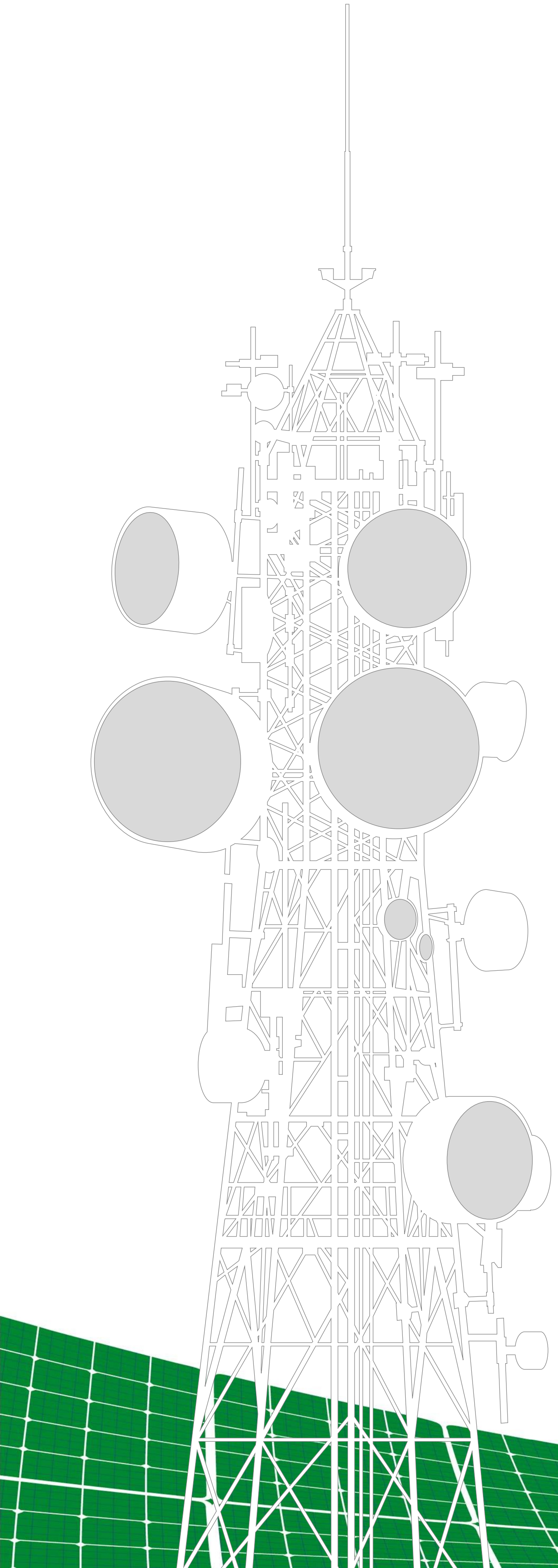

IHS NETHERLANDS HOLDCO B.V.

Unaudited Interim Condensed Combined Financial Statements for the 3 month period and year ended 31 December 2019

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INFORMATION ON THE COMPANY

Information on the Company and the Group

IHS Netherlands Holdco B.V. (the "Company") and its subsidiaries form the "Restricted Group" for the purposes of the $500 million 7.125% Senior Notes due 2025 (the "2025 Notes") and the $800 million 8.0% Senior Notes due 2027 (the "2027 Notes"), together "the Notes", each issued on 18 September 2019, and listed on The International Stock Exchange (TISE). Each of the Company's subsidiaries, other than Tower Infrastructure Company Limited and IHS Towers Netherlands FinCo NG B.V., which are immaterial subsidiaries, is a Guarantor of those notes. The Company and its subsidiaries are hereinafter referred to as the "Group".

IHS Netherlands Holdco B.V. issued $800 million 9.5% Senior Notes due 2021 (the "Holdco Notes") under a Senior Notes Indenture dated 27 October 2016 between, *inter alios*, the Issuer (IHS Netherlands Holdco B.V.), the Guarantors (each of IHS Netherlands NG1 B.V., IHS Nigeria Limited, IHS Netherlands NG2 B.V., IHS Towers NG Limited, Tower Infrastructure Company Limited, and IHS Towers Netherlands FinCo NG B.V.) and the Trustee (Citibank N.A., London branch).This bond was fully redeemed on 28 October 2019 and is no longer outstanding.

The Company was incorporated on 12 May 2016 and shares in the Company were subscribed for by its now immediate parent entity, IHS Netherlands (Interco) Coöperatief U.A., as a result of which the Company became part of the "IHS Group", a group whose ultimate parent Company is IHS Holding Limited ("IHS Holding"), a private company incorporated under the laws of Mauritius.

On 13 May 2016, the Company subscribed for the entire share capital in two special purpose vehicles, IHS Netherlands NG1 B.V. ("NG1") and IHS Netherlands NG2 B.V. ("NG2").

On 15 September 2016, IHS Holding transferred the shares it held (representing 100% ownership[1]) in IHS Nigeria Limited ("IHSN") and IHS Towers NG Limited (formerly Helios Towers Nigeria Limited) ("ITNG") to NG1 and NG2 respectively.

On 18 September 2019 IHS Netherlands (Interco) Coöperatief U.A. transferred the shares it held (representing 100% ownership) in Nigeria Tower Interco B.V. ("Tower Interco") to IHS Netherlands Holdco B.V., thereby bringing INT Towers Limited ("INT"), a fully owned subsidiary of Tower Interco, into the Group.

Basis of preparation

These unaudited interim condensed combined financial statements do not constitute statutory accounts.

Since the Group as currently constituted was not fully formed until 18 September 2019, financial information on a statutory basis from 18 September to 31 December 2019 will have limited use for bondholders. Consequently, these financial statements have been prepared on a pro forma combined basis, aggregating the results of operations and financial position of the group existing previously with those of the two subsidiaries (Tower Interco and INT), acquired in September 2019 as part of a group restructuring, as if they had been part of the Group from 1 January 2018. These financial statements thus do not fully comply with International Financial Reporting Standards ("IFRS").

The principal accounting policies applied in the preparation of these financial statements are consistent with those of the Company's audited financial statements for the year ended 31 December 2019 except the proforma combined basis adopted to show the results as if the Group were in existence from 1 January 2018 as described in more detail below.

The formation of the present Group is a transaction under common control and in the statutory accounts of the Company and Group, is accounted for following the principles of predecessor accounting in accordance with IFRS, whereby the assets acquired and liabilities assumed, of Tower Interco and INT, by the Group are recognised at their pre-combination carrying values that exist within the consolidated accounts of the IHS Group.

Proforma adjustments

In addition to incorporating the results of Tower Interco and INT for the period 1 January 2018 to 17 September 2019 and the financial position of Tower Interco and INT at 31 December 2018, proforma adjustments have been made as follows:

- IHSN charges INT for management services under a management and technical services agreement, recognising the charges as other income in its accounts, whilst INT recognises them as an expense. These intercompany charges have been eliminated from 1 January 2018.

[1] Less one share in each of IHS Nigeria Limited, IHS Towers NG Limited and INT Towers Limited which are held by a nominee shareholder, for local legal reasons.

INFORMATION ON THE COMPANY (CONTINUED)

Basis of preparation (continued)

Proforma adjustments (continued)

- To reflect the carrying value, at 1 January 2018 and consequent impact of the purchase price adjustments assessed on the acquisition of INT by IHS Holding Limited in 2014, the following adjustments were made:
  - Adding property, plant and equipment of $40.5m ($55.6m in cost and $15.1m in accumulated depreciation),
  - Adding goodwill of $259.2m,
  - Adding intangible assets of $77.0m ($86.5m in cost and $9.5m in accumulated amortisation),
  - Increasing both deferred tax liabilities and deferred tax assets by $40.3m

- For the period 1 January 2018 to 31 December 2018, the above carrying values have been adjusted to reflect:
  - Depreciation of property, plant and equipment of $4.9m and a net unfavourable foreign exchange translation impact of $0.5m,
  - Amortisation of intangible assets of $3.1m and a net unfavourable foreign exchange translation impact of $0.9m,
  - An unfavourable foreign exchange translation impact of $2.9m against goodwill
- For the period 1 January 2019 to 30 September 2019, the above carrying values have been adjusted to reflect:
  - Depreciation of property, plant and equipment of $3.7m and a net favourable foreign exchange impact on translation of $0.2m,
  - Amortisation of intangible assets of $2.3m and a net favourable foreign exchange impact on translation of $0.5m,
  - A favourable foreign exchange impact on translation of $1.8m against goodwill

A condensed combined statement of changes in equity has not been provided since the combined aggregation of the operating units' share capital and reserves is not considered to be meaningful to users.

The preparation of the unaudited interim condensed combined financial statements requires management to make estimates and assumptions that affect the reported numbers. Actual results could vary from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period of the revision and future periods if the revision affects both current and future periods.

DISCLAIMER

The information in this document may contain forward-looking statements. Forward-looking statements include, but are not limited to, all statements other than statements of historical fact included in the information, including, without limitation, those regarding the Group's future financial position and results of operations, strategy, plans, objectives, goals and targets and future developments in the markets in which it operates or intends to operate. Forward-looking statements can be identified, in some instances, by the use of words such as "target", "believe", "expect", "aim", "intend", "continue", "forecast", "seek", "may", "anticipate", "estimate", "plan", "project", "will", "can have", "likely", "should", "would", "could" and other words and terms of similar meaning or the negative thereof, or by the forward-looking nature of discussions of strategy, plans or intentions. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause actual results, performance or achievements, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding the Company's present and future business strategies and the environment in which it will operate in the future. The Company does not undertake any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or developments or otherwise. For the avoidance of doubt, the Company does not accept any liability in respect of any such forward-looking statements.

Certain data included in the information are "non-IFRS measures". These non-IFRS measures may not be comparable to similarly titled financial measures presented by other entities, nor should they be construed as an alternative to other financial measures determined in accordance with International Financial Reporting Standards. Although the Company believes these non-IFRS financial measures provide useful information to users in measuring the financial performance and condition of its business, users are cautioned not to place undue reliance on any non-IFRS financial measures and ratios included in this document.

OPERATING AND FINANCIAL REVIEW

Overview

All financial information provided in this 'Operating and Financial Review' represents the combined position of the Group. A glossary of terms used is provided at the end of this document. The functional and presentation currency of the Company is the United States dollar ("USD", "US dollar" or "$").

The Group is a leading independent telecommunications tower infrastructure owner and operator in Nigeria. Its primary business is leasing tower space for communications equipment to Mobile Network Operators ("MNOs") and other customers, who in turn provide wireless, voice and data services to their end users. The Group provides its customers with opportunities to lease space on existing towers alongside current tenants, known as colocation, or to commission new towers for construction to the customer's specifications, known as build-to-suit ("BTS"). The Group also provides managed services in limited situations, such as maintenance, operations, marketing and leasing services, for certain towers owned by third parties. Services are provided based on long-term contracts with annual contractual escalations. A significant proportion of contracted tenant lease revenues are linked to US dollars.

The Group predominantly serves three of the four main Nigerian mobile network operators. As of 31 December 2019, the Group owned 16,499 towers, with a colocation rate of 1.47x, based on 24,196 tenants.

Highlights for the quarter and year to date

- Q4 revenue increased year-on-year by 1.3% and full year revenue increased year-on-year by 8.6%.
- 12 month Adjusted EBITDA increased year-on-year by 14.5%.
- 12 month Adjusted EBITDA increased year-on-year by 8.6% on a like-for-like basis excluding the impact of IFRS 16 Leases ('IFRS 16') accounting.
- Added 991 lease amendments and 221 tenants in the quarter.

	3 month period ended 31 Dec			**Year ended 31 Dec**		
	2019 $'000	2018 $'000	Change %	**2019 $'000**	2018 $'000	Change %
Revenue	**241,780**	238,680	1.3%	**925,704**	852,729	8.6%
Operating profit	**4,635**	60,132	-92.3%	**204,539**	205,816	-0.6%
(Loss)/profit for the period	**(54,757)**	714	n.a	**(17,213)**	(61,242)	-71.9%
*Alternative measures**						
Adjusted EBITDA	**127,905**	135,773	-5.8%	**561,771**	490,620	14.5%
Adjusted EBITDA margin	**52.9%**	56.9%	-4.0pt	**60.7%**	57.5%	3.2pt

*Alternative performance measures are non-IFRS measures that are presented to provide readers with additional information that is regularly reviewed by management. They should not be viewed in isolation or as an alternative to the equivalent IFRS measure. See reconciliations of Adjusted EBITDA in note 11 to the closest equivalent IFRS measure and Non-IFRS measures definitions on page 27 for further details.

Adoption of IFRS 16

The table on the following page removes the accounting impact of IFRS 16 from the Group's year to date 2019 financial results, as reported in these interim financial statements, in order to aid a like-for-like comparison of the current period results to the prior year. Please refer to note 2 for a description of the basis of preparation of these accounts and the accounting policy for lease accounting under IFRS 16.

Throughout this 'Operating and Financial Review' the term 'like-for-like' is used to compare the year ended 31 December 2019 results excluding the impact of IFRS 16 accounting to the comparative year ended 31 December 2018 results. No other adjustments have been made. Changes in cash flow line items are as a result of changes in presentation within line items; there is no change in underlying cash flows as a result of applying IFRS 16.

OPERATING AND FINANCIAL REVIEW (CONTINUED)

Adoption of IFRS 16 (continued)

	Year ended 31 Dec			
	As reported 2019	IFRS 16 impact 2019	**Excluding IFRS 16 2019**	**As Reported 2018**
	$'000	$'000	**$'000**	**$'000**
Revenue	**925,704**	-	**925,704**	**852,729**
Cost of sales	**(601,207)**	(2,652)	**(603,859)**	**(533,558)**
Administrative expenses	**(124,595)**	22	**(124,573)**	**(116,026)**
Net financing costs including changes in fair value through profit or loss	**(236,196)**	4,919	**(231,277)**	**(234,712)**
Taxation	**14,444**	-	**14,444**	**(32,346)**
Cash flows generated from operating activities	**572,461**	(52,880)	**519,581**	**393,504**
Net cash used in financing activities	**(529,091)**	52,885	**(476,206)**	**(319,120)**
Right of use assets (at period end)	**215,965**	(215,965)	**-**	**-**
Trade and other receivables (non-current and current at period end)	**143,084**	184,989	**328,073**	**459,716**
Lease liabilities (non-current and current at period end)	**33,222**	(33,222)	**-**	**-**
*Alternative measures**				
Adjusted EBITDA	**561,771**	(28,920)	**532,851**	**490,620**
Adjusted EBITDA margin	**60.69%**	-3.13%	**57.56%**	**57.54%**

Trading results

In Q4 2019 the net increase in number of towers was 4, resulting in a total of 16,499 live owned towers at the end of the period. Tenants increased by 221 in the quarter, giving a colocation rate of 1.47x at 31 December 2019. We also added 991 lease amendments during Q4 2019, resulting in 16,899 lease amendments at 31 December 2019.

For the year ended 31 December 2019 the net increase in the number of towers was 109 and we added 1,106 tenants and 3,771 lease amendments.

Revenue

Revenue increased by 8.6% to $925.7m in the year ended 31 December 2019 compared to $852.7m in the year ended 31 December 2018, and by 1.3% to $241.8m in the quarter ended 31 December 2019 compared to $238.7m in the quarter ended 31 December 2018. Underlying Naira revenue increased by 8.5% in the 12 months to 31 December 2019 year-on-year. This growth is driven by increases in tenancies and towers as well as the escalations in our contracts.

Revenue in the quarter ended 31 December 2018 also included additional revenue of $24.0m that is a result of agreement on the application of certain contractual terms, which permitted the recognition of revenues in the current year for services provided in prior years.

Costs

Cost of sales increased by 12.7% to $601.2m in the year ended 31 December 2019 from $533.6m in the prior year comparative period. The increase for the year ended 31 December 2019 is mainly due to higher power generation costs, higher insurance costs, higher travel and logistics costs and higher depreciation and impairment of property, plant and equipment; depreciation being higher as a result of depreciating the right of use site leasehold assets recognised under IFRS 16. These higher costs were partially offset by lower regulatory permit costs (due to reassessment of our regulatory permits exposure) and lower site rental costs.

Cost of sales increased by 45.6% to $195.0m in Q4 2019 from $134.0m in Q4 2018. The increase is primarily due to an increase in depreciation and impairment expense resulting from the application of IFRS 16 as discussed below, the recognition of accelerated depreciation on capitalised advance payments and the impairment of tower assets due to tower consolidation and the completion of a physical asset verification exercise which identified some assets in poor condition. The increase in depreciation and impairment is partially offset by decreases in power generation, site rental and regulatory permit costs.

Q4 2019 power generation costs decreased by 10.0% year-on-year from $50.4m in Q4 2018 to $45.3m in Q4 2019 while the full year power generation costs increased by 12.0% from $160.8m in the year ended 31 December 2018 to $180.1m for the current year.

OPERATING AND FINANCIAL REVIEW (CONTINUED)

Trading results (continued)

Costs (continued)

The movements in power generation costs are primarily driven by the price. In Q4 2019 the USD denominated cost of diesel was 8.7% lower when compared to Q4 2018. For the year ended 31 December 2019 the USD denominated cost and the volume consumption of diesel were 1.9% higher and 4.2% higher respectively when compared to the year ended 31 December 2018. The 12 month year-on-year increase in consumption of diesel is primarily driven by increased towers and tenancies.

The majority of the cost for site rental is now being accounted for under IFRS 16 and is therefore recognised through depreciation expense rather than through site rental; this resulted in total reclassified site rent cost of $28.9m for the year ended 31 December 2019 ($8.0m for Q4 2019) and an increase in depreciation cost of $26.2m for the year ended 31 December 2019 ($6.8m for Q4 2019). Short-term lease (12 months or less) rentals continue to be recognised as rental expense.

On a like-for-like basis, cost of sales increased by 13.2% from $533.6m in the year ended 31 December 2018 to $603.9m in the year ended 31 December 2019 and increased by 46.5% from $134.0m in Q4 2018 to $196.2m in Q4 2019.

Administrative expenses increased year-on-year to $124.6m in the year ending 31 December 2019 from $116.0m in the same period in 2018, and decreased from $45.0m in Q4 2018 to $42.5m in Q4 2019. The largest increase in administrative expenses is the impairment of withholding tax assets of $44.6m in the year ending 2019 (of which, $4.9m in Q4 2019) compared to an impairment of $12.2m in the year ending 31 December 2018 (including a reversal of impairment of $12.5m in Q4 2018). The increase in the impairment of withholding tax for the year to 31 December 2019 is partially offset by a decrease in other administrative expenses from $72.0m in the period in 2018 to $40.9m in 2019 which is primarily due to the recognition of higher allowances for doubtful debts $58.7m in year ended 31 December 2018 compared to $25.6m in the year ended 31 December 2019.

Operating profit

Operating profit of $204.5m was achieved in the year ended 31 December 2019 compared to an operating profit of $205.8m in the prior year; a decrease of 0.6%. The year-on-year increase in revenue is offset by increases in depreciation and impairment expense and impairment of withholding taxes as described above.

Operating profit for Q4 2019 is of $4.6m compared to an operating profit of $60.1m in Q4 2018; a decrease of 92.3%. Q4 2018 operating profits were increased by additional revenue of $24.0m (as discussed above) while Q4 2019 operating profits were decreased by higher depreciation and impairment expenses as discussed above.

Adjusted EBITDA

Q4 2019 Adjusted EBITDA decreased by 5.8% year-on-year, from $135.8m in Q4 2018 to $127.9m in Q4 2019, with the Adjusted EBITDA margin decreasing by 4.0pts from 56.9% to 52.9%. The decrease in Adjusted EBITDA is primarily as a result of decreased operating profits as discussed above, offset partially by the impact of IFRS 16 which, as described in cost of sales above, decreased site rental costs by $8.0m.

Adjusted EBITDA for the year ended 31 December 2019 increased to $561.8m compared to $490.6m for the comparative period, an increase of 14.5%, with the Adjusted EBITDA margin increasing by 3.2pts from 57.5% to 60.7%. While operating profits decreased slightly year-on-year, that decrease is driven by non-cash depreciation and impairment expenses which do not impact Adjusted EBITDA. Adjusted EBITDA is further increased with the impact of IFRS 16 which, as described in cost of sales above, decreased site rental costs by $28.9m.

On a like-for-like basis, Adjusted EBITDA in the year ending 31 December 2019 increased by 8.6% year-on-year, from $490.6m in the year ending 31 December 2018 to $532.9m in the year ending 31 December 2019, with the Adjusted EBITDA margin increasing by 0.1pts from 57.5% to 57.6%. These increases are due to higher revenues which resulted in increased operating profits adjusted for increases in non-cash expenses, as discussed above.

Underlying Naira Adjusted EBITDA for the quarter decreased by 6.2% to ₦46.4 bn in Q4 2019 compared to ₦49.5 bn in Q4 2018, and on a like-for-like basis, by 12.1% to ₦43.5.bn in Q4 2019 compared to ₦49.5 bn in Q4 2018.

Net financing cost

In the year ending 31 December 2019 the year-on-year net financing costs increased by $50.8m. The increase is the combined impact of:

- an increase in interest expense of $27.8m;
- a decrease in interest income of $7.3m;
- the recognition of early redemption costs paid on the settlement of the 2021 Notes and local USD and NGN facilities of $22.2m,
- the immediate write-off of unamortised transaction costs of $10.5m for the 2021 Notes and the NGN and USD facilities now settled,
- interest on lease liabilities of $4.9m recognised under IFRS 16
- a decrease in net foreign exchange loss from financing of $23.2m.

OPERATING AND FINANCIAL REVIEW (CONTINUED)

Net financing cost (continued)

Interest expense (which includes intercompany interest on subordinated shareholder loans) increased by $27.8m and $26.8m in the year and quarter ending 31 December 2019 respectively. The variation is primarily due to effective interest rate adjustments following the repayments of subordinated shareholder loans. In Q4 2018 INT made subordinated shareholder loan repayments of $96.8m which resulted in IFRS interest credit adjustments of $24.0m, thereby decreasing overall interest expense in the prior year. In comparison, the subordinated shareholder loan repayments made by INT in Q4 2019 resulted in no IFRS interest credit adjustments, resulting in a comparative increase in interest expense of $24.0m.

Interest income on bank deposits decreased $7.3m year-on-year on decreased deposit levels.

The Group had net foreign exchange losses of $3.9m in the year ending 31 December 2019 compared to net losses in the year ending 31 December 2018 of $27.2m. The lower foreign exchange losses in the year ending 31 December 2019 result from foreign exchange revaluations on US dollar debt held by the Nigerian subsidiaries, owing to the movement in the Naira/US dollar exchange rate which moved from 360.00 at 31 December 2017, to 364.50 at 31 December 2018 and 364.66 at 31 December 2019. The larger devaluation of NGN4.50/US$1 in the year ended 31 December 2018 to NGN0.16/US$1 in the year ended 31 December 2019 results in significantly smaller foreign exchange losses from the revaluation of US$ denominated balances.

Net finance costs also includes a year-on-year increase in interest expense of $4.9m and $1.0m for the year and quarter ended 31 December 2019 respectively, following the implementation of IFRS 16.

Taxation

The Group has recognised tax credits of $14.4m for the year ended 31 December 2019 and a tax expense of $1.6m in Q4 2019, compared to tax expenses of $32.3m in the year ended 31 December 2018 and $26.2m in Q4 2018. Tax expense is comprised of corporation tax and education tax in all periods while the net tax credit for the year ended 31 December 2019 includes a tax credit in IHSN of $17.6m in respect of tax over-accrued for the year ended 31 December 2018. Both of IHSN and ITNG have unutilised capital allowances, which partially offset their taxable income generated in the period; ITNG also has assessed losses which fully offset taxable income. ITNG and IHSN both realised foreign exchange losses from the settlement of their proceeds bonds relating to the Holdco Notes in Q3 2019, resulting in assessed tax losses for the period.

INT was still subject to Pioneer status in the year and therefore pays tax equal to 1% of Pioneer income, resulting in a combined corporation and education tax charge of $0.5m for the year ended 31 December 2019. INT's Pioneer status ended on 31 December 2019. From 1 January 2020, customers of INT will be responsible for deducting revenue withholding tax equal to 10% of applicable revenues from payments to INT.

Aggregate deferred tax liabilities relating to property, plant and equipment and intangible assets have decreased in the year ended 31 December 2019 while deferred tax liabilities in respect of the fair valuation of the derivatives embedded within the terms of the Notes have increased in the same period, following the change in the derivatives value in the year ended 31 December 2019 (see note 14). The impact of the decrease has been offset by the derecognition of deferred tax assets raised in respect of unutilised capital allowances and provisions, up to the level of the deferred tax liabilities. Tax losses, for which no deferred tax assets had previously been recognised, have also been utilised in the period, particularly deferred tax assets in respect of unrealised foreign exchange losses following the settlement of the Holdco Notes and the USD facilities previously held by INT. Deferred tax assets are recognised to the extent they do not exceed the sum of deferred tax liabilities.

Cash flows and funding

Net change in cash position

Cash decreased by $186.8m and $148.4m in the 3 months and year ended 31 December 2019. This is mainly due to increased cash outflows from investing activities and financing activities, partially offset by increased cash inflows from operating activities. As at 31 December 2019 the Group had $140.3m (31 Dec 2018: $288.6m) of cash and cash equivalents.

Changes in cash from operations, financing and investment

Net cash inflows from operating activities totalled $221.9m in Q4 2019 compared to net cash inflows of $141.6m in Q4 2018. The increase is primarily driven by increased net cash inflows from working capital movements of $67.5m, partially offset by a decrease in Adjusted EBITDA of $7.9m as described above. Net cash flows from operating activities are further increased by the reclassification of $14.0m of payments for long term rent from cash flows from operations to cash flows from investing activities, as a result of IFRS 16.

Net cash inflows from operating activities totalled $572.5m in the year ended 31 December 2019 compared to net cash inflows of $393.5m in the year ended 31 December 2018. The primary drivers of this increase are an increase in Adjusted EBITDA of $71.2m as discussed above and decrease in cash outflow from working capital of $56.6m, and the impact of the reclassification of $52.9m of payments for long term rent from cash flows from operations to cash flows from investing activities as a result of IFRS 16.

In Q4 2018 the Group had net cash inflows from investing activities of $7.5m owing to the release of $82.0m of restricted cash; this did not recur in Q4 2019, all such restricted cash having been previously released, and is the main driver of the $107.8m increase in net cash used in financing activities between Q4 2018 and Q4 2019. The Group also spent higher amounts on property, plant and equipment (including advance payments) of $101.0m in Q4 2019 compared to $78.4m in Q4 2018.

OPERATING AND FINANCIAL REVIEW (CONTINUED)

Cash flows and funding (continued)

Net cash used in investing activities increased from $158.9m in the year ended 31 December 2018 to $193.6m in the year ended 31 December 2019. The increase is primarily driven by lower cash inflows from the release of restricted cash of $1.7m in the year ended 31 December 2019 compared to $104.9m in the year ended 31 December 2018. This is partially offset by lower amounts spent on property, plant and equipment (including advance payments) of $205.9m in 2019 compared to $279.4m in the comparative period. The higher cash outflows in the year ended 31 December 2018 were mainly comprised of advance payments for property, plant and equipment, in anticipation of increased BTS activity which occurred in H2 2018.

In the year ended 31 December 2019 we had a net outflow from financing activities of $529.1m (year to 31 December 2018: net outflow of $319.1m) and in Q4 2019 we had a net outflow from financing activities of $307.0m (Q4 2018: net outflow of $163.8m). In the year ended 31 December 2019 we had net cash inflows of $1.7bn from third party loans and bonds (including early settlement costs of $22.2m and loan facility fees of $49.2m) compared to net inflows of $9.6m in the prior year. This positive financing cash impact of $1.7bn is offset by an increase in cash outflows on the settlement of subordinated shareholder loans of $337.1m from $206.2m in the year ended 31 December 2018 to $543.3m in the year ended 31 December 2019. It is further offset by an increase in cash outflows on the settlement of third party loan interest and principal of $1.5bn from $177.1m in the year ended 31 December 2018 to $1.7bn in the year ended 31 December 2019.

In Q4 2019 and Q4 2018, the Group repaid $235.3m and $96.9m respectively in respect of subordinated shareholder loans.

The reclassification of payments for long term rent from cash flows from operations to cash flows from investing activities, as a result of IFRS 16, further increases cash outflows from financing activities by $52.9m for the year ended 31 December 2019 and by $14m for Q4 2019.

On a like-for-like basis, the Group had cash outflows from financing activities of $476.2m for the year ended 31 December 2019 and cash inflows of $293.0m for Q4 2019, and cash inflows from operating activities of $519.6m and $207.9m for year ended 31 December 2019 and Q4 2019 respectively.

Indebtedness

At 31 December 2019, the book value of total outstanding loans and borrowings was $2.5bn (31 Dec 2018: $2.6bn), of which $688.1m (31 Dec 2018: $1,054.9m) is in the form of subordinated shareholder loans from the Company's immediate and ultimate parent entities (with a principal value of $683.8m (31 Dec 2018: $1,085.2m)).

On 18 September 2019 the Group issued the 2025 Notes and the 2027 Notes. Interest is payable on the Notes semi-annually in arrear on March 18 and September 18 of each year, beginning on March 18, 2020. The 2025 Notes will mature on March 18, 2025 unless redeemed earlier in accordance with the terms of the 2025 Notes. The 2027 Notes will mature on September 18, 2027 unless redeemed earlier in accordance with the terms of the 2027 Notes.

For more information on borrowings, see note 15.

At 31 December 2019, following the application of IFRS 16 from 1 January 2019, lease liabilities arising on land leases total $33.2m.
For more information on lease liabilities, see note 16.

Events after the reporting period

Coronavirus (COVID-19)

The existence of novel coronavirus (COVID-19) was confirmed in early 2020 and has spread rapidly from mainland China across the globe, causing disruptions to businesses and economic activity. Many governments across the world have imposed travel restrictions, lock downs and social distancing with a view to reducing the spread of the virus and hopefully minimising the number of fatalities. The Group considers this outbreak to be a non-adjusting post balance sheet event.

Our main priority has been the health and safety of our employees and our dedicated supply chain. We have adhered to instructions issued by the Nigerian and/or state authorities, including travel restrictions and enforced working from home. Our secondary focus has been around business continuity planning and maintenance of the supply chain. The telecommunications industry has been designated by the Nigerian government as an essential service and, as the largest independent owner and maintainer of towers (towerco) in Nigeria, we have sought relevant permits to allow us to continue to access, fuel and maintain our tower portfolio. Consequently, we believe that the impact on our business is currently limited with no immediate material adverse operational impact. We intend to continue to follow the various national and/or state authorities' policies and, in parallel, intend to do our utmost to continue our operations as the situation evolves.

Having refinanced our business in 2019, we have also extended our debt maturities, some of which extend well beyond 2021.

However, as the situation is fluid, rapidly evolving, and uncertainties remain, we do not consider it practicable to provide a quantitative estimate of the potential impact of this outbreak on the Group.

The impact of this outbreak on macroeconomic forecasts and our markets are expected to be incorporated into the Group's estimates of expected credit loss provisions and other impairments assessments in 2020.

OPERATING AND FINANCIAL REVIEW (CONTINUED)

Events after the reporting period (continued)

Devaluation in Naira to US dollar rate.

Following the reduction in the oil price subsequent to the year end, there has been pressure on foreign exchange reserves in Nigeria, which decreased from US$42 billion a year ago, to around US$35 billion presently. The Nigerian government has taken measures to protect these reserves through devaluing the CBN rate, which has had a similar, but thus far more limited devaluation impact on the NAFEX rate.

The Nigerian CBN and NAFEX Naira rates have both devalued against the US dollar since 31 December 2019 from a NAFEX rate of Naira365:US$1 to Naira387:US$1 at 31 March 2020 (CBN Naira307:US$1 to Naira361:US$1), as the Nigerian Government looks to stabilize the economy and also protect current foreign exchange reserves.

There were no other disclosable events after the reporting period.

COMBINED STATEMENTS OF COMPREHENSIVE INCOME

For the three month and year ended 31 December 2019

	Note	3 month period ended		Year ended	
		31 Dec 2019 $'000	31 Dec 2018 $'000	31 Dec 2019 $'000	31 Dec 2018 $'000
Revenue	3	241,780	238,680	925,704	852,729
Cost of sales	4	(195,030)	(133,973)	(601,207)	(533,558)
Gross profit		**46,750**	**104,707**	**324,497**	**319,171**
Administrative expenses	5	(42,466)	(44,971)	(124,595)	(116,026)
Other income	6	351	396	4,637	2,671
Operating profit		**4,635**	**60,132**	**204,539**	**205,816**
Finance income	7	1,380	4,504	39,613	28,969
Finance costs	8	(79,157)	(40,093)	(293,057)	(231,571)
Changes in fair value through profit or loss	9	20,011	2,360	17,248	(32,110)
(Loss)/profit before taxation		**(53,131)**	**26,903**	**(31,657)**	**(28,896)**
Taxation	10	(1,626)	(26,189)	14,444	(32,346)
(Loss)/profit for the period		**(54,757)**	**714**	**(17,213)**	**(61,242)**
Other comprehensive income/(loss):					
Items that may be subsequently reclassified to profit or loss:					
Changes in fair value of available-for-sale financial assets		1	-	1	-
Exchange differences on translation		3,181	(3,564)	644	424
Other comprehensive income/(loss) for the period		**3,182**	**(3,564)**	**645**	**424**
Total comprehensive loss for the period		**(51,575)**	**(2,850)**	**(16,568)**	**(60,818)**

As noted in the basis of preparation on page 4, the combined statements of comprehensive income include adjustments which reflect the carrying value at 1 January 2018 and the subsequent impact of the purchase price adjustments assessed on the acquisition of INT by IHS Holding Limited in 2014.

The notes are an integral part of these combined financial statements.

COMBINED STATEMENT OF FINANCIAL POSITION

At 31 December 2019

	Note	At 31 Dec 2019 $'000	At 31 Dec 2018 $'000
ASSETS			
Non-current assets			
Property, plant and equipment	12	1,054,220	990,331
Right of use assets	12	215,965	-
Intangible assets	13	714,489	732,910
Investments		11	9
Derivative financial instruments	14	42,604	6,920
Trade and other receivables		12,992	291,959
		2,040,281	**2,022,129**
Current assets			
Inventories		43,317	15,847
Trade and other receivables		130,092	167,757
Amounts due from related parties	19	2,204	5,611
Derivative financial instruments	14	53	-
Cash and cash equivalents		140,250	288,621
		315,916	**477,836**
Total assets		**2,356,197**	**2,499,965**
LIABILITIES			
Current liabilities			
Trade and other payables		280,888	235,543
Income tax payable		5,576	10,270
Derivative financial instruments	14	-	310
Borrowings	15	31,272	111,793
Lease liabilities	16	6,050	-
Amounts due to related parties	19	4,194	1,593
Provisions for liabilities and other charges	17	3,768	4,471
		331,748	**363,980**
Non-current liabilities			
Borrowings	15	1,770,989	1,440,985
Lease liabilities	16	27,172	-
Amounts due to related parties	19	688,095	1,054,878
Provisions for liabilities and other charges	17	5,586	5,983
		2,491,842	**2,501,846**
Total liabilities		**2,823,590**	**2,865,826**
Net liabilities		**(467,393)**	**(365,861)**

As noted in the basis of preparation on page 4, the combined statement of financial position includes adjustments which reflect the carrying value at 1 January 2018 and the subsequent impact of the purchase price adjustments assessed on the acquisition of INT by IHS Holding Limited in 2014.

The notes are an integral part of these combined financial statements.

COMBINED CASH FLOW STATEMENTS

For the three month and 12 month period ended 31 December 2019

		3 month period ended			Year ended
		31 Dec 2019	31 Dec 2018	**31 Dec 2019**	31 Dec 2018
	Note	**$'000**	$'000	**$'000**	$'000
Cash flows from operating activities					
Cash generated from operations	18	225,726	157,636	581,210	467,652
Payment for rent*		(3,823)	(15,392)	(4,388)	(69,250)
Income taxes paid		-	(689)	(4,361)	(4,898)
Net cash flows generated from operating activities		**221,903**	**141,555**	**572,461**	**393,504**
Cash flows from investing activities					
Purchase of property, plant and equipment		(5,556)	(2,571)	(9,100)	(4,400)
Construction of property, plant and equipment		(22,038)	(21,237)	(64,114)	(56,010)
Payments in advance for property, plant and equipment		(73,432)	(54,606)	(132,688)	(218,998)
Purchase of software and licences		(689)	(9)	(783)	(1,495)
Proceeds from the sale of property, plant and equipment		-	530	1,159	1,259
Insurance claims received		203	16	3,429	1,736
Interest income received		1,238	3,362	6,749	14,094
Restricted cash transferred from other receivables		-	81,986	1,710	104,909
Net cash (used in)/generated from investing activities		**(100,274)**	**7,471**	**(193,638)**	**(158,905)**
Cash flows from financing activities					
Fees on loans and financial derivatives		(37,586)	(344)	(49,155)	(1,321)
Principal repayment to third parties		-	(9,511)	(1,543,668)	(25,876)
Principal repayment to related parties		(220,508)	(93,753)	(483,651)	(124,015)
Costs paid on early loan settlements		-	-	(22,153)	-
Proceeds received from bond issuance		-	-	1,300,000	-
Loans received from third parties		-	-	500,000	9,563
Loans received from related parties		-	-	35,000	-
Payment of lease liabilities		(14,007)	-	(52,885)	-
Payment of margin deposit for non-deliverable forwards		(2,288)	(1,594)	(49)	14,614
Foreign exchange derivative (losses paid)/gains received		(1,320)	-	(1,906)	41,358
Interest paid to third parties		(16,513)	(55,500)	(151,014)	(151,263)
Interest paid to related parties		(14,774)	(3,108)	(59,610)	(82,180)
Net cash used in financing activities		**(306,996)**	**(163,810)**	**(529,091)**	**(319,120)**
Decrease in cash and cash equivalents		**(185,367)**	**(14,784)**	**(150,268)**	**(84,521)**
Cash and cash equivalents at beginning of the period		327,077	303,770	288,621	374,062
Exchange (losses)/gains on cash and cash equivalents		(1,4560)	(365)	1,897	(920)
Cash and cash equivalents at period end		**140,250**	**288,621**	**140,250**	**288,621**

* In 2019, following the implementation of IFRS 16, payment for rent represents amounts paid on short-term leases. In 2018, it represents all rentals paid.

As noted in the basis of preparation on page 4, the combined cash flow statements include adjustments which reflect the carrying value at 1 January 2018 and the subsequent impact of the purchase price adjustments assessed on the acquisition of INT by IHS Holding Limited in 2014.

The notes are an integral part of these combined financial statements.

NOTES TO THE COMBINED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

IHS Netherlands Holdco B.V. is a private Company with limited liability incorporated under the laws of the Netherlands on 12 May 2016.

The Company owns 100% of the shares in IHS Netherlands NG1 B.V. (NG1), IHS Netherlands NG2 B.V (NG2) and Nigeria Tower Interco B.V. (Tower Interco) who in turn own 100%[2] of the shares in IHS Nigeria Limited (IHSN), IHS Towers NG Limited (ITNG) and INT Towers Limited (INT) respectively. IHS Netherlands Holdco B.V. therefore indirectly owns 100% of IHS Nigeria Limited and IHS Towers NG Limited and INT Towers Limited, the three main operating subsidiaries of the Company.

These unaudited interim condensed combined financial statements ("financial statements") as at and for the 3 months and year ended 31 December 2019 comprise the Company and its subsidiaries (together referred to as the "Group"). They include the combined statements of comprehensive income, the combined statement of financial position, the combined statements of cash flows, and the accompanying selected notes.

The Group is principally involved in the managing and leasing of telecommunications infrastructure to telecommunications and other service providers.

2. BASIS OF PREPARATION

These financial statements do not constitute statutory accounts. These financial statements include the combined financial information of IHSN, ITNG, NG1, NG2, IHS Netherlands FinCo NG B.V., Tower Infrastructure Company Limited, INT, Tower Interco, and the Company.

The principal accounting policies applied in the preparation of these financial statements are consistent with those of the Group's audited consolidated financial statements for the year ended 31 December 2019 except for the proforma combined basis adopted to show the results as if the Group were in existence from 1 January 2018 as described in more detail on pages 4 to 5. The disclosures made in these financial statements are not complete disclosures as required by International Financial Reporting Standards "IFRS" (IAS 34).

The preparation of the unaudited condensed combined financial statements requires management to make estimates and assumptions that affect the reported numbers. Actual results could vary from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

2.1 FUNCTIONAL AND PRESENTATION CURRENCY

The functional and presentation currency of the Company is the US dollar. Unless otherwise indicated, financial information presented in US dollar has been rounded to the nearest thousand.

The functional currency for IHS Nigeria Limited, IHS Towers NG Limited and INT Towers Limited is Nigerian Naira ("₦" or "NGN"). The financial statements were translated to US dollar (the reporting currency) at ₦364.66 (2018: ₦364.50) per US dollar for the combined statement of financial position, and monthly average rates ranging from ₦360.42 to ₦363.82 per US dollar (2018: ₦360.25 to ₦364.73) for the combined statements of comprehensive income and combined statements of cash flows.

2.2 ADOPTION OF IFRS 16

IFRS 16 was issued in January 2016 and it replaces IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. Under IFRS 16, lessors continue to classify leases as operating or finance, with IFRS 16's approach to lessor accounting substantially unchanged from IAS 17. For lessees however, the standard provides a single lessee accounting model requiring lessees to recognise assets and liabilities for all leases which will result in a 'right of use' asset for the leased item and a financial liability to pay related rentals. The only exceptions are short-term and low-value leases.

As a lessor, the Group has revenue contracts with customers that contain an operating lease component for colocation revenues. Given that lessor accounting under IFRS 16 is largely unchanged, the Group did not have an accounting impact on its revenue from contracts with customers on implementing IFRS 16.

As a lessee, the Group's leases primarily comprise real estate leases. The significant majority of these are site land leases for our tower sites but the Group also holds a small number of office space leases and warehouse leases. These leases were classified as operating leases under IAS 17.

[2] Less one share in each of IHS Nigeria Limited IHS Towers NG Limited and INT Towers Limited which are held by a nominee shareholder, for local legal reasons

2 BASIS OF PREPARATION (CONTINUED)

2.2 ADOPTION OF IFRS 16 (continued)

The Group adopted IFRS 16 prospectively from 1 January 2019 using the modified retrospective approach, which does not require restatement of prior periods and therefore the results for the year ended 31 December 2019 include the impact of IFRS 16. The period 1 January 2018 to 31 December 2018 is stated under the previous lease standard, IAS 17, and does not include the impact of IFRS 16 application. The actual impact on the results for the year ended 31 December 2019 is detailed on page 8.

The Group has elected not to recognize right-of-use assets and lease liabilities for short-term leases (i.e. < 12 months) and leases of low-value assets (i.e. < US$5,000).

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using a relevant incremental borrowing rate (based on the related risks of each country and the lease term) at the start of the contract.

2.3 APPROVAL

These interim condensed combined financial statements were authorised and approved for issue on 6 April 2020.

3. REVENUE

The Group's revenue accrues primarily from providing telecommunication support services. The Group provides services in respect of telecommunication towers ranging from infrastructure sharing and leasing (colocation) and managed services. For the sale of colocation and managed services, revenue is recognised in the accounting period in which the services are rendered.

4. COST OF SALES BY NATURE

	3 month period ended			**Year ended**
	31 Dec 2019	31 Dec 2018	**31 Dec 2019**	31 Dec 2018
	$'000	$'000	**$'000**	$'000
Tower repairs and maintenance	14,201	14,172	49,774	49,352
Power generation	45,317	50,380	180,094	160,804
Regulatory permits	(194)	7,219	6,653	29,420
Site rent*	346	6,609	2,001	26,418
Security services	5,830	5,616	22,506	21,148
Staff costs	3,399	3,403	14,060	12,382
Depreciation* and amortisation	107,192	41,549	289,325	221,574
Impairment of property, plant and equipment	10,651	1,467	19,805	5,126
Impairment of prepaid land rent	-	175	39	440
Other expenses†	8,288	3,383	16,950	6,894
	195,030	**133,973**	**601,207**	**533,558**

* In the 12 month period ended 31 December 2019, rent is decreased by $28.9m and depreciation increased by $26.2m as a result of applying IFRS 16.

† Other expenses include non-site rent, vehicle maintenance and repairs, insurance, travel and logistics costs, professional fees and other non-routine and sundry costs.

NOTES TO THE COMBINED FINANCIAL STATEMENTS

5. ADMINISTRATIVE EXPENSES

	3 month period ended		Year ended	
	31 Dec 2019 $'000	31 Dec 2018 $'000	**31 Dec 2019 $'000**	31 Dec 2018 $'000
Staff costs	5,278	4,722	21,478	18,615
Rent	474	279	2,131	1,129
Repairs and maintenance	1,693	856	3,720	3,608
Travel cost	1,094	877	3,063	2,361
Professional fees	1,417	1,277	4,184	3,615
Depreciation and amortisation	422	117	1,051	705
Impairment of withholding tax assets	4,920	(12,512)	44,586	12,192
Loss on disposal of property, plant and equipment	90	1,288	3,484	1,759
Other expenses	27,078	48,067	40,898	72,042
	42,466	**44,971**	**124,595**	**116,026**

Included in 'Other expenses' for the year ended 31 December 2019 and 2018 are allowances for doubtful debts of $25.6m (Q4 2019: $15.8m) and $58.7m respectively (Q4 2018: $47.2m).

6. OTHER INCOME

Other income for the three month period and year ended 31 December 2019 is mainly comprised of income from insurance claims of $0.2m and $3.4m respectively. Other income for the year ended 31 December 2019 also includes income from disposal of property, plant and equipment of $1.1m.

7. FINANCE INCOME

	3 month period ended		Year ended	
	31 Dec 2019 $'000	31 Dec 2018 $'000	**31 Dec 2019 $'000**	31 Dec 2018 $'000
Interest income - bank deposits	1,238	3,362	6,749	14,094
Foreign exchange gains from non-deliverable forward exchange contracts	-	1,142	545	1,413
Foreign exchange gains arising from financing	142	-	32,319	13,462
	1,380	**4,504**	**39,613**	**28,969**

8. FINANCE COSTS

	3 month period ended		Year ended	
	31 Dec 2019 $'000	31 Dec 2018 $'000	**31 Dec 2019 $'000**	31 Dec 2018 $'000
Interest expense	60,775	33,988	215,129	187,317
Costs paid on early settlement of bonds	-	-	22,153	-
Immediate amortisation of unamortised loan and bond facility fees	-	-	10,481	-
Interest on lease liabilities	1,035	-	4,919	-
Foreign exchange losses from non-deliverable forward exchange contracts	982	1,452	2,086	2,308
Foreign exchange losses arising from financing	15,496	4,309	36,246	40,625
Fees on loans and financial derivatives	869	344	2,043	1,321
	79,157	**40,093**	**293,057**	**231,571**

NOTES TO THE COMBINED FINANCIAL STATEMENTS

9. CHANGES IN FAIR VALUE THROUGH THE PROFIT OR LOSS

	3 month period ended		Year ended	
	31 Dec 2019	31 Dec 2018	**31 Dec 2019**	31 Dec 2018
	$'000	$'000	**$'000**	$'000
Embedded derivatives in bond – change in fair value	20,011	2,360	17,248	(32,110)
	20,011	**2,360**	**17,248**	**(32,110)**

10. TAXATION

	3 month period ended		Year ended	
	31 Dec 2019	31 Dec 2018	**31 Dec 2019**	31 Dec 2018
	$'000	$'000	**$'000**	$'000
Company income tax	(1,621)	(23,635)	13,612	(26,996)
Education tax	(5)	(2,554)	840	(5,350)
Capital gains tax	-	-	(8)	-
	(1,626)	**(26,189)**	**14,444**	**(32,346)**

ITNG and IHSN have assessed losses resulting from realised foreign exchange on the settlement of the 2021 Notes which fully offset their taxable income generated in the current period. IHSN has assessed losses which were partially utilised against income tax expense for the prior year and this gave rise to a prior year over provision adjustment in IHSN of $17.6m. All entities have unutilised capital allowances in the year ended 31 December 2019.

The income tax expense for the current period includes a small income tax charge for IHS Netherlands Holdco B.V. and charges for current income tax and education tax for ITNG, in so far as this is related to its subsidiary, Tower Infrastructure Company Limited (TICL), which does not have assessed losses or withholding tax credits which it can offset against taxable income.

INT was still subject to Pioneer status in the year and therefore pays tax equal to 1% of Pioneer income, resulting in a combined corporation and education tax charge of $0.5m for the year to 31 December 2019.

The education tax charge represents a 2% charge on the taxable profits of IHSN, ITNG and INT, before the application of any assessed losses brought forward. Deferred tax assets continue to exceed liabilities and to be recognised only up to the level of deferred tax liabilities, yielding nil deferred tax expense or income for the period.

11. NON-IFRS PERFORMANCE MEASURES RECONCILIATIONS

Reconciliation of (loss)/profit for the period to Adjusted EBITDA	3 month period ended		Year ended	
	31 Dec 2019	31 Dec 2018	**31 Dec 2019**	31 Dec 2018
	$'000	$'000	**$'000**	$'000
(Loss)/profit for the period	(54,757)	714	(17,213)	(61,242)
Add back:				
Tax (credit)/charge	1,626	26,189	(14,444)	32,346
Change in fair value through the profit or loss	(20,011)	(2,360)	(17,248)	32,110
Finance costs	79,157	40,093	293,057	231,571
Finance income	(1,380)	(4,504)	(39,613)	(28,969)
Depreciation and amortisation	107,614	41,666	290,376	222,279
Impairment of property, plant and equipment and prepaid land rent	10,651	1,642	19,844	5,566
Net loss on disposal of property, plant and equipment	85	922	2,426	844
Impairment/(reversal of impairment) of withholding tax assets	4,920	(12,512)	44,586	12,192
Other one-off items*	-	43,923	-	43,923
Adjusted EBITDA	**127,905**	**135,773**	**561,771**	**490,620**

*One-off items for the year and three months ended 31 December 2018 represent an increase in the impairment provision for overdue trade accounts receivables treated as exceptional given its size and incidence.

NOTES TO THE COMBINED FINANCIAL STATEMENTS

12. PROPERTY, PLANT AND EQUIPMENT

	Tower equipment	Land and buildings	Right-of-use assets	Furniture and office equipment	Motor Vehicles	Capital work-in-progress	Total
	$'000	$'000	$'000	$'000	$'000	$'000	$'000
Cost							
At 1 January 2018	1,319,413	36,235	-	7,355	8,667	54,981	1,426,651
Additions during the period	(3,992)	1,035	-	1,530	839	59,779	59,191
Disposals*	(33,359)	(252)	-	(25)	(24)	-	(33,660)
Transfers from/(to) advanced payments	193,322	1,603	-	-	-	(278)	194,647
Reclassifications	23,254	8,460	-	548	-	(33,679)	(1,417)
Effect of movement in exchange rates	(17,592)	(532)	-	(101)	(106)	(424)	(18,755)
At 31 December 2018	**1,481,046**	**46,549**	**-**	**9,307**	**9,376**	**80,379**	**1,626,657**
At 1 January 2019	**1,481,046**	**46,549**	**-**	**9,307**	**9,376**	**80,379**	**1,626,657**
Additions during the period	**2,941**	**781**	**245,552**	**2,100**	**1,777**	**56,679**	**309,830**
Disposals	**(96,178)**	**-**	**(3,483)**	**(17)**	**(409)**	**-**	**(100,087)**
Transfers from/(to) advanced payments	**269,935**	**672**	**-**	**-**	**-**	**(1,299)**	**269,308**
Reclassifications	**76,302**	**885**	**-**	**-**	**-**	**(77,205)**	**(18)**
Effect of movement in exchange rates	**(2,187)**	**(35)**	**(649)**	**(15)**	**(12)**	**(419)**	**(3,317)**
At 31 December 2019	**1,731,859**	**48,852**	**241,420**	**11,375**	**10,732**	**58,135**	**2,102,373**
Accumulated depreciation							
At 1 January 2018	(455,274)	(818)	-	(5,853)	(6,122)	-	(468,067)
Charge for the period	(198,341)	(245)	-	(1,624)	(1,416)	-	(201,626)
Disposals	31,260	253	-	23	22	-	31,558
Impairment	(5,241)	(13)	-	-	-	-	(5,254)
Effect of movement in exchange rates	6,883	9	-	85	86	-	7,063
At 31 December 2018	**(620,713)**	**(814)**	**-**	**(7,369)**	**(7,430)**	**-**	**(636,326)**
At 1 January 2019	**(620,713)**	**(814)**	**-**	**(7,369)**	**(7,430)**	**-**	**(636,326)**
Charge for the period	**(242,435)**	**(282)**	**(26,198)**	**(1,211)**	**(1,227)**	**-**	**(271,353)**
Disposals	**92,686**	**-**	**553**	**15**	**409**	**-**	**93,663**
Impairment	**(19,805)**	**-**	**-**	**-**	**-**	**-**	**(19,805)**
Effect of movement in exchange rates	**1,418**	**2**	**190**	**14**	**9**	**-**	**1,633**
At 31 December 2019	**(788,849)**	**(1,094)**	**(25,455)**	**(8,551)**	**(8,239)**	**-**	**(832,188)**
Net book value							
At 31 December 2018	860,333	45,735	-	1,938	1,946	80,379	990,331
At 31 December 2019	**943,010**	**47,758**	**215,965**	**2,824**	**2,493**	**58,135**	**1,270,185**

*Included in the disposal of tower equipment for the year ended 31 December 2018 is the impact of the utilisation of decommissioning provision which was settled through exchange of the assets disposed of. This amounts to $4.9m.

Property, plant and equipment assets include adjustments to reflect the purchase price adjustments assessed on the inclusion of Nigeria Tower Interco and INT in the Restricted Group from 1 January 2018 (see basis of preparation on page 4).

NOTES TO THE COMBINED FINANCIAL STATEMENTS

13. INTANGIBLE ASSETS

	Goodwill $'000	Software and licences $'000	Customer related intangible assets $'000	Network related intangible assets $'000	Total $'000
Cost					
At 1 January 2018	383,524	6,279	382,986	35,249	808,038
Additions during the period	-	1,495	-	-	1,495
Effect of movement in exchange rates	(4,451)	(93)	(4,704)	(435)	(9,683)
At 31 December 2018	**379,073**	**7,681**	**378,282**	**34,814**	**799,850**
At 1 January 2019	379,073	7,681	378,282	34,814	799,850
Additions during the period	-	783	-	-	783
Effect of movement in exchange rates	(168)	(4)	(165)	(15)	(352)
At 31 December 2019	**378,905**	**8,460**	**378,117**	**34,799**	**800,281**
Accumulated amortisation					
At 1 January 2018	-	(3,284)	(36,555)	(7,151)	(46,990)
Charge for the period	-	(2,851)	(15,367)	(2,435)	(20,653)
Effect of movement in exchange rates	-	62	535	106	703
At 31 December 2018	**-**	**(6,073)**	**(51,387)**	**(9,480)**	**(66,940)**
At 1 January 2019	-	(6,073)	(51,387)	(9,480)	(66,940)
Charge for the period	-	(1,312)	(15,367)	(2,344)	(19,023)
Effect of movement in exchange rates	-	14	136	21	171
At 31 December 2019	**-**	**(7,371)**	**(66,618)**	**(11,803)**	**(85,792)**
Net book value					
At 31 December 2018	379,073	1,608	326,895	25,334	732,910
At 31 December 2019	**378,905**	**1,089**	**311,499**	**22,996**	**714,489**

Intangible assets include adjustments to reflect the purchase price adjustments assessed on the inclusion of Nigeria Tower Interco and INT in the Restricted Group from 1 January 2018 (see basis of preparation on page 4).

14. DERIVATIVE FINANCIAL INSTRUMENTS

	31 Dec 2019	31 Dec 2018
	$'000	$'000
Current		
Non-deliverable forward exchange contracts	53	(310)
Non-current		
Embedded derivatives within listed bonds	42,604	6,920
	42,657	**6,610**

The embedded derivatives at 31 December 2019 represent the fair value of the put and call options embedded within the terms of the 2025 Notes and 2027 Notes. The call options give the Group the right to redeem the bond instruments at a date prior to the maturity date (18 March 2025 and 18 September 2027 respectively), in certain circumstances and at a premium over the initial notional amount.

The put option provides the holders with the right (and the Group with an obligation) to call the 2025 Notes and 2027 Notes before their redemption date in the event of a change in control (as defined in the terms of the 2025 Notes and the 2027 Notes, which also includes a major asset sale), and at a premium over the initial notional amount.

At 31 December 2018 the embedded derivatives represent the same call and put options within the Holdco Notes.

The non-deliverable forward exchange contracts (NDFs) give IHS the right to purchase US dollars at a future date at an agreed fixed exchange rate; these are measured at fair value. As at the reporting date, the Group had NDF liabilities carried at $0.1m (assets) (31 December 2018: $0.3m liabilities)).

15. BORROWINGS

	31 Dec 2019	31 Dec 2018
	$'000	$'000
Current		
Bank borrowings	2,534	84,716
Bond borrowings	28,738	27,077
	31,272	**111,793**
Non-current		
Bank borrowings	483,717	652,267
Bond borrowings	1,287,272	788,718
	1,770,989	**1,440,985**
Total third party borrowings	**1,802,261**	**1,552,778**
Subordinated shareholder loans (note 19)	688,095	1,054,878
All borrowings	**2,490,356**	**2,607,656**

Bank borrowings referred to above have been granted pursuant to a senior credit facilities agreement entered into on the 3 September 2019 (the "Senior Credit Facilities") which include a Naira and a USD tranche (the "NGN Tranche" and the "USD Tranche") for which IHSN, ITNG and INT are joint borrowers and guarantors. The NGN Tranche has an original principal amount of ₦141.3 billion provided by a consortium of lenders, has a five-year term, was issued at NIBOR plus a 2.5% margin and is due to be repaid in full by September 2024. The USD Tranche has an original principal amount of USD110.0 million provided by a consortium of lenders, has a five-year term, was issued at Libor plus a 4.25% margin and is due to be repaid in full by September 2024.

The NGN credit facility previously held by IHSN and which had an outstanding balance of ₦25.0 billion at 30 June 2019 (31 Dec 2018: ₦29.0 billion), was fully repaid with the proceeds of the Senior Credit Facilities.

Prior to repayment, the facility accrued interest at an annual interest rate of NIBOR plus a 2.5% payable quarterly in arrear and was due to be repaid in full by 31 December 2021.

NOTES TO THE COMBINED FINANCIAL STATEMENTS

15. BORROWINGS (continued)

Bond borrowings

IHS Netherlands Holdco B.V.

IHS Netherlands Holdco B.V. issued $800 million 9.5% Senior Notes due 2021 (the "Holdco Notes") under a Senior Notes Indenture dated 27 October 2016 between, *inter alios*, the Issuer (IHS Netherlands Holdco B.V.), the Guarantors (each of IHS Netherlands NG1 B.V., IHSN, IHS Netherlands NG2 B.V., ITNG, Tower Infrastructure Company Limited, and IHS Towers Netherlands FinCo NG B.V.) and the Trustee (Citibank N.A., London branch). The Holdco Notes were fully redeemed on 28 October 2019 and are no longer outstanding.

IHS Netherlands Holdco B.V. issued $500 million 7.125% Senior Notes due 2025 (the "2025 Notes") and $800 million 8.0% Senior Notes due 2027 (the "2027 Notes") pursuant to a Senior Notes Indenture dated 18 September 2019 between, *inter alios,* the Issuer (IHS Netherlands Holdco B.V.), the Guarantors (each of IHS Netherlands NG1 B.V., IHSN, IHS Netherlands NG2 B.V., ITNG, INT Towers Limited and Nigeria Tower Interco B.V) and the Trustee (Citibank N.A., London branch). The 2025 Notes and 2027 Notes are listed on The International Stock Exchange (TISE).

The 2025 Notes and 2027 Notes have a tenor of five and a half years and eight years respectively, from the relevant date of issue, interest is payable semi-annually in arrear and the principal is repayable in full on maturity.

The 2025 Notes and 2027 Notes have early redemption features whereby IHS Netherlands Holdco B.V. has the right to redeem the relevant notes before the maturity date, and the holders hold a right to request the early settlement of the Notes, in certain circumstances. The values of the respective call and put options are disclosed in note 14.

IHS Towers Netherlands FinCo NG B.V.

The original $250 million 8.375% Guaranteed Senior Notes due 2019 (the "FinCo Notes") issued by IHS Towers Netherlands FinCo NG B.V have all been fully repaid at maturity on 15 July 2019. Prior to repayment, during the current and comparative periods covered by these financial statements, an aggregate principal amount of $13.065 million remained outstanding and accrued interest at an annual interest rate of 8.375% payable semi-annually in arrear on 15 January and 15 July.

Subordinated shareholder loans

As at 31 December 2019, the Group had loans from IHS Holding Limited and IHS Netherlands (Interco) Coöperatief U.A. with principal values (including capitalised interest) of $603.9m and $80.0m respectively (31 December 2018: $1,013.7m and $141.6m respectively).

Undiscounted contractual cash flows

As at 31 December 2019, the undiscounted contractual cash flows of the Group's borrowings were as follows:

	Carrying value $'000	Total contractual cash flows $'000	Less than 1 year $'000	Between 2 and 3 years $'000	Between 4 and 5 years $'000	Over 5 years $'000
Bank borrowings	486,251	730,492	65,711	303,196	361,585	-
Bond borrowings	1,316,010	2,007,938	99,625	199,250	199,250	1,509,813
Subordinated shareholder loans	688,095	1,432,395	-	-	-	1,432,395
	2,490,356	**4,170,825**	**165,336**	**502,446**	**560,835**	**2,942,208**

16. LEASE LIABILITIES

	31 Dec 2019 $'000	31 Dec 2018 $'000
Current	6,050	-
Non-current	27,172	-
Total lease liabilities	**33,222**	**-**

Lease liabilities represent the net present value of future payments due under long term land leases for leasehold land on which our towers are located and for other leasehold assets such as warehouses and offices. During the year ended 31 December 2019, payments to the value of $52.9m (2018: nil) were made in respect of recognised lease liabilities. These lease liabilities are unwound using discount rates which represent the credit risk of the lessee entity and the length of the lease agreement.

NOTES TO THE COMBINED FINANCIAL STATEMENTS

17. PROVISIONS FOR LIABILITIES AND OTHER CHARGES

	31 Dec 2019	31 Dec 2018
	$'000	$'000
Current	3,768	4,471
Non-current	5,586	5,983
Total decommissioning provision	**9,354**	**10,454**

The provision is for decommissioning and relates to the probable obligation that the Group may incur on the leased land on which its tower equipment is constructed. The amount is recognised initially at the present value of the estimate of the amount that will be required to decommission and restore the leased sites to the original states, discounted using the effective borrowing rate of the Group. The amount provided for each site has been discounted based on the respective lease terms attached to each site.

18. CASH GENERATED FROM OPERATIONS

Reconciliation:	**3 month period ended**			**Year ended**
	31 Dec 2019	31 Dec 2018	**31 Dec 2019**	31 Dec 2018
	$'000	$'000	**$'000**	$'000
(Loss)/profit before taxation	**(53,131)**	**26,903**	**(31,657)**	**(28,896)**
Adjusted for:				
Depreciation of property, plant and equipment	102,999	36,665	271,353	201,626
Impairment of property, plant and equipment	10,651	1,467	19,805	5,126
Amortisation of intangible assets	4,615	5,001	19,023	20,653
Impairment of prepaid land rent	-	175	39	440
Amortisation of prepaid land rent	2,651	6,516	3,561	26,020
Net loss on sale of property, plant and equipment	85	922	2,426	844
Impairment of receivables	15,766	47,190	25,588	58,653
Impairment of inventory	-	-	-	862
Impairment of withholding tax assets	4,920	(12,512)	44,586	12,192
Finance costs	79,157	40,093	293,057	231,571
Fair value (gain)/loss through profit or loss	(20,011)	(2,360)	(17,248)	32,110
Finance income	(1,380)	(4,504)	(39,613)	(28,969)
Insurance claims income	(205)	(14)	(3,431)	(1,734)
Operating profit before working capital changes	**146,117**	**145,542**	**587,489**	**530,498**
Decrease/(increase) in inventories	6,077	(204)	(27,630)	(1,447)
Decrease/(increase) in trade and other receivables (excluding prepaid rent)	29,565	(25,850)	(10,357)	(109,240)
Increase in trade and other payables	41,040	37,414	25,154	46,077
Decrease in net amounts due from related parties	238,516	42,522	234,906	25,581
Decrease in net amounts due to related parties	(235,589)	(41,788)	(228,352)	(23,817)
Net working capital changes	**79,609**	**12,094**	**(6,279)**	**(62,846)**
Cash generated from operations	**225,726**	**157,636**	**581,210**	**467,652**

19. RELATED PARTY TRANSACTIONS

	31 Dec 2019	31 Dec 2018
Current	**$'000**	$'000
Amounts due from:		
IHS Holding Limited	502	3,907
Global Independent Connect Limited	1,371	1,373
IHS Netherlands (Interco) Coöperatief U.A.	331	331
	2,204	**5,611**
Amounts due to:		
IHS Holding Limited	4,137	1,540
IHS Netherlands (Interco) Coöperatief U.A.	57	53
	4,194	**1,593**
Non-current		
Amounts due to:		
IHS Holding Limited	607,471	870,400
IHS Netherlands (Interco) Coöperatief U.A.	80,624	184,478
	688,095	**1,054,878**

Non-current amounts due to IHS Holding Limited represent shareholder loans as disclosed in note 15.

20. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

The Group had contractual, non-cancellable capital commitments of $83.2m for full turnkey site build and upgrade of existing sites as at 31 December 2019.

The Group has contingent liabilities in respect of legal claims arising in the ordinary course of business. The Group reviews these matters in consultation with internal and external legal counsel to determine on a case by case basis whether a loss from each of these matters is probable, possible or remote.

The Group's contingent liabilities in respect of litigations and claims amounted to $2.0m at the end of the reporting period. Based on legal advice received, the Group's liability is not likely to crystallise, thus no provisions have been made in these financial statements.

21. EVENTS AFTER THE REPORTING PERIOD

Coronavirus

The existence of novel coronavirus (COVID-19) was confirmed in early 2020 and has spread rapidly from mainland China across the globe, causing disruptions to businesses and economic activity. Many governments across the world have imposed travel restrictions, lock downs and social distancing with a view to reducing the spread of the virus and hopefully minimising the number of fatalities. The Group considers this outbreak to be a non-adjusting post balance sheet event.

Our main priority has been the health and safety of our employees and our dedicated supply chain. We have adhered to instructions issued by the Nigerian and/or state authorities, including travel restrictions and enforced working from home. Our secondary focus has been around business continuity planning and maintenance of the supply chain. The telecommunications industry has been designated by the Nigerian government as an essential service and, as the largest independent owner and maintainer of towers (towerco) in Nigeria, we have sought relevant permits to allow us to continue to access, fuel and maintain our tower portfolio. Consequently, we believe that the impact on our business is currently limited with no immediate material adverse operational impact. We intend to continue to follow the various national and/or state authorities' policies and, in parallel, intend to do our utmost to continue our operations as the situation evolves.

Having refinanced our business in 2019, we have also extended our debt maturities, some of which extend well beyond 2021.

However, as the situation is fluid, rapidly evolving, and uncertainties remain, we do not consider it practicable to provide a quantitative estimate of the potential impact of this outbreak on the Group.

The impact of this outbreak on macroeconomic forecasts and our markets are expected to be incorporated into the Group's estimates of expected credit loss provisions and other impairments assessments in 2020.

21. Events after the reporting period (continued)

Devaluation in Naira to US dollar rate.

Following the reduction in the oil price subsequent to the year end, there has been pressure on foreign exchange reserves in Nigeria, which decreased from US$42 billion a year ago, to around US$35 billion presently. The Nigerian government has taken measures to protect these reserves through devaluing the CBN rate, which has had a similar, but thus far more limited devaluation impact on the NAFEX rate.

The Nigerian CBN and NAFEX Naira rates have both devalued against the US dollar since 31 December 2019 from a NAFEX rate of Naira365:US$1 to Naira387:US$1 at 31 March 2020 (CBN Naira307:US$1 to Naira361:US$1), as the Nigerian Government looks to stabilize the economy and also protect current foreign exchange reserves.

There were no other disclosable events after the reporting period.

NON-IFRS MEASURES AND GLOSSARY

Adjusted EBITDA, Adjusted EBITDA margin and other non-IFRS financial measures are used by Group management to monitor the underlying performance of the business and the operations. Adjusted EBITDA, Adjusted EBITDA margin and other non-IFRS financial measures are used by different companies for differing purposes and are often calculated in ways that reflect the circumstances of those companies. You should exercise caution in comparing Adjusted EBITDA, Adjusted EBITDA margin and other non-IFRS financial measures as reported by us to Adjusted EBITDA, Adjusted EBITDA margin and other non-IFRS financial measures as reported by other companies. Adjusted EBITDA, Adjusted EBITDA margin and the other non-IFRS financial measures described in this document are unaudited and have not been prepared in accordance with IFRS or any other generally accepted accounting principles. In addition, the presentation of these measures is not intended to and does not comply with the reporting requirements of any regulatory authority and will not be subject to review by a regulatory authority; compliance with such requirements may require us to make changes to the presentation of this information.

Adjusted EBITDA: Profit or loss for the period excluding the impact of finance income, finance cost, fair value through profit or loss, depreciation and amortization, impairments of fixed assets and land rent, profit or loss on disposal of assets, impairment of withholding taxes, share-based payment expense, and provision for or benefit from income taxes, less other income plus other expenditures that management considers sufficiently large and unusual as to distort comparisons from one period to the next. Adjusted EBITDA is a component of the calculation that has been used by our lenders to determine compliance with certain covenants under our debt facilities. Adjusted EBITDA is not intended to be an alternative measure of operating income or gross profit margin as determined in accordance with IFRS.

Adjusted EBITDA margin: Adjusted EBITDA divided by revenue, expressed as a percentage.

Capital expenditure (“Capex”): the additions of property, plant and equipment (including advance payments for such additions) and the purchase of software, as presented in the statement of cash flows.

Colocation Rate: Refers to the average number of tenants per tower that is owned or operated across a tower portfolio at a given point in time, excluding managed services.

Consolidated Net Leverage: Aggregate outstanding net indebtedness on a consolidated basis (excluding subordinated shareholder debt).

Consolidated Net Leverage Ratio: Ratio of Consolidated Net Leverage to LTM Adjusted EBITDA

Group: IHS Netherlands Holdco B.V. and each of its direct and indirect subsidiaries.

Lease Amendments: Refers to the installation of additional equipment on a site or the provision of ancillary services for an existing tenant.

Gross Debt: Borrowings as stated on the statement of financial position plus lease liabilities as stated on the statement of financial position.

LTM Adjusted EBITDA: Adjusted EBITDA for the last twelve months

Net Debt: Gross debt less cash and cash equivalents at a stated statement of financial position date.

Tenants: Refers to the number of distinct customers that have leased space on each tower that we own across our portfolio.

Towers: Refers to ground-based towers, in-building solutions, rooftop and wall-mounted towers and cells-on-wheels, each of which are constructed to support wireless transmission equipment. We measure the number of Towers in our portfolio at a given time by counting the number of Towers that we own or operate with at least one Tenant. The number of Towers in our portfolio excludes any towers for which we provide managed services.

SUMMARY OF UNAUDITED QUARTERLY RESULTS

For 2019 as reported (incorporating IFRS 16 application)

For the respective quarters ended:

Statement of profit or loss	31 Dec 2019 $'000	30 Sep 2019 $'000	30 Jun 2019 $'000	31 Mar 2019 $'000
Revenue	**241,780**	**232,657**	**225,273**	**225,994**
Cost of sales	(195,030)	(146,734)	(132,444)	(126,999)
Gross profit	**46,750**	**85,923**	**92,829**	**98,995**
Administrative expenses	(42,466)	(28,660)	(35,657)	(17,812)
Other income	351	1,729	2,330	227
Operating profit	**4,635**	**58,992**	**59,502**	**81,410**
Finance income	1,380	7,833	2,428	27,972
Finance cost	(79,157)	(106,822)	(54,468)	(52,610)
Changes in fair value though profit or loss	20,011	(9,293)	3,221	3,309
(Loss)/profit before taxation	**(53,131)**	**(49,290)**	**10,683**	**60,081**
Taxation	(1,626)	8,603	13,533	(6,066)
(Loss)/profit for the period	**(54,757)**	**(40,687)**	**24,216**	**54,015**
Adjusted EBITDA reconciliation:				
(Loss)/profit for the period	**(54,757)**	**(40,687)**	**24,216**	**54,015**
Add back:				
Tax (benefit)/charge	1,626	(8,603)	(13,533)	6,066
Changes in fair value though profit or loss	(20,011)	9,293	(3,221)	(3,309)
Finance cost	79,157	106,822	54,468	52,610
Finance income	(1,380)	(7,833)	(2,428)	(27,972)
Depreciation and amortisation	107,614	64,333	61,358	57,071
Impairment of property, plant and equipment and prepaid land rent	10,651	6,701	2,492	-
Net loss/(profit) on disposal of property, plant and equipment	85	1,349	1,209	(217)
Impairment of withholding tax receivable	4,920	13,729	21,620	4,317
Adjusted EBITDA	**127,905**	**145,104**	**146,181**	**142,581**
Adjusted EBITDA margin	52.9%	62.4%	64.9%	63.1%
Capital expenditure in quarter:				
Purchase of property, plant and equipment	(5,556)	(2,404)	(616)	(524)
Construction of property, plant and equipment	(22,038)	(22,479)	(9,991)	(9,606)
Purchase of software and licences	(689)	-	-	(94)
Advance payments for property, plant and equipment	(73,432)	(16,651)	(36,731)	(5,874)
Total capital expenditure	**(101,715)**	**(41,534)**	**(47,338)**	**(16,098)**

SUMMARY OF UNAUDITED QUARTERLY RESULTS – EXCLUDING IFRS 16

For 2019, excluding the impact of IFRS 16

For the respective quarters ended:

	Excluding IFRS 16 31 Dec 2019 $'000	Excluding IFRS 16 30 Sep 2019 $'000	Excluding IFRS 16 30 Jun 2019 $'000	Excluding IFRS 16 31 Mar 2019 $'000
Statement of profit or loss				
Revenue	**241,780**	**232,657**	**225,273**	**225,994**
Cost of sales	(196,224)	(146,868)	(133,176)	(127,591)
Gross profit	**45,556**	**85,789**	**92,097**	**98,403**
Administrative expenses	(42,442)	(28,662)	(35,657)	(17,812)
Other income	345	1,710	2,330	227
Operating profit	**3,459**	**58,837**	**58,770**	**80,818**
Finance income	1,380	7,833	2,428	27,972
Finance cost	(78,122)	(105,649)	(53,300)	(51,067)
Changes in fair value though profit or loss	20,011	(9,293)	3,221	3,309
(Loss)/profit before taxation	**(53,272)**	**(48,272)**	**11,119**	**61,032**
Taxation	(1,626)	8,603	13,533	(6,066)
(Loss)/profit for the period	**(54,898)**	**(39,669)**	**24,652**	**54,966**
Adjusted EBITDA reconciliation:				
(Loss)/profit for the period	**(54,898)**	**(39,669)**	**24,652**	**54,966**
Add back:				
Tax charge/(benefit)	1,626	(8,603)	(13,533)	6,066
Changes in fair value though profit or loss	(20,011)	9,293	(3,221)	(3,309)
Finance cost	78,122	105,649	53,300	51,067
Finance income	(1,380)	(7,833)	(2,428)	(27,972)
Depreciation and amortisation	100,850	57,794	54,956	50,577
Impairment of property, plant and equipment and prepaid land rent	10,651	6,701	2,492	-
Net loss/(profit) on disposal of property, plant and equipment	-	1,368	1,209	(217)
Impairment of withholding tax receivable	4,920	13,729	21,620	4,317
Adjusted EBITDA	**119,880**	**138,429**	**139,047**	**135,495**
Adjusted EBITDA margin	49.6%	59.5%	61.7%	60.0%
Capital expenditure in quarter:				
Purchase of property, plant and equipment	(5,556)	(2,404)	(616)	(524)
Construction of property, plant and equipment	(22,038)	(22,479)	(9,991)	(9,606)
Purchase of software and licences	(689)	-	-	(94)
Advance payments for property, plant and equipment	(73,432)	(16,651)	(36,731)	(5,874)
Total capital expenditure	**(101,715)**	**(41,534)**	**(47,338)**	**(16,098)**