

STATEMENT OF FINANCIAL POSITION OF CELL C REFLECTING THE IMPACT OF THE PPA UPON ACQUIRING CONTROL

	R'000
NON-CURRENT ASSETS	
Property, plant and equipment and right-of-use assets	751 812
Intangible assets	11 687 836
Spectrum	8 620 000
Brand	1 646 000
Computer software	1 376 323
Other	45 513
Equity-accounted investments	11 017
TOTAL NON-CURRENT ASSETS	12 450 665
CURRENT ASSETS	
Inventories	42 686
Trade and other receivables	941 749
Cash and cash equivalents	306 707
TOTAL CURRENT ASSETS	1 291 142
NON-CURRENT LIABILITIES	
Lease liabilities	1 848 465
Deferred tax	209 984
TOTAL NON-CURRENT LIABILITIES	2 058 449
CURRENT LIABILITIES	
Trade and other payables	4 314 965
Interest-bearing borrowings	461 439
Lease liabilities	266 724
Contract liabilities	115 269
TOTAL CURRENT LIABILITIES	5 158 397
Net identifiable assets and liabilities with third parties at fair value	6 524 961
Goodwill	6 660 955
Purchase price	13 185 916

2.2.2 INVESTMENT IN CELL C: SUBSIDIARY TO ASSOCIATE

Ahead of Cell C's listing on 27 November 2025, TPC sold shares in Cell C to third-party investors, comprising an aggregate stake of 30% for cash of R2.703 billion. Based on the sell-down price, the market capitalisation of the new Cell C Group (which includes CEC) upon listing was R9.010 billion. Upon the sell-down, TPC lost control of Cell C as a result of its shareholding and voting rights being reduced to 49.47% which only gives TPC significant influence. As a result, the new Cell C Group was deconsolidated and TPC's economic interest of 65.42% was recognised as an investment in an associate which was measured initially at R5.894 billion based on the market capitalisation of the new Cell C Group upon the sell-down. Included in the carrying value of the investment in Cell C is goodwill of R404 million. The sell-down resulted in a loss of R6.027 billion which is recognised in other expenses in the statement of comprehensive income.