement.

During the year ended 31st December 2024 the board through its resolution dated 2nd August 2024 has approved the issue of 1,119,991 shares of USD 100 totalling to USD 111,999,100 which is financed by capitalisation of shareholder loan of USD 111,844,332, other payable of USD 190,706 and other receivable of USD 35,938. This transaction is considered non-cash for the purpose of the cash flow statement.

Voting rights

Each ordinary share shall entitle its holder to receive notice of, to attend and vote at any meeting of the Company.

Rights relating to dividends

Each ordinary share shall entitle its holder right of an equal share in dividends as authorised by the board.

Rights relating to repayment of capital

Upon winding-up, each ordinary share shall entitle its holder the right to an equal share in the distribution of the surplus assets of the Company.

11. Borrowings

	As of 31 December 2025	As of 31 December 2024
Loan from Bharti Airtel Madagascar Holdings B.V		
At the beginning of the year	22,600,062	85,604,394
Addition during the year	77,709,980	48,840,000
Conversion into equity	(76,910,000)	(111,844,332)
Repayment during the year	(435,367)	-
	22,964,675	22,600,062

11. Borrowings (Continued)

The loan is unsecured and interest free with a maturity date of 31st December, 2026. The credit facility is denominated in USD. The repayment clause states that any outstanding principal loan amount will be payable in full upon request of the lender by giving a 3 (three) months advance notice to the borrower. The Company is under process of having the loan facility extended till 31 December 2031.

The following table provides the reconciliation of liabilities whose cash flow movements are disclosed as part of financing activities of statement of cash flows:

		Non cash changes		
	January 1, 2025	Cash Flows	Capitalisaton	December 31, 2025
Borrowings	22,600,062	77,274,613	(76,910,000)	22,964,675
		Non cash changes		
	January 1, 2024	Cash Flows	Capitalisaton	December 31, 2024
Borrowings	85,604,394	48,840,000	(111,844,332)	22,600,062

12. Other payables and accrued expenses

	As of 31 December 2025	As of 31 December 2024
Amount due to other related parties (Refer Note 13)	-	6,135
Accruals	15,929	15,192
	15,929	21,327

13. Related Party Disclosure

During the year ended, the Company entered into transactions with related parties. All balances are unsecured and interest free. Other receivable/payable to related parties are receivable/payable on demand. The nature, volume of transactions and balances with related parties are as follows.

Entity Name	Relationship
Bharti Enterprises (Holding) Private Limited	Ultimate controlling entity
Airtel Africa plc	Intermediate parent company
Bharti Airtel International (Netherlands) B.V.	Intermediate parent company
Bharti Airtel Africa B.V.	Intermediate parent company
Bharti Airtel Madagascar Holdings B.V.	Parent company
Channel Sea Management Company (Mauritius) Limited	Fellow Subsidiary*
Airtel Madagascar S.A.	Subsidiary company
Bharti Airtel Rwanda Holding Limited	Fellow subsidiary
Montana International	Associated company*
Ocorian Corporate Services (Mauritius) Limited	Administrator

*Applied for strike off of names from Register of Companies.

13. Related Party Disclosure (Continued)

Related Party Transactions for the year ended 31 December 2025

Nature of transaction	Airtel Madagascar S.A.	Bharti Airtel Madagascar Holdings B.V	Bharti Airtel Rwanda Holdings Limited	Bharti Airtel Africa BV
Opening Balance as on 01 January 2025	169,792,438	(22,600,062)	435,364	(6,135)
Other receivable received during the year	-	-	(435,364)	-
Other payable paid during the year	-	-	-	6,135
Loan received from parent company during the year	-	(77,709,980)	-	-
Loan repaid to parent company during the year	-	435,367	-	-
Loan given to subsidiary during the year	77,310,000	-	-	-
Loan repaid by subsidiary during the year	-	-	-	-
Conversion into equity	-	76,910,000	-	-
Outstanding balance as at 31 December 2025				
Loan receivable	246,194,684	-	-	-
Borrowing	-	(22,964,675)	-	-
Other Receivables	907,754	-	-	-
Other Payables	-	-	-	-
Total	247,102,438	(22,964,675)	-	-

13. Related Party Disclosure (Continued)

Related Party Transactions for the year ended 31 December 2024

Nature of transaction	Airtel Madagascar S.A.	Bharti Airtel Madagascar Holdings B.V	Bharti Airtel Rwanda Holdings Limited	Bharti Airtel Africa BV
Opening Balance as on 01 January 2024	120,950,313	(85,759,162)	435,364	(6,135)
Loan received from parent company during the year	-	(48,840,000)	-	-
Loan given to subsidiary during the year	50,240,000	-	-	-
Loan repaid by subsidiary during the year	(1,397,875)	-	-	-
Conversion into equity	-	111,999,100	-	-
Outstanding balance as at 31 December 2024				
Loan receivable	168,884,684	-	-	-
Borrowing	-	(22,600,062)	-	-
Other Receivables	907,754	-	435,364	-
Other Payables	-	-	-	(6,135)
Total	169,792,438	(22,600,062)	435,364	(6,135)

13. Related Party Disclosure (Continued)

Key Management Services	31 December 2025	31 December 2024
Ocorian Corporate Services (Mauritius) Limited - Administrator		
Expense including directors fee incurred by the Company	17,905	14,934
Outstanding balance	1,535	1,553

14. Parent company

The directors consider Bharti Airtel Madagascar Holdings B.V, a company incorporated in the Netherlands, as the parent company and Airtel Africa Plc, a company incorporated in London, United Kingdom as the intermediate parent company.

Bharti Enterprises (Holding) Private Limited is the ultimate controlling entity. It is held by private trusts of Bharti family, with Mr. Sunil Bharti Mittal's family trust effectively controlling the Company.

15. Subsequent event

No events or transactions have occurred since the date of balance sheet or are pending that would have a material effect on the financial statements as at and for the year ended 31 December 2025.