COMCEL TRUST

Unaudited Interim Condensed Combined Financial Statements

As at and for the nine-months period ended 30 September 2017

29 November 2017

Unaudited interim condensed combined income statement for the nine-months period ended 30 September 2017

US$ '000	Notes	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Revenue	4	974,408	951,310
Cost of sales	4	(174,500)	(190,862)
Gross profit	4	**799,908**	**760,448**
Operating expenses	4	(308,457)	(294,517)
Depreciation & Amortization	4	(153,752)	(137,137)
Other operating income (expenses), net	4	(3,444)	(1,854)
Operating profit	4	**334,255**	**326,940**
Interest expense		(57,797)	(57,796)
Interest and other financial income		9,388	1,276
Foreign exchange gain (loss), net		13,407	4,627
Profit before taxes		**299,253**	**275,047**
Charge for taxes, net		(52,706)	(52,032)
Net profit for the period		**246,547**	**223,015**

The accompanying notes are an integral part of these unaudited interim condensed combined financial statements.

Unaudited interim condensed combined statement of comprehensive income for the nine-months period ended 30 September 2017

US$ '000	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Net profit for the period…	246,547	223,015
Other comprehensive income, net of tax:		
Exchange differences on translation of operations to the US dollars reporting currency	12,297	4,977
Total comprehensive income for the period	**258,844**	**227,992**

The accompanying notes are an integral part of these unaudited interim condensed combined financial statements.

Unaudited interim condensed combined statement of financial position as at 30 September 2017

US$ '000	Notes	30 September 2017	31 December 2016
ASSETS			
NON-CURRENT ASSETS			
Intangible assets, net	6	142,429	138,620
Property, plant and equipment, net	7	651,618	689,365
Deferred tax assets		8,684	8,479
Amounts due from related parties	8	134,546	201,240
Other non-current assets		1,861	1,099
TOTAL NON-CURRENT ASSETS		**939,138**	**1,038,803**
CURRENT ASSETS			
Inventories		17,933	16,591
Trade receivables, net		44,425	44,659
Amounts due from related parties	8	272,802	261,532
Prepayments and accrued income		32,398	31,489
Current income tax assets		8,579	8,048
Supplier advances for capital expenditure		6,846	24,368
Other current assets		20,542	15,825
Restricted cash	9	4,801	4,203
Cash and cash equivalents	9	300,100	283,525
TOTAL CURRENT ASSETS		**708,426**	**690,240**
TOTAL ASSETS		**1,647,564**	**1,729,043**

The accompanying notes are an integral part of these unaudited interim condensed combined financial statements.

Unaudited interim condensed combined statement of financial position at 30 September 2017 (continued)

US$ '000	Notes	30 September 2017	31 December 2016
EQUITY AND LIABILITIES			
EQUITY			
Share capital and premium		14,009	14,009
Equity contribution reserve		10,094	9,187
Other reserves		106,058	93,761
Retained profits		306,358	365,471
TOTAL EQUITY		**436,519**	**482,428**
LIABILITIES			
Non-current liabilities			
Other debt and financing	10, 13	995,061	988,521
Provisions and other non-current liabilities		42,637	40,896
Deferred tax liabilities		3,986	4,061
Total non-current liabilities		**1,041,684**	**1,033,478**
Current liabilities			
Amounts due to related parties	8	10,378	13,837
Payables and accruals for capital expenditure		24,869	56,055
Trade payables		29,497	23,952
Accrued interest and other expenses		58,077	74,159
Current income tax liabilities		6,179	6,863
Provisions and other current liabilities		40,361	38,271
Total current liabilities		**169,361**	**213,137**
TOTAL LIABILITIES		**1,211,045**	**1,246,615**
TOTAL EQUITY AND LIABILITIES		**1,647,564**	**1,729,043**

The accompanying notes are an integral part of these unaudited interim condensed combined financial statements.

Unaudited interim condensed combined statement of cash flows for the nine-months period ended 30 September 2017

US$ '000	Notes	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Cash flows from operating activities			
Profit before taxes		**299,253**	**275,047**
Adjustments to reconcile to net cash:			
Interest expense		57,797	57,796
Interest and income		(9,388)	(1,276)
Foreign exchange (gain) / loss, net		(13,407)	(4,627)
Adjustments for non-cash items:			
Depreciation and amortization	6,7	153,752	137,137
Loss on disposal and impairment of assets		3,444	1,855
Share-based compensation	5	907	1,046
		492,358	**466,978**
(Increase)/decrease in trade receivables, prepayments and other current assets		(4,842)	6,717
(Increase)/decrease in inventories		(710)	8,769
Increase /(decrease) in trade and other payables		57	(30,402)
Changes in working capital		**(5,495)**	**(14,916)**
Interest paid		(66,178)	(65,955)
Interest received		3,100	1,506
Taxes paid		(54,632)	(43,960)
Net cash provided by operating activities		**369,153**	**343,653**
Cash flows from investing activities:			
Purchase of intangible assets and licenses	6	(18,950)	(15,526)
Purchase of property, plant and equipment	7	(99,362)	(109,179)
Proceeds from sale of property, plant and equipment		2,516	69
Net increase in restricted cash		(996)	(317)
Net cash used by investing activities		**(116,792)**	**(125,407)**
Cash flows from financing activities:			
Proceeds from shareholders loans repayments		—	317,709
Payment of dividends, advances and shareholders loans		(233,181)	(33,326)
Net cash (used)/provided by financing activities		**(233,181)**	**284,383**
Exchange losses on cash and cash equivalents, net		(2,605)	(9,098)
Net increase in cash and cash equivalents		**16,575**	**493,531**
Cash and cash equivalents at the beginning of the year		283,525	151,550
Cash and cash equivalents at the end of the period / year		**300,100**	**645,081**

The accompanying notes are an integral part of these unaudited interim condensed combined financial statements.

Unaudited interim condensed combined statements of changes in equity for the years ended 30 September 2017 and 31 December 2016

US$ '000	Share capital (000's)	Equity Contribution Reserve (i) (000's)	Other reserves (ii) (000's)	Retained earnings (000's)	Total equity (000's)
Balance on 31 December 2015	**14,009**	**7,708**	**89,094**	**400,211**	**511,022**
Profit for the period	—	—	—	*223,015*	*223,015*
Currency translation differences	—	—	*4,977*	—	*4,977*
Total comprehensive income for the period	—	—	*4,977*	*223,015*	227,992
Dividends (iii)	—	—	—	(315,807)	(315,807)
Share based compensation	—	1,046	—	—	1,046
Balance on 30 September 2016	**14,009**	**8,754**	**94,071**	**307,419**	**424,253**
Profit for the period	—	—	—	*58,052*	*58,052*
Currency translation differences	—	—	*(310)*	—	*(310)*
Total comprehensive income for the period	—	—	(310)	58,052	57,742
Dividends (iii)	—	—	—	—	—
Share based compensation	—	433	—	—	433
Balance on 31 December 2016	**14,009**	**9,187**	**93,761**	**365,471**	**482,428**
Profit for the period	—	—	—	*246,547*	*246,547*
Currency translation differences	—	—	*12,297*	—	*12,297*
Total comprehensive income for the period	—	—	12,297	246,547	258,844
Share based compensation	—	907	—	—	907
Dividends (iii)	—	—	—	(305,660)	(305,660)
Balance on 30 September 2017	**14,009**	**10,094**	**106,058**	**306,358**	**436,519**

(i) Equity Contribution Reserve made up only with share-based compensation expense.
(ii) Other reserves mainly include legal reserves of $106 million and currency translation differences at 30 September 2017. Legal reserves are not distributable.
(iii) Dividends — see note 11.

The accompanying notes are an integral part of these unaudited interim condensed combined financial statements.

Notes to the unaudited interim condensed combined statements

1. ORGANIZATION

The combined financial statements are composed of 9 companies (the “Combined Group” or “Tigo Guatemala Companies”) as detailed in the table below:

Name of the company	Country
Comunicaciones Celulares, S.A.………	Guatemala
Comunicaciones Corporativas, S.A.	Guatemala
Servicios especializados en Telecomunicaciones, S.A.	Guatemala
Distribuidora de Comunicaciones de Occidente, S.A.	Guatemala
Distribuidora Central de Comunicaciones, S.A.	Guatemala
Distribuidora de Comunicaciones de Oriente, S.A.	Guatemala
Distribuidora Internacional de Comunicaciones, S.A.	Guatemala
Servicios Innovadores de Comunicación y Entretenimiento, S.A.	Guatemala
Navega.com, S.A.	Guatemala
Intertrust SPV (Cayman) Limited.	Cayman

Intertrust SPV (Cayman) Limited, acting as trustee of the Comcel Trust, is a trust established and consolidated by Comunicaciones Celulares, S.A. for the purposes of the bond issued (refer to note 10). The Comcel Trust is not a separate legal entity under Cayman Islands law. Intertrust SPV (Cayman) Limited as Trustee carries out the purposes for which the Comcel Trust was established. All references herein to the Comcel Trust shall be construed as references to Intertrust SPV (Cayman) Limited acting as Trustee under the Declaration of Trust.

In January 2014, the Comcel Trust issued a bond of US$800 million which is guaranteed by Comunicaciones Celulares, S.A. and is listed on the Luxembourg Stock Exchange. In accordance with IFRS, the Comcel Trust is consolidated within the combined Tigo Guatemala Companies.

There were no changes in ownership of the Tigo Guatemala Companies in the periods presented.

Our Combined Financial Statements do not consolidate the subsidiaries over which Comcel and the other Note Guarantors exerted control as of, and for, the periods presented. The only such subsidiary is Newcom Ltd. Bermuda, which represented less than 1% of the combined total revenue, less than 1% of the combined Adjusted EBITDA, less than 1% of the combined total assets and less than 1% of the combined total liabilities of Comcel and the other Note Guarantors as of, and for the nine-months period ended 30 September 2017. We do not intend to consolidate these or any other subsidiaries that may exist from time to time in future combined financial statements of Comcel and the other Note Guarantors, including those prepared for purposes of “Description of the Notes—Covenants of the Note Guarantors—Provision of Financial Information.”

The Combined Group provides mobile and data telephony services, corporate solutions, fixed-line broadband, fixed-line telephone, cable TV and mobile financial services to retail and business customers in Guatemala. Two entities (Millicom Cable 206 N.V. and Newcom Bermuda) not material to the Combined Group have been excluded from this combination.

All Tigo Guatemala Companies have registered offices located at Km 9.5 Carretera a El Salvador, Plaza Tigo Sta. Catarina Pinula, Guatemala. They are owned jointly by Millicom Group (“MIC Group”), whose ultimate holding company is Millicom International Cellular S.A. (“MIC”) and by Miffin Associates Corp together the “Combined Group owners”.

The Combined Group shareholders are Millicom Group and Miffin which own respectively 55% and 45% interests in each of the Tigo Guatemala Companies. Those entities form one single business in substance as all of the entities have one single common management. The Combined Group is governed by a shareholders’ agreement.

2. SUMMARY OF CONSOLIDATION AND ACCOUNTING POLICIES

These interim condensed combined financial statements of the Group are unaudited. They are presented in US dollars and have been prepared in accordance with International Accounting Standard ("IAS") 34 'Interim Financial Reporting' as adopted by the European Union. In the opinion of management, these unaudited condensed interim combined financial statements reflect all adjustments that are necessary for a proper presentation of the results for interim periods. Millicom's operations are not affected by significant seasonal or cyclical patterns.

These unaudited condensed interim combined financial statements should be read in conjunction with the combined financial statements for the year ended 31 December 2016. These financial statements are prepared in accordance with consolidation and accounting policies consistent with the 2016 combined financial statements, as disclosed in note 2 of those financial statements. The following changes to standards effective for annual periods starting after 1 January 2017 did not have a significant impact on the Combined Group:

- IAS Amendments to IAS 7, 'Statement of cash flows' on disclosure initiative. These amendments are as part of the IASB initiative to improve presentation and disclosure in financial reports;
- Amendments to IAS 12, 'Income taxes' on Recognition of deferred tax assets for unrealised losses.

There are no other changes to standards effective for annual periods starting on 1 January 2017.

Update on the implementations of IFRS 15, "Revenue from contracts with customers" and IFRS 9, "Financial Instruments":

- IFRS 15: We plan to adopt the accounting standard on 1 January 2018 and anticipate a meaningful impact on our Group financial statements, but we think it is premature to quantify this impact due primarily to the high volume of transactions that we process. From a qualitative standpoint, we expect that
    - some revenue will be recognized earlier, as a larger portion of the total consideration received in a bundled contract will be attributable to the component delivered at contract inception. Therefore, we expect this will produce a shift from service revenue (which will decrease) to the benefit of Telephone and Equipment revenue.
    - the cost incurred to obtain a contract (mainly commissions) will be capitalized in the balance sheet and amortized over the expected customers' retention period.
    - No material changes for the purpose of determining whether the Group acts as principal or an agent in the sale of products.

  As a result, we expect this will produce a net increase in both revenue and EBITDA in the first year. We anticipate that other adjustments will be less meaningful than the two adjustments explained above.

  Additionally, the Group has decided to take some of the practical expedients foreseen in the Standard, such as:
    - The Group will not adjust the transaction price for the means of a financing component whenever the period between the transfer of a promised good or service to a customer and the associated payment is one year or less; when the period is more than one year the significant financing component should be adjusted, if material.
    - The Group will disclose in the Group Financial Statements the transaction price allocated to unsatisfied performance obligations only for contracts that have an original expected duration of more than one year (e.g. unsatisfied performance obligations for contracts that that have an original duration of one year or less will not be disclosed).
    - The Group will apply the practical expedient not to disclose the price allocated to unsatisfied performance obligations, if the consideration from a customer directly corresponds to the value to the customer of the entity's performance to date (i.e, if billing = revenue).

IFRS 9: The Group has started the implementation project in early 2017 for IFRS 9 and does expect it to have an impact on impairment of trade receivables and contracts assets (IFRS 15) as well as on amounts due from joint ventures and related parties – with the application of the expected credit loss model. However, the Group does not expect this impact to be material on the combined financial statements taken as a whole.

3. ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES

During the nine-months period ended 30 September 2017, the Combined Group has not made any acquisitions of new companies.

4. BREAKDOWN OF OPERATING PROFIT

The gross profit and operating profit of the Combined Group can be summarized as follows:

US$ '000	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Revenue	974,408	951,310
Cost of rendering telecommunication services	(174,500)	(190,862)
Gross profit (i)	**799,908**	**760,448**
Depreciation and amortization	(153,752)	(137,137)
Dealer commissions	(63,929)	(62,487)
Employee related costs (see note 5)	(47,030)	(43,191)
Sites and network maintenance	(47,354)	(42,833)
Advertising and promotion	(20,354)	(19,544)
Phone subsidies	(42,648)	(42,225)
External services	(24,073)	(25,436)
Operating lease expense	(33,559)	(32,845)
Other fees and costs	(6,945)	(6,690)
Loss on disposal and impairment of assets, net	(3,444)	(1,854)
Other expenses	(22,565)	(19,266)
Operating profit	**334,255**	**326,940**

(i) In 2014, the Company entered into a five-year contract with the Guatemala Government to provide video surveillance to the Civil National Police. The service included camera lease, connectivity, storage of images, monitoring centres, software and analytics. During 2016, these contracts generated $16 million of accounts receivable. To date, no payment has been received under this contract. No revenue has been recognized since 1 July 2016 considering that the accounting criteria regarding the probability of cash flowing to the Group is no longer met. Service was terminated during 2016. Accordingly, all outstanding amounts receivable under the contract of $42 million were impaired in 2015 and 2016, explaining a lower gross profit in 2016.

5. EMPLOYEE RELATED COSTS

Employee related costs are comprised of the following:

US$ '000	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Wages and salaries	(47,845)	(44,862)
Social security	(2,705)	(2,778)
Share based compensation	(907)	(1,046)
Capitalized employee related costs	7,034	7,863
Other employee related costs (i)	(2,607)	(2,368)
Total	**(47,030)**	**(43,191)**

(i) There are no defined benefit pension plans.

6. INTANGIBLE ASSETS

The Combined Group used cash for the purchase of intangible assets and licenses as follows:

US$ '000	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Additions	12,728	8,760
Decrease in payables for intangible assets	6,222	6,766
Cash used for the purchase of intangible assets and licenses	**18,950**	**15,526**

The charge for depreciation on intangible assets and license renewals for the nine-months period ended 30 September 2017 was $12 million (30 September 2016: $7 million).

During the nine-months period ended 30 September 2017 and 2016, Tigo Guatemala companies did not dispose of any intangible assets.

7. PROPERTY, PLANT AND EQUIPMENT

The Combined Group used cash for the purchase of property, plant and equipment as follows:

US$ '000	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Additions	92,065	112,202
Decrease in suppliers advances	(18,178)	(15,615)
Decrease in payables for property, plant and equipment	25,475	12,592
Cash used for the purchase of property, plant and equipment	**99,362**	**109,179**

The charge for depreciation on property, plant and equipment for the nine-months period ended 30 September 2017 was $142 million (30 September 2016: $130 million).

During the nine-months period ended 30 September 2017, Tigo Guatemala Companies disposed of property, plant and equipment and received $2.5 million (30 September 2016: $69 thousand).

8. RELATED PARTY TRANSACTIONS

Millicom Group subsidiaries

The Combined Group conducts transactions with one of its shareholders MIC, which in turn is partly owned by its principal shareholder investment AB Kinnevik ("Kinnevik").

In the normal course of business, the Combined Group receives business support and financing from various Millicom Group entities including MIC the ultimate holding company Millicom International 2 NV ("MIC 2NV") and Millicom International Operations S.A. ("MIO S.A.").

The Combined Group also recharges to other Millicom Group entities certain services performed on their behalf.

The receivable balance with MIC 2NV at 30 September 2017 represent shareholder loans that are due in 2017 and 2018.

Miffin Associates Corp

The receivable balance with Miffin at 30 September 2017 represent shareholder loans than are due in 2017 and 2018.

Transactions with Miffin shareholders represent recurring commercial operations such as purchase of handsets, lease of buildings and towers and sale of airtime.

Kinnevik

Kinnevik is a Swedish holding company with interests in the telecommunications, media, publishing, paper industries and financial services. As of 30 September 2017 and 2016, Kinnevik owned approximately 38% of MIC. During 2017 and 2016 the Combined Group purchased services from Kinnevik subsidiaries including fraud detection, procurement and professional services.

8. RELATED PARTY TRANSACTIONS (Continued)

The following transactions were conducted with related parties during the nine-months period ended 30 September 2017:

US$ '000	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Expenses		
Purchases of goods and services (Miffin)	131,320	162,085
Purchase of goods and services (MIC)	2,264	2,324
Purchases of goods and services (Other)	3,855	3,856
Total	**137,439**	**168,265**

US$ '000	Nine months ended 30 September 2017	Nine months ended 30 September 2016
Income / gains		
Sale of goods and services (Miffin)	203,115	190,051
Sale of goods and services (MIC)	3,710	26
Sale of goods and services (Other)	1,570	2,579
Total	**208,395**	**192,656**

As at 30 September 2017 the Company had the following balances with related parties:

US$ '000	As at 30 September 2017	As at 31 December 2016
Assets		
Millicom International II NV	221,149	250,738
Miffin Associates Corp	182,295	208,651
El Salvador Cellular	1,525	990
Cable Nicaragua	764	426
MIC S.A.	628	65
Cable Honduras	154	598
Others	833	1,304
Total	**407,348**	**462,772**

US$ '000	As at 30 September 2017	As at 31 December 2016
Liabilities		
Miffin Associates Corp	4,154	6,079
MIC S.A.	1,637	482
Millicom Cable Costa Rica	1,623	2,423
Millicom Spain S. L.	732	3,298
Cable Honduras	236	120
Others	1,996	1,435
Total	**10,378**	**13,837**

9. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprised:

US$ '000	As at 30 September 2017	As at 31 December 2016
Cash and cash equivalents in U.S. dollars	234,248	209,850
Cash and cash equivalents in GTQ	65,852	73,675
Total cash and cash equivalents	**300,100**	**283,525**

Cash and short-term deposits in the statement of financial position comprise cash at banks and on hand and short-term deposits with a maturity of six months or less, which are subject to an insignificant risk of changes in value. For the purpose of the combined statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Group's cash management.

Restricted cash comprised:

US$ '000	As at 30 September 2017	As at 31 December 2016
Restricted cash in GTQ	4,801	4,203
Total restricted cash	**4,801**	**4,203**

Restricted cash mainly refers to cash within the mobile financial services business, which is restricted in accordance with local regulations.

10. DEBT AND FINANCING

Analysis of debt and other financing by maturity

The total amount of debt and financing is repayable as follows:

US$ '000	As at 30 September 2017	As at 31 December 2016
Due within:		
After five years	995,061	988,521
Total debt	**995,061**	**988,521**

On 30 January 2014, Tigo Guatemala Companies issued an $800 million 6.875% fixed interest rate bond repayable in 10 years, to refinance the Combined Group and to repay in 2014 each individual financing facility existing as at 31 December 2013. The bond was issued at 98.233% of the principal and has an effective interest rate of 7.168%.

In June 2015, Tigo Guatemala Companies obtained a Credit Loan in local currency with two major banks; Banco Industrial in the amount of GTQ 600 million ($78 million) and Banco G&T contract was signed for an amount of GTQ 1 billion ($122 million) with a partial drawdown of $30 million. The remaining balance has been received during July. The effective combined interest rate is of 7.16% with monthly installments, a 10 year term and principal payment at maturity.

As at 30 September 2017 and 31 December 2016, none of the shareholders had issued any guarantees to secure the obligations of the Combined Group's operations.

Pledged assets

As at 30 September 2017 and 31 December 2016, the assets pledged by the Combined Group's operations for these debts and financings are nil.

11. DIVIDENDS

The ability of the Combined Group to make dividend payments is subject to, among other things, the terms of indebtedness, legal restrictions and the ability to repatriate funds from the combined entities. By 30 September 2017, the entities of the Combined Group had declared a dividend related to 2016 retained profits of $306 million (2015: $316 million).

12. COMMITMENTS AND CONTINGENCIES

Litigation & legal risks

The Tigo Guatemala Companies are contingently liable with respect to lawsuits and other matters that arise in the normal course of business. As of 30 September 2017, and 31 December 2016, the total amount of claims against the Combined Group's operations was not significant. As at 30 September 2017, $537 thousand and 31 December 2016, $542 thousand have been provided for these claims in the combined statement of financial position. Management is of the opinion that while it is impossible to ascertain the ultimate legal and financial liability with respect to these claims, the ultimate outcome of these contingencies is not anticipated to have a material effect on the Combined Group's financial position and operations.

On 21 October 2015, Millicom reported to law enforcement authorities in the United States and Sweden potential improper payments made on behalf of the Tigo Guatemala Companies.

Millicom continues to cooperate with law enforcement authorities in the United States. On 4 May 2016, Millicom received notification from the Swedish Public Prosecutor that its preliminary investigation has been discontinued on jurisdictional grounds. As at 30 September 2017, Management is currently not able to assess the potential impact on these combined financial statements. This matter is being overseen by a Special Committee of the Millicom Board of Directors (as disclosed on the 21 October 2015, Millicom press release), rather than by Comcel.

On Friday July 14, 2017, the International Commission Against Impunity in Guatemala (CICIG), held a press conference, in which it disclosed an ongoing investigation into alleged illegal campaign financing that includes a competitor of Comcel. The CICIG further indicated that in view of declaration made by Comcel's Competitor, containing allegations on administrative procedures initiated by Comcel against such competitor several years ago the investigation would include Comcel.

Capital commitments

As of 30 September 2017, the Combined Group had fixed commitments to purchase network equipment, land and buildings and other fixed assets for $35 million (31 December 2016: $37 million), from a number of suppliers.

Tax claims

On 15 February 2017, tax authorities notified Navega.com, S.A. of an adjustment amounting to approximately $17 million to the income tax for the fiscal years 2013 through 2015 (including principal, penalties and interests). According to the Guatemalan income tax law, goodwill amortization is deductible for income tax purposes. However, tax authorities considered that the goodwill originated in acquisitions made by Navega.com S.A. and its predecessor Asertel, S.A. do not meet the definition of goodwill for tax purposes and proceeded to annul the amortization deducted by Navega.com, S.A.

The Company, along with its tax advisors, has concluded that it is not probable that an outflow of resources embodying economic benefits will be required to settle them, especially considering that the Company has enough arguments to support its position. Consequently, no provision was deemed necessary in this respect.

13. FINANCIAL INSTRUMENTS

Other than the items disclosed below, the fair values of financial assets and financial liabilities approximate their carrying values as at 30 September 2017 and 31 December 2016:

	Carrying Value		Fair Value	
US$ '000	**30 September 2017 (unaudited)**	**31 December 2016 (audited)**	**30 September 2017 (unaudited)**	**31 December 2016 (audited)**
FINANCIAL LIABILITIES				
Other debt and financing	995,061	988,521	780,881	838,274

14. SUBSEQUENT EVENTS

On Friday July 14, 2017, the International Commission Against Impunity in Guatemala (CICIG), held a press conference, in which it disclosed an ongoing investigation into alleged illegal campaign financing that includes a competitor of Comcel. The CICIG further indicated that in view of declarations made by Comcel´s Competitor, containing allegations on administrative procedures initiated by Comcel against such competitor several years ago the investigation would include Comcel. On Thursday November 23rd, 2017 Guatemala's Attorney General's Office and CICIG executed a search warrant at Comcel's corporate offices in search of information related to the allegations described above. At this moment, the investigation is sealed and Comcel is fully cooperating with the process.

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