

RESULTS FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER 2024

AIRTEL UGANDA LIMITED SUMMARY AUDITED FINANCIAL STATEMENTS FOR YEAR ENDED 31 DECEMBER 2024

The directors of Airtel Uganda Limited ("the Company") are pleased to present the summary audited financial statements for the year ended 31 December 2024.

Report of the Independent auditors on the summary financial statements of Airtel Uganda Limited

Opinion

The summary financial statements, which comprise the summary statements of financial position as at 31 December 2024, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows for the year then ended, and other disclosures, are derived from the audited financial statements of Airtel Uganda Limited for the year ended 31 December 2024.

In our opinion, the accompanying summary financial statements are consistent, in all material respects with the audited financial statements, in accordance with the measurement and recognition requirements of IFRS Accounting Standards as issued by the International Accounting Standards Board and the requirements of the Uganda Companies Act Cap. 106 as applicable to summary financial statements.

Summary financial statements

The summary financial statements do not contain all the disclosures required by IFRS Accounting Standards as issued by the International Accounting Standards Board, and the Uganda Companies Act Cap. 106 as applicable to the annual financial statements.

Reading the summary financial statements and the auditors' report thereon, therefore, is not a substitute for reading the audited financial statements and the auditors' report thereon. The summary financial statements and audited financial statements do not reflect the effect of events that occurred subsequent to the date of our report on the audited financial statements.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 18 February 2025. The report also includes the communication of a key audit matter as reported in the auditor's report on the audited financial statements. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the current period.

Directors' responsibility for the summary financial statements

The Directors are responsible for the preparation of the summary financial statements in accordance with the measurement and recognition requirements of IFRS Accounting Standards as issued by the International Accounting Standards Board and for such internal control as the directors determine necessary to enable the preparation of the summary financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility for the summary financial statements

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures which were conducted in accordance with the International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.



Certified Public Accountant of Uganda
18 February 2025

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD

	2024 Ushs millions	2023 Ushs millions
INCOME		
Revenue	1,978,815	1,777,307
Other income	7,683	6,653
	1,986,498	1,783,960
EXPENSES		
Network operating expenses	(334,080)	(314,475)
Access charges	(104,809)	(66,008)
Licence fees and spectrum usage charges	(46,771)	(43,567)
Employee benefits expenses	(88,978)	(83,568)
Sales and marketing expenses	(227,215)	(198,777)
Other operating expenses	(192,215)	(159,174)
Depreciation and amortisation	(363,310)	(326,737)
	(1,357,378)	(1,192,306)
Operating profit	629,120	591,654
Finance income	14,969	10,276
Finance costs	(192,353)	(175,045)
Profit before tax	451,736	426,885
Income tax expense	(134,996)	(129,935)
Profit for the period	316,740	296,950
Other comprehensive income/(loss) for the year, net of tax	32	(6)
Total comprehensive income for the year, net of tax	316,772	296,944
Basic and diluted earnings per share	7.9	7.4

STATEMENT OF FINANCIAL POSITION AS AT

	2024 Ushs millions	2023 Ushs millions
ASSETS		
Non-current assets		
Property plant and equipment	845,455	764,871
Capital work-in-progress	29,145	41,448
Right of use asset	1,082,205	672,869
Intangible assets	387,887	421,292
Other non-current assets	60,251	66,571
	2,404,943	1,967,051
CURRENT ASSETS		
Inventories	3,027	3,445
Financial assets		
Trade receivables	75,235	98,481
Cash and cash equivalents	9,443	34,345
Others	10,883	24,636
Income tax asset (net)	13,478	5,406
Other current assets	88,521	67,194
	200,587	233,507
TOTAL ASSETS	2,605,530	2,200,558
EQUITY AND LIABILITIES		
Equity		
Share capital	40,000	40,000
Retained earnings	102,401	86,661
Other reserves	111	79
	142,512	126,740
NON-CURRENT LIABILITIES		
Financial liabilities		
Borrowings	258,717	291,429
Lease liabilities	1,063,657	609,902
Others	141,782	145,203
Deferred revenue	9,534	11,068
Provisions	2,391	2,931
Deferred tax liability	132,340	100,188
	1,608,421	1,160,721
CURRENT LIABILITIES		
Financial liabilities		
Borrowings	394,773	401,747
Lease liabilities	125,274	175,317
Trade payables	181,067	194,379
Derivative financial instruments	3,549	508
Others	47,005	45,370
Deferred revenue	29,464	29,085
Provisions	14,692	13,694
Other current liabilities	58,773	52,997
	854,597	913,097
TOTAL EQUITY AND LIABILITIES	2,605,530	2,200,558

STATEMENT OF CHANGES IN EQUITY

	Share Capital Ushs millions	Share premium Ushs millions	Retained earnings Ushs millions	Other comprehensive income Ushs millions	Grand total Ushs millions
At 1 January 2023	1,408	16,128	106,239	85	123,860
Profit for the period	-	-	296,950	-	296,950
Dividends - Final Dividend FY22	-	-	(99,264)	-	(99,264)
Dividends - Interim Dividend FY23	-	-	(194,800)	-	(194,800)
Other comprehensive income	-	-	-	(6)	(6)
Conversion of share premium to share capital	16,128	(16,128)	-	-	-
Conversion of retained earnings to share capital	22,464	-	(22,464)	-	-
At 31 December 2023	40,000	-	86,661	79	126,740
At 1 January 2024	40,000	-	86,661	79	126,740
Profit for the period	-	-	316,740	-	316,740
Dividends - Final Dividend FY23	-	-	(86,000)	-	(86,000)
Dividends - Interim Dividend FY24	-	-	(215,000)	-	(215,000)
Other comprehensive income	-	-	-	32	32
At 31 December 2024	40,000	-	102,401	111	142,512

STATEMENT OF CASHFLOWS FOR THE PERIOD

	2024 Ushs millions	2023 Ushs millions
OPERATING ACTIVITIES		
Profit before tax	451,736	426,885
Adjustments for:		
Depreciation and amortisation	363,310	326,737
Interest income	(626)	(1,021)
Unrealised foreign exchange gain	(14,343)	(9,255)
Interest on borrowings	93,433	80,684
Interest on lease liabilities	72,211	54,215
Interest on spectrum liabilities	10,929	9,458
Movement in provision for trade receivables	1,305	1,242
Movement in provision for inventory obsolescence	(78)	1,069
Asset write off	217	793
Operating cash flow before changes in working capital	978,094	890,807
Decrease in inventories	496	933
Decrease / (Increase) in trade receivables	19,224	(21,924)
Increase in other financial and non-financial assets	(414)	(30,691)
(Decrease)/increase in trade payables	(12,574)	45,740
Decrease in deferred revenue	(1,155)	(7,586)
Increase/(Decrease) in other financial, provisions and non-financial liabilities	7,200	(6,065)
Net cash generated from operations before tax	990,871	871,215
Income tax paid	(110,916)	(137,709)
Net cash generated from operating activities (a)	879,955	733,506
INVESTING ACTIVITIES		
Purchase of property, plant and equipment and capital work in progress	(235,861)	(242,296)
Interest received	626	1,021
Net cash flows used in investing activities (b)	(235,235)	(241,275)
FINANCING ACTIVITIES		
Proceeds from borrowings	35,000	300,000
Repayment of borrowings	(105,451)	(334,486)
Interest on borrowings	(94,071)	(81,548)
Repayment of lease liabilities	(144,161)	(119,448)
Interest paid on lease liabilities	(72,211)	(54,215)
Payment of spectrum liabilities	(6,715)	(6,595)
Interest paid on spectrum liabilities	(10,929)	(9,458)
Dividend paid	(301,009)	(294,049)
Net cash flows used in financing activities (c)	(699,547)	(599,798)
Net movement in cash and cash equivalents during the period (a+b+c)	(54,827)	(107,568)
Cash and cash equivalents as at beginning of the period	(296,919)	(189,351)
Cash and cash equivalents as at end of the period	(351,746)	(296,919)

BASIS OF PREPARATION

The summary financial statements of the Company for the year ended 31 December 2024 were prepared in accordance with the criteria established by management under which the Company discloses the summary statements of the financial position, profit or loss, and other comprehensive income, cash flows, and changes in equity. The summary financial statements are derived from the audited financial statements of the Company which are prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board and a manner required by the Companies Act Cap. 106.

Revenue

Airtel Uganda is pleased to report sustained growth in 2024, with revenues of Ushs 1,986.5 billion, a strong 11.4% increase compared to Ushs 1,784.0 billion in 2023. This exceptional performance reflects our unwavering commitment to innovation, customer satisfaction, and operational excellence.

Data revenue and value-added services saw significant growth in the past year, reaching Ushs 961.0 billion compared to Ushs 775.7 billion in 2023. This increase was primarily driven by a rise in data usage, with more customers accessing data services. Voice revenue including interconnect also saw sustained growth, reaching Ushs 995.5 billion from Ushs 980.0 billion in 2023. The total customer base increased by 13.9% compared to the previous year.

Operating Profit

Operating profit for 2024 increased by 6.3% and was Ushs 629.1 billion with an operating profit margin of 31.7%. Operating cost increase was mainly driven by volume-based increase in local interconnect minutes leading to increase in access charges, increase in sales & distribution expense and depreciation & amortization expense resulting from addition of 165 sites.

Finance Income and Costs

The finance charges net of finance income increased to Ushs 177.4 billion compared to Ushs 164.8 billion in the prior year. Total market debt (bank overdraft plus term loans) has reduced from Ushs 693.2 billion in 2023 to Ushs 653.5 billion in 2024. The leverage ratio (including lease liabilities) for 2024 was 1.8 times of EBITDA. The company's leverage remains at a sustainable and manageable level.

Profit for the year

Profit Before Tax (PBT) was Ushs 451.7 billion in 2024 compared to Ushs 426.9 billion in 2023. The company reported a Profit after Tax (PAT) of Ushs 316.7 billion compared to Ushs 297.0 billion in the prior year. This was mainly as a result of strong revenue performance, continued cost efficiencies, stable macro-economics and a strong commitment to the needs of our customers by our employees.

Cashflow

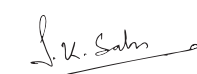
Management is also pleased to report positive net cash generated from operations of Ushs 880.0 billion for the year ended 31 December 2024 compared to Ushs 733.5 billion for the year ended 31 December 2023.

Dividend

Subject to approval by shareholders, the Directors recommend the payment of a final dividend of Ushs 2.50 per share for the financial year ended 31 December 2024. The dividend shall be paid to the shareholders registered in the books of the Company at close of business on 08 April 2025 and will be paid on or before 28 April 2025.

Message from the Directors

The above summary financial statements are derived from the Company's financial statements which were audited by Deloitte & Touche who issued an unqualified opinion. A copy of the audited financial statements can be obtained from Airtel Uganda Limited on our website: www.airtel.co.ug The financial statements were approved by the Board of Directors on 18 February 2025, and signed on its behalf by:



Soumendra Sahu
Managing Director



Hannington Karuhanga
Board Chairman