Millicom International Cellular S.A.

For the three and nine-month periods ended September 30, 2023

Unaudited interim condensed consolidated statement of income for the three and nine-month periods ended September 30, 2023

in millions of U.S. dollars except per share data	Notes	Nine months ended September 30, 2023	Nine months ended September 30, 2022	Three months ended September 30, 2023	Three months ended September 30, 2022
Continuing Operations					
Revenue	5	4,186	4,243	1,424	1,388
Cost of sales		(1,115)	(1,134)	(363)	(369)
Gross profit		**3,070**	**3,109**	**1,060**	**1,019**
Operating expenses		(1,516)	(1,429)	(528)	(479)
Depreciation		(726)	(757)	(245)	(249)
Amortization		(269)	(264)	(92)	(93)
Share of profit in Honduras joint venture	8	32	25	10	5
Other operating income (expenses), net		7	(6)	3	(6)
Operating profit	5	**597**	**678**	**209**	**196**
Interest and other financial expenses	11	(530)	(469)	(182)	(160)
Interest and other financial income		15	7	6	3
Other non-operating (expenses) income, net	6	30	(41)	3	(35)
Profit (loss) from other joint ventures and associates, net		(3)	—	—	—
Profit (loss) before taxes from continuing operations		**109**	**174**	**36**	**4**
Tax expense	12	(202)	(200)	(61)	(53)
Profit (loss) from continuing operations		**(92)**	**(26)**	**(25)**	**(49)**
Profit (loss) from discontinued operations, net of tax	4	4	113	4	2
Net profit (loss) for the period		**(88)**	**87**	**(20)**	**(47)**
Attributable to:					
Owners of the Company		(19)	120	—	(32)
Non-controlling interests		(69)	(33)	(20)	(16)
Earnings/(loss) per common share for net profit/(loss) attributable to the owners of the Company:					
Basic ($ per share)	7	(0.11)	0.94	—	(0.18)
Diluted ($ per share)	7	(0.11)	0.93	—	(0.18)

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

Unaudited interim condensed consolidated statement of comprehensive income for the three and nine-month periods ended September 30, 2023

in millions of U.S. dollars	Nine months ended September 30, 2023	Nine months ended September 30, 2022	Three months ended September 30, 2023	Three months ended September 30, 2022
Net profit (loss) for the period	(88)	87	(20)	(47)
Other comprehensive income (to be reclassified to statement of income in subsequent periods), net of tax:				
Exchange differences on translating foreign operations	21	16	1	(24)
Change in value of cash flow hedges, net of tax effects	(10)	6	2	2
Remeasurements of post-employment benefit obligations, net of tax effects	(1)	—	(1)	—
Total comprehensive income (loss) for the period	**(78)**	**109**	**(18)**	**(70)**
Attributable to:				
Owners of the Company	—	143	5	(53)
Non-controlling interests	(79)	(34)	(23)	(17)
Total comprehensive income (loss) for the period arises from:				
Continuing operations	(83)	(5)	(23)	(72)
Discontinued operations	4	113	4	2

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

Unaudited interim condensed consolidated statement of financial position as at September 30, 2023

in millions of U.S. dollars	Notes	September 30, 2023	December 31, 2022
ASSETS			
NON-CURRENT ASSETS			
Intangible assets, net	10	7,693	7,361
Property, plant and equipment, net	9	3,020	2,989
Right of use assets, net		876	884
Investment in Honduras joint venture	8	579	590
Contract costs, net		11	10
Deferred tax assets		221	204
Derivative financial instruments	13	10	19
Other non-current assets		159	76
TOTAL NON-CURRENT ASSETS		**12,568**	**12,133**
CURRENT ASSETS			
Inventories		65	53
Trade receivables, net		421	379
Contract assets, net		82	77
Amounts due from non-controlling interests, associates and joint ventures	8	16	15
Prepayments and accrued income		158	117
Current income tax assets		108	111
Supplier advances for capital expenditure		22	21
Other current assets		205	197
Restricted cash		52	57
Cash and cash equivalents		759	1,039
TOTAL CURRENT ASSETS		**1,889**	**2,065**
TOTAL ASSETS		**14,457**	**14,198**

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

Unaudited interim condensed consolidated statement of financial position as at September 30, 2023 (continued)

in millions of U.S. dollars	Notes	September 30, 2023	December 31, 2022
EQUITY AND LIABILITIES			
EQUITY			
Share capital and premium		1,337	1,343
Treasury shares		(15)	(47)
Other reserves		(528)	(559)
Retained profits		2,868	2,691
Net profit/ (loss) for the period/year attributable to owners of the Company		(19)	177
Equity attributable to owners of the Company		**3,643**	**3,605**
Non-controlling interests		(49)	29
TOTAL EQUITY		**3,593**	**3,634**
LIABILITIES			
NON-CURRENT LIABILITIES			
Debt and financing	11	6,489	6,624
Lease liabilities	11	843	853
Derivative financial instruments	13	63	53
Amounts due to non-controlling interests, associates and joint ventures		10	—
Payables and accruals for capital expenditure	10	843	473
Provisions and other non-current liabilities		304	295
Deferred tax liabilities		143	148
TOTAL NON-CURRENT LIABILITIES		**8,696**	**8,445**
CURRENT LIABILITIES			
Debt and financing	11	233	180
Lease liabilities	11	176	163
Payables and accruals for capital expenditure		292	428
Other trade payables		325	400
Amounts due to non-controlling interests, associates and joint ventures	8	72	58
Accrued interest and other expenses		460	412
Current income tax liabilities		86	86
Contract liabilities		167	88
Provisions and other current liabilities		357	305
TOTAL CURRENT LIABILITIES		**2,168**	**2,119**
TOTAL LIABILITIES		**10,863**	**10,565**
TOTAL EQUITY AND LIABILITIES		**14,457**	**14,198**

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

Unaudited interim condensed consolidated statement of cash flows for the nine-month period ended September 30, 2023

in millions of U.S. dollars	Notes	September 30, 2023	September 30, 2022
Cash flows from operating activities (including discontinued operations)			
Profit before taxes from continuing operations		109	174
Profit before taxes from discontinued operations	4	4	116
Profit before taxes		**114**	**290**
Adjustments to reconcile to net cash:			
Interest expense on leases		88	102
Interest expense on debt and other financing		442	379
Interest and other financial income		(15)	(7)
Adjustments for non-cash items:			
Depreciation and amortization	4,5	996	1,042
Share of profit in Honduras joint venture		(32)	(25)
Gain on disposal and impairment of assets, net		(7)	(117)
Share-based compensation		41	22
(Profit) loss from other associates and joint ventures, net		3	—
Other non-cash non-operating (income) expenses, net	6	(30)	41
Changes in working capital:			
Decrease (increase) in trade receivables, prepayments and other current assets, net		(191)	(123)
Decrease (increase) in inventories		(10)	(8)
Increase (decrease) in trade and other payables, net		(16)	(83)
Changes in contract assets, liabilities and costs, net		74	(11)
Total changes in working capital		**(144)**	**(224)**
Interest paid on leases		(86)	(100)
Interest paid on debt and other financing		(380)	(316)
Interest received		13	4
Taxes paid		(177)	(222)
Net cash provided by operating activities		**826**	**868**
Cash flows from investing activities (including discontinued operations):			
Acquisition of subsidiaries, joint ventures and associates, net of cash acquired		—	(279)
Proceeds from disposal of subsidiaries and associates, net of cash disposed	4	—	142
Purchase of spectrum and licenses	10	(113)	(75)
Purchase of other intangible assets	10	(128)	(161)
Purchase of property, plant and equipment	9	(599)	(625)
Proceeds from sale of property, plant and equipment	9	11	8
Dividends and dividend advances received from joint ventures and associates		58	1
Settlement of derivative financial instruments	13	(23)	8
Transfer (to) / from pledge deposits, net		(5)	33
Loans granted within the Tigo Money lending activity, net		(3)	—
Cash (used in) provided by other investing activities, net		14	19
Net cash used in investing activities		**(790)**	**(928)**

Unaudited interim condensed consolidated statement of cash flows for the nine-month period ended September 30, 2023 (continued)

	Notes	September 30, 2023	September 30, 2022
Cash flows from financing activities (including discontinued operations):			
Proceeds from debt and other financing	11	114	1,552
Repayment of debt and other financing	11	(306)	(2,062)
Lease capital repayment		(129)	(120)
Proceeds from the rights offering, net of costs		—	717
Advances and dividends paid to non-controlling interests		—	(3)
Net cash from (used in) financing activities		**(320)**	**84**
Exchange impact on cash and cash equivalents, net		3	(10)
Net increase (decrease) in cash and cash equivalents		**(280)**	**13**
Cash and cash equivalents at the beginning of the year		1,039	895
Effect of cash in disposal group held for sale	4	—	(24)
Cash and cash equivalents at the end of the period		**759**	**884**

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

Unaudited interim condensed consolidated statements of changes in equity for the nine-month period ended September 30, 2023

in millions of U.S. dollars	Number of shares (000's)	Number of shares held by the Group (000's)	Share capital	Share premium	Treasury shares	Retained profits (i)	Other reserves	Total	Non-controlling interests	Total equity
Balance on December 31, 2021	**101,739**	**(1,538)**	**153**	**476**	**(60)**	**2,609**	**(594)**	**2,583**	**157**	**2,740**
Total comprehensive income/ (loss) for the period	—	—	—	—	—	120	22	143	(34)	109
Effects of rights offering............	70,357	—	106	612	—	—	—	717	—	717
Dividends to non-controlling interests.......................................	—	—	—	—	—	—	—	—	(2)	(2)
Purchase of treasury shares(ii)...	—	(93)	—	—	(4)	1	—	(3)	—	(3)
Share based compensation	—	—	—	—	—	—	18	18	1	19
Issuance of shares under share-based payment schemes	—	418	—	(2)	16	4	(17)	1	—	1
Effect of the buy-out of non-controlling interests in Panama	—	—	—	—	—	78	—	78	(78)	—
Balance on September 30, 2022	**172,096**	**(1,213)**	**258**	**1,085**	**(47)**	**2,811**	**(570)**	**3,538**	**43**	**3,580**
Balance on December 31, 2022	**172,096**	**(1,213)**	**258**	**1,085**	**(47)**	**2,868**	**(559)**	**3,605**	**29**	**3,634**
Total comprehensive income/ (loss) for the period	—	—	—	—	—	(19)	19	—	(79)	(78)
Purchase of treasury shares(ii)...	—	(218)	—	—	(9)	5	—	(3)	—	(3)
Share based compensation	—	—	—	—	—	—	40	40	1	41
Issuance of shares under share-based payment schemes	—	1,059	—	(7)	41	(3)	(31)	1	—	1
Effect of the buy-out of non-controlling interests in Panama	—	—	—	—	—	(1)	—	(1)	—	—
Balance on September 30, 2023	**172,096**	**(372)**	**258**	**1,079**	**(15)**	**2,849**	**(528)**	**3,643**	**(49)**	**3,593**

(i) Retained profits – includes profit for the period attributable to equity holders, of which at September 30, 2023, $489 million (2022: $472 million) are not distributable to equity holders.

(ii) During the nine-month period ended September 30, 2023, Millicom withheld approximately 218,178 shares for the settlement of tax obligations on behalf of employees under share-based compensation plans (2022: 92,691)

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

Notes to the unaudited interim condensed consolidated financial statements

1. GENERAL INFORMATION

Millicom International Cellular S.A. (the "Company" or "MIC SA"), a Luxembourg Société Anonyme, and its subsidiaries, joint ventures and associates (the "Group" or "Millicom") is a provider of cable and mobile services dedicated to emerging markets in Latin America. Millicom provides high speed broadband and innovation around The Digital Lifestyle® services through its principal brand, TIGO.

On October 25, 2023, the Board of Directors authorized these unaudited interim condensed consolidated financial statements for issuance.

2. SUMMARY OF ACCOUNTING POLICIES

I. Basis of presentation

These interim condensed consolidated 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 issued by the International Accounting Standards Board ("IASB") and as adopted by the European Union ("EU"). In the opinion of management, these unaudited interim condensed consolidated 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 interim condensed consolidated financial statements should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2022, which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the IASB and in conformity with IFRS as adopted by the EU. These financial statements are prepared in accordance with consolidation and accounting policies consistent with the December 31, 2022 consolidated financial statements, except for the changes described in item III below.

We have made rounding adjustments to reach some of the figures included in these unaudited interim condensed consolidated financial statements. Accordingly, numerical figures shown as totals in some tables may not be an arithmetic aggregation of the figures that preceded them and percentage calculations using these adjusted figures may not result in the same percentage values as are shown in these unaudited interim condensed consolidated financial statements.

II. Current macroeconomic environment and its effect on the Group's business activities, financial situation and economic performance

Inflation across the region has continued to decline in line with global trends. Nevertheless, interest rates remain high, impacting the Group's variable interest rate debt and financing. This is particularly visible for the Group's operations in Colombia where inflation has remained elevated near 11% and where a significant portion of the debt is at variable interest rates.

Over the past year, the Group has taken meaningful steps to mitigate these impacts, including the implementation of numerous price increases, cost efficiency and investment optimization initiatives which position the Group to sustain positive service revenue and cash flow growth going forward.

The Group continues to monitor the developments of the aforementioned events and their potential impact on performance and accounting considerations

2. SUMMARY OF ACCOUNTING POLICIES (Continued)

III. New and amended IFRS standards

The following changes to standards have been adopted by the Group and did not have any significant impact on the Group's accounting policies or disclosures and did not require retrospective adjustments:

- Amendments to IAS 1, 'Disclosure of Accounting Policies' that are intended to help preparers in deciding which accounting policies to disclose in their financial statements.
- IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of accounting estimates.
- Amendments to IAS 12, 'Income Taxes: Deferred tax related to Assets and liabilities arising from a Single Transaction' - These amendments clarify that the initial recognition exception does not apply to the initial recognition of leases and decommissioning obligations. These amendments apply prospectively to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, an entity should apply the amendments for the first time by recognizing deferred tax for all temporary differences related to leases and decommissioning obligations at the beginning of the earliest comparative period presented. The Group has been applying the so-called "Linked transaction approach" in the calculation of deferred taxes related to leases (and respective asset retirement obligation "ARO") since the adoption of IFRS 16 (in compliance with these amendments). Therefore, the adoption of these amendments did not have an impact for the Group.

Amendments to standards effective for annual periods starting on January 1, 2023 (not yet endorsed by the EU):

- Amendments to IAS 12, 'Income taxes: International Tax Reform – Pillar Two Model Rules': These amendments give companies temporary relief from accounting for deferred taxes arising from the Organisation for Economic Co-operation and Development's (OECD) international tax reform. The amendments also introduce targeted disclosure requirements for affected companies. This amendment is not applicable for interim periods ending on or before December 31, 2023. The potential impact of the adoption of these amendments is currently being assessed by Management.

The following changes to standards are effective for annual periods starting on January 1, 2024, or later, and their potential impact on the Group consolidated financial statements is currently being assessed by Management:

- Amendments to IFRS 16 'Leases: Lease Liability in a Sale and Leaseback' (not yet endorsed by the EU)- The amendment specifies the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction, to ensure the seller-lessee does not recognize any amount of the gain or loss that relates to the right of use it retains.
- Amendments to IAS 1, 'Presentation of Financial Statements' (not yet endorsed by the EU): These amendments aim to improve the information an entity provides when its right to defer settlement of a liability is subject to compliance with covenants within twelve months after the reporting period.
- Amendments to IAS 7, 'Statement of Cash Flows' and IFRS 7, 'Financial Instruments: Disclosures: Supplier Finance Arrangements' (not yet endorsed by the EU): These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on a company's liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB's response to investors' concerns that some companies' supplier finance arrangements are not sufficiently visible, hindering investors' analysis.
- Amendments to IAS 21, 'The Effects of Changes in Foreign Exchange Rates': Lack of Exchangeability (not yet endorsed by the EU): These amendments help entities to determine whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not.

IV. Change in accounting estimate

During 2023, the estimated useful lives of some property, plant and equipment were revised. As a result, the estimated useful lives of the Group's towers, poles and ducts were changed from 15 to 25 years, while the related civil works' useful lives were increased from 10 to 15 years. These changes are considered as a change in accounting estimate per IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' and are therefore accounted for prospectively, meaning that no changes should be accounted for past periods. This also applies to assets that are fully depreciated – and for which no new cost should be reset. i.e., they remain fully depreciated. For the full year 2023, the expected net effect of the changes is a decrease in depreciation expense of approximately $27 million compared to what we expected the depreciation charge to be using previous estimated useful lives. Management considers it is impracticable to estimate the net effect of the changes in depreciation for the future years. This change in accounting estimate also affects the lease right-of-use assets (for those being depreciated over the shorter of useful life and lease term) and on asset retirement obligation provisions. Though, its impact is immaterial.

3. ACQUISITION AND DISPOSAL OF SUBSIDIARIES, JOINT VENTURES, ASSOCIATES AND OTHER NON-CONTROLLING INTERESTS

Acquisitions for the nine-month period ended September 30, 2023

There were no material acquisitions during the nine-month period ended September 30, 2023.

Acquisitions 2022

As of June 14, 2022, the Group received the formal notification from the minority shareholders of Cable Onda S.A. confirming the exercise of their put option right to sell their remaining 20% shareholding to Millicom for an amount of approximately $290 million. The transaction closed on June 29, 2022 and the payment was applied against the already recorded put option liability of $290 million.

As a result, the non-controlling interests' carrying value of $78 million have been transferred to the Group's equity.

Disposals 2022 - Tanzania

On March 10, 2022, Millicom obtained the final necessary regulatory approvals to sell its operations in Tanzania. The transaction was completed on April 5, 2022 (see note 4).

4. DISCONTINUED OPERATIONS AND ASSETS HELD FOR SALE

Discontinued operations-Tanzania

As from March 10, 2022, and in accordance with IFRS 5, all assets and liabilities of our operations in Tanzania were classified as held for sale and their results have been removed from the results of continuing operations and are shown as a single line item on the face of the consolidated statement of income under 'Profit (loss) from discontinued operations, net of tax'.

On April 5, 2022, Millicom completed the sale for an initial cash consideration of approximately $101 million (subject to final price adjustment). The net assets de-consolidated on the date of the disposal amounted to $79 million and the net gain on disposal was calculated at $109 million.

5. SEGMENT INFORMATION

Management determines operating and reportable segments based on the reports that are used by the chief operating decision maker to make strategic and operational decisions from both a business and geographic perspective. The Millicom Group’s risks and rates of return for its operations were predominantly affected by operating in different geographical regions. Until the divestiture of our Tanzania business, as discussed above, the Millicom Group had businesses in two main regions, Latin America and Africa, which constituted our two reportable segments. As a result of the sale of the Tanzania business and its classification as a discontinued operation, we no longer report an Africa segment in our unaudited interim condensed consolidated financial statements and no longer report it in our consolidated financial statements. The Group now only operates in a single region, Latin America.

As a result, the Group now reports a single segment, called the ’Group Segment’, which includes the results of our Latin American operations, and regional and central corporate costs. Group segment figures will continue to include our Honduras joint venture as if it was fully consolidated, as this reflects the way management reviews and uses internally reported information to make decisions about operating matters and to provide increased transparency to investors on those operations.

Revenue, operating profit (loss), EBITDA and other segment information for the three- and nine-month periods ended September 30, 2023 and 2022, are shown on the following pages.

5. SEGMENT INFORMATION (Continued)

Nine months ended September 30, 2023 (in millions of U.S. dollars)	**Group Segment**	**Honduras (vii)**	**Eliminations and transfers**	**Group**
Mobile revenue	2,556	(338)	1	2,219
Cable and other fixed services revenue	1,687	(85)	5	1,608
Other revenue	52	(3)	—	49
Service revenue (i)	**4,295**	**(426)**	**6**	**3,875**
Telephone and equipment revenue	341	(30)	—	310
Revenue	**4,636**	**(456)**	**6**	**4,186**
Operating profit (loss)	**665**	**(99)**	**32**	**597**
Add back:				
Depreciation and amortization	1,074	(79)	1	996
Share of profit in Honduras joint venture	—	—	(32)	(32)
Other operating expenses (income), net	(6)	(1)	—	(7)
EBITDA (ii)	**1,733**	**(179)**	**1**	**1,555**
EBITDA from discontinued operations	4	—	—	4
EBITDA incl discontinued operations	**1,737**	**(179)**	**1**	**1,559**
Capital expenditure (iii)	(792)	76	—	(716)
Spectrum and licenses paid	(113)	—	—	(113)
Changes in working capital and others (iv)	(85)	(19)	—	(103)
Taxes paid	(223)	46	—	(177)
Operating free cash flow (v)	**524**	**(76)**	**1**	**449**
Total Assets (vi)	**14,839**	**(1,053)**	**671**	**14,457**
Total Liabilities	**11,438**	**(667)**	**92**	**10,863**

(i) *Service revenue is revenue related to the provision of ongoing services such as monthly subscription fees for mobile and broadband, airtime and data usage fees, interconnection fees, roaming fees, mobile finance service commissions and fees from other telecommunications services such as data services, short message services, installation fees and other value-added services excluding telephone and equipment sales.*

(ii) *EBITDA is operating profit excluding impairment losses, depreciation and amortization and gains/losses on the disposal of fixed assets.*

(iii) *Excluding spectrum and licenses.*

(iv) *'Changes in working capital and others' include changes in working capital as stated in the cash flow statement as well as share based payments expense.*

(v) *Operating Free Cash Flow is EBITDA less cash capex, less spectrum and licenses paid, less change in working capital, other non-cash items (share-based payment expense) and taxes paid. From 2022, the Group changed the definition of Operating Free Cash Flow to include spectrum paid in response to feedback from users of our financial statements who prefer a more comprehensive view of our cash flow generation.*

(vi) *Segment assets include goodwill and other intangible assets.*

(vii) *Including eliminations for Honduras as reported in the Group Segment.*

5. SEGMENT INFORMATION (Continued)

Nine months ended September 30, 2022 (in millions of U.S. dollars)	Group Segment	Honduras (vii)	Eliminations and transfers	Group
Mobile revenue	2,545	(324)	1	2,222
Cable and other fixed services revenue	1,696	(80)	4	1,620
Other revenue	55	(3)	—	52
Service revenue (i)	**4,296**	**(407)**	**5**	**3,895**
Telephone and equipment revenue	376	(28)	—	349
Revenue	**4,672**	**(434)**	**5**	**4,243**
Operating profit (loss)	**743**	**(90)**	**25**	**678**
Add back:				
Depreciation and amortization	1,104	(83)	1	1,021
Share of profit in Honduras joint venture	—	—	(25)	(25)
Other operating expenses (income), net	3	3	—	6
EBITDA (ii)	**1,849**	**(170)**	**1**	**1,680**
EBITDA from discontinued operations	24	—	—	24
EBITDA incl discontinued operations	**1,874**	**(170)**	**1**	**1,705**
Capital expenditure (iii)	(843)	66	—	(777)
Spectrum and licenses paid	(75)	—	—	(75)
Changes in working capital and others (iv)	(199)	(3)	—	(202)
Taxes paid	(258)	36	—	(222)
Operating free cash flow (v)	**498**	**(71)**	**1**	**427**
Total Assets (vi)	**14,581**	**(1,055)**	**630**	**14,155**
Total Liabilities	**11,194**	**(671)**	**52**	**10,575**

5. SEGMENT INFORMATION (Continued)

Three months ended September 30, 2023 (in millions of U.S. dollars)	Group Segment	Honduras (vii)	Eliminations and transfers	Group
Mobile revenue	873	(114)	—	759
Cable and other fixed services revenue	571	(28)	2	545
Other revenue	17	(1)	—	16
Service revenue (i)	**1,461**	**(143)**	**2**	**1,320**
Telephone and equipment revenue	114	(11)	—	104
Revenue	**1,576**	**(154)**	**2**	**1,424**
Operating profit (loss)	**234**	**(35)**	**10**	**209**
Add back:				
Depreciation and amortization	363	(26)	—	337
Share of profit in Honduras joint venture	—	—	(10)	(10)
Other operating expenses (income), net	(3)	—	—	(3)
EBITDA (ii)	**593**	**(61)**	**—**	**533**
EBITDA from discontinued operations	4	—	—	4
EBITDA incl discontinued operations	**598**	**(61)**	**—**	**537**
Capital expenditure (iii)	(243)	39	—	(204)
Spectrum and licenses paid	(12)			(12)
Changes in working capital and others (iv)	44	(11)	—	33
Taxes paid	(70)	13	—	(57)
Operating free cash flow (v)	**317**	**(20)**	**—**	**297**

5. SEGMENT INFORMATION (Continued)

Three months ended September 30, 2022 (in millions of U.S. dollars)	**Group Segment**	**Honduras (vii)**	**Eliminations and transfers**	**Group**
Mobile revenue	843	(108)	—	735
Cable and other fixed services revenue	554	(27)	1	528
Other revenue	18	(2)	—	16
Service revenue (i)	**1,415**	**(137)**	**2**	**1,280**
Telephone and equipment revenue	118	(10)	—	108
Revenue	**1,532**	**(146)**	**2**	**1,388**
Operating profit (loss)	**221**	**(31)**	**6**	**196**
Add back:				
Depreciation and amortization	372	(30)	—	342
Share of profit in Honduras joint venture	—	—	(5)	(5)
Other operating expenses (income), net	3	5	(1)	6
EBITDA (ii)	**596**	**(57)**	**—**	**539**
EBITDA from discontinued operations	2	—	—	2
EBITDA incl discontinued operations	**597**	**(57)**	**—**	**541**
Capital expenditure (iii)	(273)	20	—	(253)
Spectrum and licenses paid	(26)	—	—	(26)
Changes in working capital and others (iv)	(6)	(11)	—	(16)
Taxes paid	(77)	11	—	(66)
Operating free cash flow (v)	**216**	**(37)**	**—**	**180**

6. OTHER NON-OPERATING (EXPENSES) INCOME, NET

The Group's other non-operating (expenses) income, net comprised the following:

in millions of U.S. dollars	**Nine months ended September 30, 2023**	**Nine months ended September 30, 2022**	**Three months ended September 30, 2023**	**Three months ended September 30, 2022**
Change in fair value of derivatives (Note 13)	1	12	(1)	1
Change in value of call option and put option liability	—	(1)	—	—
Exchange gains (losses), net	26	(53)	3	(36)
Other non-operating income (expenses), net	2	1	—	—
Total	**30**	**(41)**	**3**	**(35)**

7. EARNINGS PER COMMON SHARE

Earnings per common share (EPS) attributable to owners of the Company are comprised as follows:

in millions of U.S. dollars	Nine months ended September 30, 2023	Nine months ended September 30, 2022	Three months ended September 30, 2023	Three months ended September 30, 2022
Basic and Diluted				
Net profit (loss) attributable to equity holders from continuing operations	(23)	7	(4)	(33)
Net profit (loss) attributable to equity holders from discontinued operations	4	113	4	2
Net profit (loss) attributable to all equity holders to determine the profit (loss) per share	(19)	120	—	(32)
in thousands				
Weighted average number of ordinary shares for basic and diluted earnings per share	171,269	128,321	171,613	170,872
Potential shares as a result of share-based compensation plans	1,196	375	1,629	335
Weighted average number of ordinary shares (excluding treasury shares) adjusted for the effect of dilution (i)	172,465	128,697	173,242	171,207
in U.S. dollars				
Basic				
Earnings (loss) per common share for profit (loss) from continuing operations attributable to owners of the Company	(0.14)	0.05	(0.03)	(0.20)
Earnings (loss) per common share for profit (loss) from discontinued operations attributable to owners of the Company	0.03	0.88	0.03	0.01
Earnings (loss) per common share for profit (loss) for the period attributable to owners of the Company	(0.11)	0.94	—	(0.18)
Diluted				
Earnings (loss) per common share for profit (loss) from continuing operations attributable to owners of the Company	(0.14)	0.05	(0.03)	(0.20)
Earnings (loss) per common share for profit (loss) from discontinued operations attributable to owners of the Company	0.03	0.88	0.03	0.01
Earnings (loss) per common share for profit (loss) for the period attributable to owners of the Company	(0.11)	0.93	—	(0.18)

(i) For the purpose of calculating the diluted earnings (loss) per common share, the weighted average outstanding shares used for the basic earnings (loss) per common share were increased only by the portion of the shares which have a dilutive effect on the earnings (loss) per common share.

8. INVESTMENTS IN JOINT VENTURES

Joint ventures are businesses over which Millicom exercises joint control as decisions over the relevant activities of each, such as the ability to upstream cash from the joint ventures, require unanimous consent of shareholders. Millicom determines the existence of joint control by reference to joint venture agreements, articles of association, structures and voting protocols of the board of directors of those ventures. Our investments in joint ventures is comprised solely of Honduras.

At September 30, 2023, the equity accounted net assets of our joint venture in Honduras totaled $386 million (December 31, 2022: $401 million). These net assets do not necessarily represent statutory reserves available for distribution as these include consolidation adjustments (such as goodwill and identified assets and assumed liabilities recognized as part of the purchase

8. INVESTMENTS IN JOINT VENTURES (Continued)

accounting). Out of these net assets, $3 million (December 31, 2022: $3 million) represent statutory reserves that are unavailable to be distributed to the Group. During the nine-month period ended September 30, 2023, Millicom's joint venture in Honduras repatriated cash of $75 million in the form of management fees and dividend advances (September 30, 2022: 63 million).

At September 30, 2023, Millicom had $75 million payable to Honduras joint venture which were mainly made up of loan advances (December 31, 2022: $48 million). In addition, as of September 30, 2023, Millicom had a total receivable from Honduras of $14 million, (December 31, 2022: $13 million) mainly corresponding to other operating receivables.

The table below summarizes the movements for the year in respect of the Group's joint ventures carrying values:

in millions of U.S. dollars	2023 Honduras (i)
Opening Balance at January 1, 2023	**590**
Millicom's share of the results for the period	32
Dividends declared during the period	(40)
Currency exchange differences	(1)
Closing Balance at September 30, 2023	**579**

(i) Share of profit is recognized under 'Share of profit in Honduras joint ventures' in the statement of income for the period ended September 30, 2023.

9. PROPERTY, PLANT AND EQUIPMENT

During the nine-month period ended September 30, 2023, Millicom added property, plant and equipment for $472 million (September 30, 2022: $588 million) and received $11 million from disposal of property, plant and equipment (September 30, 2022: $8 million).

10. INTANGIBLE ASSETS

During the nine-month period ended September 30, 2023, Millicom added intangible assets for $407 million of which $333 million related to spectrum and licenses, and $75 million to additions of other intangible assets (September 30, 2022: $280 million of which $161 million related to spectrum and licenses and $119 million to additions of intangible assets) and did not receive any proceeds from disposal of intangible assets (September 30, 2022: nil).

On February 3, 2023, the Colombian 'Ministerio de Tecnologias de la Informacion y las Comunicaciones' (MINTIC) approved the renewal of the spectrum license related to 1900 Mhz band, which was initially granted on February 3, 2003, for an additional period of 20 years. The total consideration amounts to COP 1.14 billion (approximately $281 million at September 30, 2023 exchange rate). Payment terms and conditions have been finalized on September 2023. The first payment representing 20% of the total consideration is expected to occur on November 1, 2023. The remaining consideration will be paid in annual installments over the next 20 years. As of September 30, 2023, the total estimated spectrum license consideration has been recorded as an intangible asset with a corresponding liability under 'Payables and accruals for capital expenditure' in the statement of financial position.

On May 8, 2023, the Guatemalan Superintendence of Telecommunications (SIT) announced a public auction of 120 MHz of radio spectrum in the 2.5 GHz band which was held on June 2, 2023. The auction included 8 blocks, 7 of which were awarded to Comunicaciones Celulares, S.A. ("Comcel") for a total cash consideration of approximately $33 million paid in full on June 6, 2023.

11. FINANCIAL OBLIGATIONS

A. Debt and financing

The most significant movements in debt and financing for the nine-month period ended September 30, 2023 were as follows. When applicable, local currency amounts are translated in USD using the exchange rate at the time of occurrence.

Luxembourg

On May 10, 2023, MIC SA notified holders of its SEK 2,000 million stibor plus 2.35% Senior Unsecured Floating Rate Sustainability Notes due 2024 of the early voluntary redemption of the Notes in full. The notes, amounting to SEK 2,000 million (approximately $184 million), have been redeemed on June 8, 2023. These were hedged through cross currency swaps for which the Group paid $23 million on the settlement date (see note 13).

Colombia

On January 5, 2023, UNE EPM Telecomunicaciones S.A. ("UNE") issued a COP230 billion (approximately $50 million) bond consisting of two tranches with three and four and a half-year maturities. Interest rates are variable, based on CPI + a margin, and interest is payable in Colombian peso.

On August 28, 2023, Millicom designated Tigo-UNE, Colombia Móvil S.A. E.S.P., Edatel S.A. E.S.P., Orbitel Servicios Internacionales S.A.S., Cinco Telecom Corp., Inversiones Telco S.A.S. and Emtelco S.A.S. (collectively, the “Colombia Unrestricted Subsidiaries”), which are the entities constituting its Colombian operations as “Unrestricted Subsidiaries” under the 4.500% Notes, the 6.625% Notes, the 5.125% Notes, the 6.250% Notes, the SEK Bond, COP Bond and several of its financing agreements (see Appendix).

Guatemala

On April 2023, a $184 million debt outstanding with Banco Industrial initially due in 2025 was extended to October 31, 2028.

On June 13, 2023, Comcel, executed a new 7-year loan with Banco Industrial up to GTQ 400 million of which GTQ 250 million (approximately $32 million) had been disbursed as of September 30, 2023, mainly to finance the acquisition of spectrum (refer to note 10). On October 2, 2023, the remaining GTQ 150 million (approximately $19 million) has been disbursed, mainly to finance the acquisition of the 700 MHz spectrum (refer to note 14).

Bolivia

In February and August 2023, Tigo Bolivia signed a total of seven new bank loan agreements in local currency for a corresponding total amount of approximately $53 million, and a repayment period between 1 and 5 years.The proceeds were used to refinance certain local financing. Out of these, approximately $40 million are guaranteed by stand-by letters of credit which were issued by Banco Latinoamericano de Comercio Exterior - Bladex S.A..

In January 2023, Tigo Bolivia fully repaid the 4.850% notes which were due in August 2023.

Analysis of debt and financing by maturity

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

in millions of U.S. dollars	As at September 30, 2023	As at December 31, 2022
Due within:		
One year	233	180
One-two years	255	394
Two-three years	555	564
Three-four years	1,563	777
Four-five years	586	1,122
After five years	3,530	3,766
Total debt and financing	**6,721**	**6,804**

11. FINANCIAL OBLIGATIONS (Continued)

The table below describes the outstanding and maximum exposure under guarantees and the remaining terms of the guarantees as at September 30, 2023 and December 31, 2022.

in millions of U.S. dollars	Bank and financing guarantees (i)		Supplier guarantees	
	As at September 30, 2023	As at December 31, 2022	As at September 30, 2023	As at December 31, 2022
Terms	Outstanding and Maximum exposure		Outstanding and Maximum exposure	
0-1 year	65	13	—	2
1-3 years	143	70	—	—
3-5 years	339	418	—	—
Total	**547**	**501**	**—**	**2**

(i) If non-payment by the obligor, the guarantee ensures payment of outstanding amounts by the Group's guarantor.

The Group's interest and other financial expenses comprised the following:

in millions of U.S. dollars	Nine months ended September 30, 2023	Nine months ended September 30, 2022	Three months ended September 30, 2023	Three months ended September 30, 2022
Interest expense on bonds and bank financing	(357)	(321)	(121)	(107)
Interest expense on leases	(88)	(94)	(30)	(31)
Early redemption charges	(1)	—	—	—
Others	(84)	(54)	(31)	(22)
Total interest and other financial expenses	**(530)**	**(469)**	**(182)**	**(160)**

12. COMMITMENTS AND CONTINGENCIES

Litigation & claims

The Company and its operations are contingently liable with respect to lawsuits, legal, regulatory, commercial and other legal risks that arise in the normal course of business. As of September 30, 2023, the total amount of claims brought against MIC SA and its subsidiaries is $244 million (December 31, 2022: $239 million). The Group's share of the comparable exposure for its joint venture in Honduras is $13 million (December 31, 2022: $13 million).

As at September 30, 2023, $12 million has been provisioned by its subsidiaries for these risks in the unaudited interim condensed consolidated statement of financial position (December 31, 2022: $25 million). The Group's share of provisions made by the joint venture was $1 million (December 31, 2022: $1 million). While it is not possible to ascertain the ultimate legal and financial liability with respect to these claims and risks, the ultimate outcome is not anticipated to have a material effect on the Group's financial position and operations.

Taxation

At September 30, 2023, the tax risks exposure of the Group's subsidiaries is estimated at $199 million, for which provisions of $56 million have been recorded in tax liabilities; representing management's assessment of the probable cash outflow of eventual claims and required payments related to those risks (December 31, 2022: $221 million of which provisions of $38 million were recorded). The Group's share of comparable tax exposure and provisions in its joint venture amounts to $113 million (December 31, 2022: $97 million) and $7 million (December 31, 2022: $7 million), respectively.

Capital commitments

At September 30, 2023, the Company and its subsidiaries had fixed commitments to purchase network equipment, other fixed assets and intangible assets of $413 million of which $331 million are due within one year (December 31, 2022: $406 million of which $259 million are due within one year). The Group's share of commitments in the Honduras joint venture is $33 million of which $33 million are due within one year. (December 31, 2022: $29 million and $29 million respectively).

13. FINANCIAL INSTRUMENTS

Other than the items disclosed below, the fair values of financial assets and financial liabilities approximate their carrying values as at September 30, 2023 and December 31, 2022:

in millions of U.S. dollars	Carrying value		Fair value (i)	
	As at September 30, 2023	As at December 31, 2022	As at September 30, 2023	As at December 31, 2022
Financial liabilities				
Debt and financing	6,721	6,804	5,754	6,327

(i) Fair values are measured with reference to Level 1 (for listed bonds) or 2.

Derivative financial instruments

Currency and interest rate swap contracts

MIC S.A. entered into swap contracts in order to hedge the foreign currency and interest rate risks in relation to the 2024 SEK 2 billion bond and the foreign currency risk in relation to the 2027 SEK 2.2 billion bond (approximately $208 million and $252 million, respectively, using the exchange rate at the time of the issuance of each bond) issued in May 2019 and January 2022 with maturity dates May 2024 and January 2027, respectively. All swap contracts attached to the 2024 SEK 2 billion bond were terminated on May 10, 2023, after the early redemption of the bond (refer to note 11) and were settled against a cash payment of $23 million.

In January 2023, MIC S.A. also entered into two currency swap agreements to hedge an intercompany receivable of COP 206 billion (approximately $41 million) owed by UNE (refer to note 11). These swaps are accounted for as cash flow hedges as hedging relationships are highly effective.

The fair value of MIC S.A. swaps, amounts to a liability of $63 million as of September 30, 2023 (December 31, 2022: a liability of $53 million).

The Group's operations in Colombia entered into several swap agreements in order to hedge foreign currency and interest rate risks on certain long-term debts. These swaps are accounted for as cash flow hedges and related fair value changes are recorded through other comprehensive income. The fair value of Colombia swaps amounted to an asset of $10 million as of September 30, 2023 (December 31, 2022: an asset of $19 million).

As a result, the net fair value of the derivative financial instruments for the Group, as of September 30, 2023 amounted to a liability of $53 million (December 31, 2022: a liability of $34 million)

Interest rate and currency swaps are measured with reference to Level 2 of the fair value hierarchy.

There are no other derivative financial instruments with a significant fair value at September 30, 2023.

14. SUBSEQUENT EVENTS

Guatemala Spectrum

On October 2, 2023, Comcel paid GTQ 335 million (approximately $43 million) to acquire 2x10 MHz of nationwide spectrum in the 700 MHz band.

Colombia recapitalization

On October 12, 2023, Millicom and its partner, Empresas Públicas de Medellin (EPM), agreed to capitalize Tigo-UNE, Millicom's 50%-owned operation in Colombia. Each partner will contribute COP 300 billion (approximately $71 million) to support the continued development of Tigo-UNE's strategy. The equity capital is part of a more comprehensive plan to fund the 1900 MHz spectrum renewal (approximately $60 million due November 1, 2023) and to refinance other Tigo-UNE's short term debt maturities.

Appendix

On August 28, 2023, Millicom designated Tigo-UNE, Colombia Móvil S.A. E.S.P., Edatel S.A. E.S.P., Orbitel Servicios Internacionales S.A.S., Cinco Telecom Corp., Inversiones Telco S.A.S. and Emtelco S.A.S. (collectively, the "Colombia Unrestricted Subsidiaries"), which are the entities constituting its Colombian operations as "Unrestricted Subsidiaries" under the 4.500% Notes, the 6.625% Notes, the 5.125% Notes, the 6.250% Notes, the SEK Bond, COP Bond and several of its financing agreements.

The following supplemental consolidating financial information presents selected statement of income and statement of financial position information of Millicom and its Restricted Subsidiaries (as defined under its outstanding credit instruments) separately from such information for Millicom's Unrestricted Subsidiaries.

Statement of income $ millions	Millicom Group (A)	Colombia Unrestricted Subsidiaries (B)	Intercompany Eliminations (C)	Millicom Restricted Group (A)-(B) net of (C)
Nine months ended September 30, 2023				
Revenue	4,186	956	—	3,230
Cost of sales	(1,115)	(292)	(2)	(825)
Gross profit	**3,070**	**664**	**(2)**	**2,405**
Operating expenses	(1,516)	(372)	2	(1,142)
Depreciation	(726)	(193)	—	(533)
Amortization	(269)	(73)	—	(196)
Share of profit in Honduras joint venture	32	—	—	32
Other operating income (expenses), net	7	7	—	—
Operating profit	**597**	**32**	**—**	**566**
Net financial expenses	(515)	(175)	7	(333)
Other non-operating (expenses) income, net	30	24	—	7
Profit (loss) from other joint ventures and associates, net	(3)	—	—	(3)
Profit (loss) before taxes from continuing operations	**109**	**(120)**	**8**	**237**
Tax expense	(202)	(19)	—	(183)
Profit (loss) from continuing operations	**(92)**	**(138)**	**8**	**54**
Profit (loss) from discontinued operations, net of tax	4	—	—	4
Net profit (loss) for the period	**(88)**	**(138)**	**8**	**58**

Appendix (Continued)

Statement of financial position $ millions	Millicom Group (A)	Colombia Unrestricted Subsidiaries (B)	Intercompany Eliminations (C)	Millicom Restricted Group (A)-(B) net of (C)
Nine months ended September 30, 2023				
ASSETS				
NON-CURRENT ASSETS				
Intangible assets, net	7,693	1,076	—	6,617
Property, plant and equipment, net	3,020	849	—	2,170
Right of use assets, net	876	209	—	667
Investment in Honduras joint venture	579	—	—	579
Contract costs, net	11	—	—	11
Deferred tax assets	221	76	—	145
Derivative financial instruments	10	10	—	—
Other non-current assets	159	104	51	105
TOTAL NON-CURRENT ASSETS	**12,568**	**2,324**	**51**	**10,295**
CURRENT ASSETS				
Inventories	65	9	—	56
Trade receivables, net	421	119	—	302
Contract assets, net	82	6	—	76
Amounts due from non-controlling interests, associates and joint ventures	16	4	—	12
Prepayments and accrued income	158	35	—	122
Current income tax assets	108	61	—	47
Supplier advances for capital expenditure	22	4	—	19
Other current assets	205	32	45	218
Restricted cash	52	1	—	51
Cash and cash equivalents	759	20	—	740
TOTAL CURRENT ASSETS	**1,889**	**292**	**45**	**1,642**
TOTAL ASSETS	**14,457**	**2,616**	**96**	**11,937**

Appendix (Continued)

Statement of financial position $ millions	Millicom Group (A)	Colombia Unrestricted Subsidiaries (B)	Intercompany Eliminations (C)	Millicom Restricted Group (A)-(B) net of (C)
EQUITY				
Share capital and premium	1,337	—	—	1,337
Treasury shares	(15)	—	—	(15)
Other reserves	(528)	(396)	—	(132)
Retained profits	2,868	570	94	2,392
Net profit/ (loss) for the period/year attributable to owners of the Company	(19)	(69)	—	50
Equity attributable to owners of the Company	**3,643**	**104**	**94**	**3,633**
Non-controlling interests	(49)	(50)	—	1
TOTAL EQUITY	**3,593**	**54**	**94**	**3,633**
LIABILITIES				
NON-CURRENT LIABILITIES				
Debt and financing	6,489	616	—	5,872
Lease liabilities	843	216	—	628
Derivative financial instruments	63	—	—	63
Amounts due to non-controlling interests, associates and joint ventures	10	51	—	(41)
Payables and accruals for capital expenditure	843	799	—	44
Other non-current liabilities - Total	304	136	—	169
Deferred tax liabilities	143	2	—	141
TOTAL NON-CURRENT LIABILITIES	**8,696**	**1,820**	**—**	**6,876**
Debt and financing	233	99	—	134
Lease liabilities	176	54	—	122
Payables and accruals for capital expenditure	292	137	—	154
Other trade payables	325	149	—	175
Amounts due to non-controlling interests, associates and joint ventures	72	52	—	21
Accrued interest and other expenses	460	110	—	350
Current income tax liabilities	86	1	—	85
Contract liabilities	167	5	—	162
Provisions and other current liabilities	357	134	2	225
TOTAL CURRENT LIABILITIES	**2,168**	**742**	**2**	**1,428**
TOTAL LIABILITIES	**10,863**	**2,562**	**2**	**8,304**
TOTAL EQUITY AND LIABILITIES	**14,457**	**2,616**	**96**	**11,937**