

Ethio Telecom

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2023

	Notes	30 June 2023 Birr'000	30 June 2022 Birr'000
Revenue from contracts with customers	5	71,525,993	59,448,361
Direct costs	6(a)	(11,318,736)	(9,749,007)
Operating expenses	6(b)	(27,699,985)	(20,872,135)
Net impairment losses on financial asset	14	(347,607)	271,868
Other income (expense)	8	5,460,102	2,315,166
Earnings before interest, taxes, depreciation and amortization (EBITDA)		37,619,767	31,414,253
Depreciation of property, plant and equipment	11	(5,785,449)	(5,715,562)
Depreciation charge of right of use asset	12	(383,706)	(342,402)
Amortization intangible assets	13	(323,310)	(573,881)
Depreciation charge of Investment Property	13(a)	(4,395)	
		(6,496,860)	(6,631,845)
Operating profit		31,122,907	24,782,408
Finance income	9	31,764	82,458
Finance costs	9	(2,967,893)	(7,030,963)
Finance costs - net		(2,936,129)	(6,948,505)
Profit before income tax		28,186,778	17,833,903
Income tax (expense) / credit	10(a)	(10,158,764)	(8,834,321)
Profit after tax		18,028,014	8,999,582
Other comprehensive income (OCI) net on income tax			
Items that will not be subsequently reclassified into profit or loss:			
Remeasurement gain/(loss) on post employment benefits obligations	19	186,047	91,576
Deferred tax (liability)/asset on remeasurement gain or loss	10(a)	(55,814)	(27,473)
		130,233	64,103
Total comprehensive income for the year		18,158,247	9,063,685

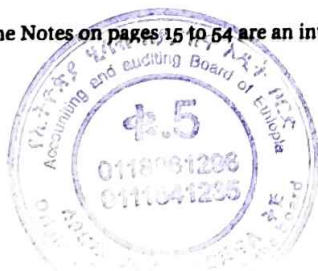
The Notes on pages 15 to 54 are an integral part of these financial statements.



Ethio Telecom
Statement of financial position
For the year ended 30 June 2023

	Notes	30 June 2023	30 June 2022
		Birr'000	Birr'000
ASSETS			
Non current assets			
Property, plant and equipment	11	50,924,499	38,857,822
Right of use assets	12	1,207,765	961,266
Intangible assets	13	1,293,718	1,608,350
Investment Property	13(a)	213,686	
Other assets	14(a)	310	171
Other financial assets at amortised cost	14(c)	7,101,156	7,101,635
Deferred tax Assets	10(d)	3,576,850	3,931,220
		<u>64,317,984</u>	<u>52,460,464</u>
Current assets			
Inventories	15	14,998,876	6,308,228
Other assets	14(a)	2,974,273	2,366,469
Trade receivables	14(b)	6,773,369	6,530,101
Other financial assets at amortised cost	14(c)	92,483,778	92,510,752
Notes receivable at amortised cost	16(a)	-	650,540
Cash and cash equivalents	17	33,544,592	28,191,157
		<u>150,774,888</u>	<u>136,557,247</u>
Total assets		<u>215,092,872</u>	<u>189,017,711</u>
EQUITY AND LIABILITIES			
LIABILITIES			
Non-current liabilities			
Borrowings	18	16,927,715	20,576,144
Provisions	20(c)	127,778	84,296
Lease liabilities	12	647,210	519,662
Grants	23	497	518
Defined benefit liabilities	19	597,441	640,151
		<u>18,300,641</u>	<u>21,820,771</u>
Current liabilities			
Borrowings	18	5,212,627	6,702,921
Contract liabilities	20(a)	8,231,309	6,968,799
Trade and other payables	20(b)	53,636,335	38,824,823
Provisions	20(c)	31,956	13,772
Lease liabilities	12	341,037	312,233
Grants	23	23	43
Defined benefit liabilities	19	76,288	69,206
Dividend payable	25(b)	2,304,066	4,804,066
Current income tax	10 (c)	7,245,392	7,946,127
		<u>77,079,033</u>	<u>65,641,990</u>
Total liabilities		<u>95,379,674</u>	<u>87,462,761</u>
Equity attributable to owners			
Capital	21	100,000,000	100,000,000
Retained earnings	25	17,241,702	115,086
Legal reserve	22	2,301,324	1,399,923
Other reserves	24	170,174	39,941
		<u>119,713,200</u>	<u>101,554,950</u>
Total equity		<u>119,713,200</u>	<u>101,554,950</u>
Total equity and liabilities		<u>215,092,872</u>	<u>189,017,711</u>

The Notes on pages 15 to 64 are an integral part of these financial statements.



Ethio Telecom
 Statement of cash flows
 For the year ended 30 June 2023

	Notes	30 June 2023 Birr'000	30 June 2022 Birr'000
Cash flows from operating activities			
Cash generated from operations	26	43,771,628	44,665,627
Interest income received	9	30,986	75,218
Interest expense paid	18a&b,12	(1,042,711)	(577,301)
Income tax paid	10	(10,560,943)	(7,932,368)
Arrear tax paid			(1,458,594)
Net cash (outflow)/inflow from operating activities		32,198,961	34,772,581
Cash flows from investing activities			
Sale of placements with financial institutions	16		400,000
Settlement of Treasury Note receivable from MoF	16	650,000	
Purchase of intangible assets	13	(8,678)	(147,360)
Purchase of property, plant and equipment	11,18b	(17,895,120)	(11,423,007)
Payment for right of use assets		(6,324)	(8,356)
Proceeds from sale of property, plant and equipment		187,162	148,970
Net cash (outflow)/inflow from investing activities		(17,072,960)	(11,029,753)
Cash flows from financing activities			
Repayments of borrowings	18	(6,610,985)	(8,283,127)
Principal elements of lease payments	12	(395,338)	(317,421)
Payment to Ministry of Finance		(2,500,000)	(500,000)
Net cash (outflow)/inflow from financing activities		(9,506,323)	(9,100,548)
Net increase/(decrease) in cash and cash equivalents		5,619,678	14,642,280
Cash and cash equivalents at the beginning of the year	17	28,191,157	15,194,080
Effects of exchange rate changes on cash and cash equivalents	17	(266,244)	(1,645,204)
Cash and cash equivalents at the end of the year	17	33,544,592	28,191,157

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