

Millicom Services UK Limited – UK Tax Strategy

1. Background to the Millicom group and Millicom Services UK Limited

Millicom is a leading provider of cable and mobile services dedicated to emerging markets in Latin America and Africa. Millicom sets the pace when it comes to providing high-speed broadband and innovative digital lifestyle services through its principal brand, Tigo. As of December 2016, provided mobile services to more than 57 million customers, with a cable footprint of more than 8.1 million homes passed.

Founded in 1990, Millicom International Cellular SA (“MICSA”) is headquartered in Luxembourg and listed on NASDAQ OMX Stockholm.

Millicom Services UK Ltd is a UK incorporated and tax resident entity. It is a wholly owned subsidiary of MICSA. The principal activity of the company is providing group support services (eg finance, Africa support) on behalf of MICSA. Millicom Services UK Ltd employed 77 people at the end of 2016 compared to 18,020 employees of the group outside the UK.

2. Managing UK tax risks

- Millicom Services UK Ltd main UK tax obligations relate to PAYE, corporate tax and VAT.
- All these taxes are managed either through third party providers or in-house specialists.
- The group’s tax risk management framework identifies, evaluates and manages the tax risk across the group including the UK.

3. The attitude towards UK tax planning

- For all taxes, it is the company’s aim to ensure it accurately calculates and pay the tax that is due at the correct time.
- The company does not undertake aggressive tax planning.

4. Tax risks

- The company has a low appetite for tax risk. This can be defined as:
 - not undertaking any transaction involving tax that are not fully supported by commercial activities;
 - ensuring sufficient and knowledgeable resources are available to undertake the company’s tax compliance obligations.

5. Working with HMRC

- The company is committed to acting with integrity and transparency in all tax matters with a professional, positive and courteous manner with HMRC.

Millicom Services UK Ltd regards the above as complying with its duty under paragraph 16(2), Schedule 19 Finance Act 2016.