

BHARTI AIRTEL NIGER HOLDINGS B.V.

Annual Report and Financial Statements for the year ended 31 March 2023

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To the shareholders,
Bharti Airtel Niger Holdings 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 2022 and ending on 31 March 2023 of the Company (hereinafter referred to as the "**Year 2022/2023**").

We have prepared the annual accounts of the Year 2022/2023 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 2023 and the Income Statement for the Year 2022/2023 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:

- J.C. Uneken- van de Vreede
- J.K. Paul
- B. Dominic

FINANCIAL PERFORMANCE

The shareholder's equity as on 31 March 2023 is showing a total amount of USD 236,828 thousands (31 March 2022: USD 233,903 thousands) and the Income Statement for the Year 2022/2023 is showing a post-tax profit of USD 2,924 thousands (2021/2022: USD 13,813 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/-
J.C. Uneken - van de Vreede
Managing Director

Date: June 30, 2023

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

| | Notes | As of | |
|-------------------------------------|------------|----------------|----------------|
| | | 31 March, 2023 | 31 March, 2022 |
| ASSETS | | | |
| Fixed assets | | | |
| Financial fixed assets | | | |
| Participations in group companies | (5) (a) | 24,157 | 24,157 |
| Receivables from group companies | (b) | 30,416 | 38,492 |
| Other receivables | (6) | 1,847 | 1,847 |
| Total Financial fixed assets | | 56,420 | 64,496 |
| Current assets | | | |
| Receivables | | | |
| Receivables from group companies | (7) | 180,408 | 140,907 |
| Cash | (8) | 0 | 28,500 |
| Total current assets | | 180,408 | 169,407 |
| Total assets | | 236,828 | 233,903 |
| EQUITY AND LIABILITIES | | | |
| Shareholder's equity | | | |
| Issued share capital | (9) | 20 | 20 |
| Other reserves | | 233,884 | 220,070 |
| Unappropriated results | | 2,924 | 13,813 |
| | | 236,828 | 233,903 |
| Total equity and liabilities | | 236,828 | 233,903 |

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

| | Notes | For the year ended | |
|---|-------|--------------------|----------------|
| | | 31 March, 2023 | 31 March, 2022 |
| Income | | | |
| Dividend income | (11) | - | 12,693 |
| Interest income | (12) | 3,655 | 3,853 |
| Total operating income | | 3,655 | 16,546 |
| Expense | | | |
| Interest expense and similar charges | | 0 | 0 |
| Total operating expenses | | 0 | 0 |
| Result from operations | | 3,655 | 16,546 |
| Foreign currency exchange differences loss/(gain) | (13) | - | 693 |
| Result before taxation | | 3,655 | 15,853 |
| Taxation | (14) | 731 | 2,040 |
| Net result for the year | | 2,924 | 13,813 |

Bharti Airtel Niger Holdings 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 which have not been valued at net capital value:

| Name, statutory registered office | Share in issued capital | |
|------------------------------------|-------------------------|---------------|
| | 31 March 2023 | 31 March 2022 |
| | % | % |
| Celtel Niger S.A. Niamey, Niger | 90.00 | 90.00 |

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.

Bharti Airtel Niger Holdings B.V. **Notes to the Financial Statements**

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

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.

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.

Bharti Airtel Niger Holdings B.V.
Notes to the Financial Statements

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

2.12 Income

Income mainly comprise of interest and dividend for the reporting periods. 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).

2.13 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 2022/2023 the Company had no employees, and hence incurred no salaries or related social security charges (2021/2022: NIL).

Bharti Airtel Niger Holdings 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 2023 | 31 March 2022 |
| (a) Participation in group company | 24,157 | 24,157 |
| (b) Receivable from group company | 30,416 | 38,492 |
| | <u>54,573</u> | <u>62,649</u> |

(a) Participation in group company

| | As of | |
|--------------------------|----------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Celtel Niger S.A., Niger | 24,157 | 24,157 |
| | <u>24,157</u> | <u>24,157</u> |

(b) Receivable from group company

| | As of | |
|--|----------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Loan receivable from Celtel Niger S.A. | 30,416 | 38,492 |
| | <u>30,416</u> | <u>38,492</u> |

The calculated interest as at year end is based on 3 month libor+ 450 bps (2021/2022: 3 month libor+ 450 bps). Any outstanding principal loan amounts and accrued interest thereon will be payable in full by 31 December 2026, unless agreed otherwise between borrower and lender in writing.

6. Other receivables

| | As of | |
|-----------------|----------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Withholding tax | 1,847 | 1,847 |
| | <u>1,847</u> | <u>1,847</u> |

7. Receivables from group companies

| | As of | |
|---|----------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Other receivable from Bharti Airtel Africa B.V. | 180,066 | 140,565 |
| Amount owed by Celtel Niger S.A. | 342 | 342 |
| | <u>180,408</u> | <u>140,907</u> |

8. Cash and cash equivalents

| | As of | |
|--------------|----------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Cash at Bank | 0 | 28,500 |
| | <u>0</u> | <u>28,500</u> |

Bharti Airtel Niger Holdings B.V. **Notes to the Financial Statements**

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

9. Shareholder's Equity

| | As of | |
|---|----------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| 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 90,760 (31 March 2022: Euro 90,760). The Company's Euro denominated share capital is translated into USD at an exchange rate of Euro 1.090 as at 31 March 2023 (31 March 2022: Euro 1.116). Translation differences are recorded in other reserves.

| | For the year ended | |
|--|---------------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Other reserves | | |
| Balance as of 1 April | 220,071 | 217,133 |
| Allocation of previous financial year net result | 13,813 | 2,938 |
| | <u>233,884</u> | <u>220,071</u> |
| Foreign currency changes on share capital | (0) | (1) |
| Balance as of 31 March | <u>233,884</u> | <u>220,070</u> |

| | For the year ended | |
|---------------------------------------|---------------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Unappropriated results | | |
| Balance as of 1 April | 13,813 | 2,938 |
| Unappropriated results | 2,924 | 13,813 |
| | <u>16,737</u> | <u>16,751</u> |
| Appropriation of result previous year | (13,813) | (2,938) |
| Balance as of 31 March | <u>2,924</u> | <u>13,813</u> |

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.

Bharti Airtel Niger Holdings B.V.
Notes to the Financial Statements

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

11. Dividend income

| | For the year ended | |
|--|---------------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Dividend income from Celtel Niger S.A. | - | 12,693 |
| | - | 12,693 |

12. Interest income

| | For the year ended | |
|--|---------------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Interest income on loan to Celtel Niger S.A. | 3,655 | 3,853 |
| | 3,655 | 3,853 |

13. Foreign currency exchange differences loss/ (gain)

| | For the year ended | |
|---|---------------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Realized foreign currency exchange differences loss | - | 693 |
| | - | 693 |

14. Taxation

| | For the year ended | |
|------------------------------------|---------------------------|----------------------|
| | 31 March 2023 | 31 March 2022 |
| Withholding tax on dividend income | - | 1,269 |
| Withholding tax on interest income | 731 | 771 |
| | 731 | 2,040 |

On behalf of the management board of the Company

Sd/-

B. Dominic
Managing Director

sd/-

J.C. Uneken - van de Vreede
Managing Director

sd/-

J.K. Paul
Managing Director

Bharti Airtel Niger Holdings B.V.

Other Information

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

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, the 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 2021/2022

The annual accounts for the Year 2021/2022 were adopted by the General Meeting held on June 21, 2022. The General Meeting has determined the appropriation of the result as it was proposed.

4. Proposed appropriation of result for the Year 2022/2023

The management board proposes to transfer the profit for the Year 2022/2023 to the Other Reserves for an amount of USD 2,924 thousands. The financial statements do not yet reflect this proposal.

5. Post Balance Sheet events

There is no other post Balance Sheet event to report.