Unaudited Interim Condensed Consolidated Financial Statements

For the three-month period ended March 31, 2020

April 30, 2020

Unaudited interim condensed consolidated statement of income for the three-month period ended March 31, 2020

in millions of U.S dollars except per share data	Notes	Three months ended March 31, 2020	Three months ended March 31, 2019 (i)
Revenue	5	1,088	1,035
Cost of sales		(305)	(291)
Gross profit		**783**	**743**
Operating expenses		(401)	(374)
Depreciation	3	(223)	(199)
Amortization		(73)	(60)
Share of profit in the joint ventures in Guatemala and Honduras	15	45	44
Other operating income (expenses), net		3	5
Operating profit	**5**	**134**	**161**
Interest and other financial expenses	10	(147)	(140)
Interest and other financial income		6	4
Other non-operating (expenses) income, net	6	(159)	12
Profit (loss) from other joint ventures and associates, net		—	3
Profit (loss) before taxes from continuing operations		**(167)**	**41**
Tax (charge) credit, net		16	(18)
Profit (loss) from continuing operations		(151)	23
Profit (loss) from discontinued operations, net of tax	4	—	—
Net profit (loss) for the period		**(151)**	**23**
Attributable to:			
The owners of Millicom		(122)	13
Non-controlling interests		(28)	10
(Loss)/Earnings per common share for net profit/ (loss) attributable to the owners of the Company:			
Basic ($)	7	(1.21)	0.13
Diluted ($)	7	(1.21)	0.13

(i) Restated for discontinued operations (see note 4) and as a result of the finalization of the purchase accounting of latest acquisitions (see note 3).

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-month period ended March 31, 2020

in millions of U.S dollars	Three months ended March 31, 2020 (i)	Three months ended March 31, 2019 (i)
Net profit (loss) for the period	(151)	23
Other comprehensive income (to be reclassified to statement of income in subsequent periods), net of tax:		
Exchange differences on translating foreign operations	(99)	7
Change in value of cash flow hedges, net of tax effects	(18)	(1)
Total comprehensive income (loss) for the period	**(268)**	**30**

Attributable to		
Owners of the Company	(217)	16
Non-controlling interests	(50)	14

Total comprehensive income for the period arises from:		
Continuing operations	(268)	31
Discontinued operations	—	(1)

(i) Restated for discontinued operations (see note 4) and as a result of the finalization of the purchase accounting of latest acquisitions (see note 3).

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 March 31, 2020

in millions of U.S dollars	Notes	March 31, 2020	December 31, 2019 (audited)
ASSETS			
NON-CURRENT ASSETS			
Intangible assets, net	9	3,105	3,219
Property, plant and equipment, net	8	2,605	2,883
Right of use assets		880	977
Investments in joint ventures	15	2,838	2,797
Investments in associates		24	25
Contract costs, net		5	5
Deferred tax assets		180	200
Other non-current assets	12	94	104
TOTAL NON-CURRENT ASSETS		**9,731**	**10,210**
CURRENT ASSETS			
Inventories		50	32
Trade receivables, net		358	371
Contract assets, net		39	41
Amounts due from non-controlling interests, associates and joint ventures	12	24	29
Prepayments and accrued income		193	156
Current income tax assets		130	119
Supplier advances for capital expenditure		21	22
Equity investments	14	292	371
Other current assets		163	181
Restricted cash		147	155
Cash and cash equivalents		1,545	1,164
TOTAL CURRENT ASSETS		**2,962**	**2,641**
Assets held for sale	4	4	5
TOTAL ASSETS		**12,697**	**12,856**

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 March 31, 2020 (continued)

in millions of U.S dollars	Notes	March 31, 2020	December 31, 2019 (audited)
EQUITY AND LIABILITIES			
EQUITY			
Share capital and premium		631	633
Treasury shares		(38)	(51)
Other reserves		(652)	(544)
Retained profits		2,367	2,222
Profit (loss) for the period attributable to equity holders		(122)	149
Equity attributable to owners of the Company		**2,185**	**2,410**
Non-controlling interests		216	271
TOTAL EQUITY		**2,401**	**2,680**
LIABILITIES			
NON-CURRENT LIABILITIES			
Debt and financing	10	6,327	5,786
Lease liabilities	10	872	967
Derivative financial instruments	13	44	17
Amounts due to non-controlling interests, associates and joint ventures	12	353	337
Provisions and other non-current liabilities		337	383
Deferred tax liabilities		266	279
TOTAL NON-CURRENT LIABILITIES		**8,199**	**7,770**
CURRENT LIABILITIES			
Debt and financing	10	83	186
Lease liabilities	10	97	97
Put option liability	13	255	264
Payables and accruals for capital expenditure		223	348
Other trade payables		280	289
Amounts due to non-controlling interests, associates and joint ventures	12	172	161
Accrued interest and other expenses		381	432
Current income tax liabilities		78	75
Contract liabilities		78	82
Provisions and other current liabilities		452	474
TOTAL CURRENT LIABILITIES		**2,098**	**2,406**
TOTAL LIABILITIES		**10,297**	**10,176**
TOTAL EQUITY AND LIABILITIES		**12,697**	**12,856**

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 three-month period ended March 31, 2020

in millions of U.S dollars	Notes	March 31, 2020	March 31, 2019 (i)
Cash flows from operating activities (including discontinued operations)			
Profit (loss) before taxes from continuing operations		(167)	41
Profit (loss) before taxes from discontinued operations	4	—	1
Profit (loss) before taxes		**(167)**	**42**
Adjustments to reconcile to net cash:			
Interest expense on leases		39	37
Interest expense on debt and other financing		108	103
Interest and other financial income		(6)	(4)
Adjustments for non-cash items:			
Depreciation and amortization	5	296	265
Share of profit in Guatemala and Honduras joint ventures		(45)	(44)
(Gain) on disposal and impairment of assets, net	4	(3)	(5)
Share based compensation		6	6
Loss from other joint ventures and associates, net		—	(3)
Other non-cash non-operating (income) expenses, net	6	159	(12)
Changes in working capital:			
Decrease (increase) in trade receivables, prepayments and other current assets, net		(98)	(210)
Decrease in inventories		(22)	(11)
Increase (decrease) in trade and other payables, net		(11)	79
Changes in contract assets, liabilities and costs, net		—	3
Total changes in working capital		**(130)**	**(139)**
Interest paid on leases		(37)	(32)
Interest paid on debt and other financing		(110)	(66)
Interest received		7	3
Taxes paid	5	(11)	(3)
Net cash provided by operating activities		**106**	**147**
Cash flows from (used in) investing activities (including discontinued operations):			
Proceeds from disposal of subsidiaries and associates, net of cash disposed	4	17	—
Purchase of intangible assets and licenses	9	(91)	(79)
Purchase of property, plant and equipment	8	(179)	(170)
Proceeds from sale of property, plant and equipment	8	—	9
Dividends and dividend advances received from joint ventures	15	24	51
Cash in escrow		—	(500)
Cash (used in) provided by other investing activities, net		6	6
Net cash used in investing activities		**(222)**	**(683)**

Unaudited interim condensed consolidated statement of cash flows for the three-month period ended March 31, 2020 (continued)

Cash flows from financing activities (including discontinued operations):			
Proceeds from debt and other financing	10	706	959
Repayment of debt and other financing	10	(136)	(421)
Lease capital repayment		(32)	(25)
Advances and dividends paid to non-controlling interests		—	(11)
Share repurchase program		(10)	—
Net cash provided by (used in) financing activities		**528**	**502**
Exchange impact on cash and cash equivalents,net		(30)	2
Net (decrease) increase in cash and cash equivalents		**381**	**(33)**
Cash and cash equivalents at the beginning of the year		1,164	528
Cash and cash equivalents at the end of the period		**1,545**	**495**

(i) Restated for discontinued operations (see note 4) and as a result of the finalization of the purchase accounting of latest acquisitions (see note 3).

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 three-month period ended March 31, 2020 and years ended December 31, 2019 and 2018

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, 2018	**101,739**	**(914)**	**153**	**482**	**(81)**	**2,525**	**(538)**	**2,542**	**251**	**2,792**
Total comprehensive income for the period	—	—	—	—	—	13	3	16	14	30
Dividends to non controlling interests	—	—	—	—	—	—	—	—	(1)	(1)
Purchase of treasury shares	—	(96)	—	—	(8)	—	—	(8)	—	(8)
Share based compensation	—	—	—	—	—	—	6	6	—	6
Issuance of shares under share-based payment schemes	—	359	—	(2)	32	(7)	(20)	3	—	3
Balance on March 31, 2019 (ii)	**101,739**	**(650)**	**153**	**481**	**(57)**	**2,532**	**(549)**	**2,558**	**264**	**2,822**
Balance on December 31, 2019	**101,739**	**(581)**	**153**	**480**	**(51)**	**2,372**	**(544)**	**2,409**	**271**	**2,680**
Total comprehensive income for the period	—	—	—	—	—	(122)	(95)	(217)	(50)	(268)
Dividends to non controlling interests	—	—	—	—	—	—	—	—	(4)	(4)
Purchase of treasury shares (iii)	—	(405)	—	—	(16)	2	—	(13)	—	(13)
Share based compensation	—	—	—	—	—	—	6	6	—	7
Issuance of shares under share-based payment schemes	—	324	—	(2)	29	(8)	(19)	—	—	—
Balance on March 31, 2020	**101,739**	**(662)**	**153**	**479**	**(38)**	**2,244**	**(652)**	**2,185**	**216**	**2,401**

(i) Retained profits – includes profit for the period attributable to equity holders, of which at March 31, 2020, $317 million (2019: $306 million; 2018: $324 million) are not distributable to equity holders.

(ii) Restated as a result of the finalization of the purchase accounting of latest acquisitions (see note 3).

(iii) During the three-month period ended March 31, 2020, Millicom repurchased 342,251 shares for a total amount of $10 million and withheld approximately 62,000 shares for settlement of tax obligations on behalf of employees under share-based compensation plans.

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

Notes to the unaudited interim condensed consolidated statements

1. ORGANIZATION

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 an international telecommunications and media company providing digital lifestyle services in emerging markets, through mobile and fixed telephony, cable, broadband, and Pay-TV in Latin America and Africa.

On April 29, 2020, the Board of Directors authorized these unaudited interim condensed consolidated financial statements for issuance.

2. SUMMARY OF CONSOLIDATION AND ACCOUNTING POLICIES

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 and as adopted by the European Union. 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 period ended December 31, 2019. These financial statements are prepared in accordance with consolidation and accounting policies consistent with the December 31, 2019 consolidated financial statements, except for the changes described below.

COVID-19 - Qualitative and quantitative assessment on business activities, financial situation and economic performance

The outbreak of a novel and highly contagious form of coronavirus ("COVID-19"), which the World Health Organization has declared to constitute a pandemic, has resulted in numerous deaths, adversely impacted global commercial activity and contributed to significant volatility in global equity and debt markets. The impact of the outbreak is rapidly evolving, and most countries globally, including a majority of the countries where we operate, have reacted by implementing severe restrictions on travel and public gatherings, including the closing of offices, businesses, schools, retail stores and other public venues, and by instituting curfews or quarantines.

Such measures, as well as the general uncertainty surrounding the dangers of COVID-19, have produced a significant disruption in economic activity and are having an adverse impact on transportation, hospitality, tourism, entertainment and other industries. As a result, many economists now project a severe global recession and a contraction in economic activity in Latin America in 2020, including the countries where we operate. In addition, many currencies globally have weakened against the U.S. dollar since the onset of the pandemic. In our markets, the Colombian peso has weakened meaningfully year-to-date, and some of our other markets may experience increased currency volatility in coming months.

Impact on our markets and business

To date, the countries where we operate have reported fewer cases and fatalities related to COVID-19 than in Europe and the United States, but this may reflect a relative lack of testing and reporting, and the number of cases and deaths both continue to rise. That said, most governments in our markets were quick to implement severe restrictions, which may prove effective at containing the spread of the virus and its impact on health systems and economies.

As one of the largest private companies in many of our markets, we have been supporting local governments and health officials in many ways, especially by communicating important information to the public.

Our business is at the core of the contingency plans for the millions of individuals and companies who rely on us to connect them to their family and friends, business partners, and to the world. As a result, we have observed an increase in traffic of approximately 40-50% on our fixed networks since restrictions were imposed by governments in our markets, whilst the impact on our mobile networks have been more modest. However, we have also seen the negative impact of the disruption to our sales and distribution channels caused by the closure of many of our stores and points of sale. These closures impact our ability to service and to collect from our customers and to sell products and services, including postpaid mobile and residential cable subscriptions and prepaid SIM cards and top-ups.

2. SUMMARY OF CONSOLIDATION AND ACCOUNTING POLICIES (Continued)

Governments in some countries have mandated that companies such as ours avoid disconnecting clients for non-payment, that we waive fees for late payments, and/or that we defer late payments over an extended period of two or three years, among other measures. Unfortunately, news headlines related to the implementation of such regulatory measures have, at times, created some confusion among our customers and has exacerbated the disruption to our collections. We are working closely with these governments to ensure our full compliance with the measures, and we have gradually rolled out "lifeline products" to all our markets to retain customers who are temporarily unable to pay for our services, while also providing an incentive for other customers to continue to pay fully and in a timely manner.

Finally, our supply chain continues to function without any meaningful interruption, and we have taken steps to continue to secure sufficient inventory and supplies.

Management action

It is difficult to predict whether the challenges we have been facing since mid-March will continue for the remainder of 2020 or 2021 and beyond, but we have implemented the following initiatives aimed at preserving our strong cash flow and liquidity in 2020:

1. cost savings of at least $100 million, reflecting lower levels of activity as well as new measures;

2. capex reduction of $200-300 million, as we focus resources on adding capacity and preserving network integrity;

3. cancellation of the dividend for 2020 ($100 million); and,

4. suspension of the share buyback program (approximately $150 million in 2020).

Impact on liquidity and financial resources

As of March 31, 2020, we had $1,747 million in cash and cash equivalents, including 0.2 billion cash held in our joint ventures in Guatemala and Honduras. During the period, we drew $337 million from our $600 million revolving credit facility (RCF), such that we ended Q1 2020 with approximately $2 billion of liquidity, when considering both our cash (including joint ventures) and the undrawn portion of the RCF.

In contrast, including our joint ventures in Guatemala and Honduras, we had relatively modest financial obligations maturing near term, including $111 million in 2020 and $168 million in 2021. We are currently in compliance with all of our covenants, and we continue to have significant headroom over our principal leverage covenant.

Impact on accounting matters

As COVID-19 continues to spread, the potential impacts, including a global, regional or other economic recession, are increasingly uncertain and difficult to assess. Nevertheless, we have identified potential significant accounting implications in the following areas:

- Impairment of non-financial assets/goodwill/investments in joint ventures

  We have noticed reduced economic activity across the countries where we operate, and our operations are suffering lower revenues, EBITDA and margins, which might indicate potential impairments. Given this outbreak is still very recent and considering the uncertainty of its effects on future periods, management believes it is too early to re-perform a complete impairment test in the first quarter of 2020. However, in order to better capture the risks inherent in this more uncertain operating environment, management has updated the sensitivity analysis performed in the framework of its 2019 goodwill impairment testing by deteriorating EBITDA sensitivity from initially 2% to 10% decrease. In parallel, discount rates used in 2019 impairment tests have also been increased by 100 bps to 500 bps depending on the countries. As a result of these changes, management notes an increased impairment risk for its cash generating units (CGUs) in Nicaragua, El Salvador and Costa Rica. Management will continue to monitor the impairment risk for these CGUs in the coming months.

2. SUMMARY OF CONSOLIDATION AND ACCOUNTING POLICIES (Continued)

- Impairment of trade receivables / Revenue recognition

  Given the very recent outbreak in our markets, we did not see any significant effects on collections as of March closing. However, this area is monitored very closely by management. As such, IFRS 9 provision matrix and bad debt provisions are being updated on a regular basis to reflect the probability for the Group of collecting receivables. While no significant effects were noted so far, the liquidity risk might be increasing in the coming months.

  In addition, the Group continues to monitor and review revenue recognition in accordance with the requirements of IFRS 15, in particular with respect to the probability of collectability, particularly in countries where governments are mandating continuity of service.

- Income taxes

  Considering the current outbreak and the uncertainty around its effects, management considered that a full Effective Tax Rate ("ETR") approach was appropriate to determine the Q1 2020 group tax charge.

  Nevertheless, despite the fact that this outbreak is still very recent and its effect on future periods yet to be assessed, when such ETR has not been considered as representative for the period, a further analysis was performed to reach a more meaningful ETR, based on the best assessment possible with the available information. In some specific cases, such as loss-making operations or one-offs (prior year adjustments, tax audits, non-routine transactions), a deeper analysis was performed to assess the impact on the resulting tax charge.

  The Q1 2019 tax charge was the result of a full current and deferred tax computation. However, the ETR methodology was used to assess the reliability of the resulting tax charge. Therefore, the Q1 2019 tax charge can be considered as comparable to the Q1 2020 tax charge.

- Valuation of equity investments

  In accordance with IFRS 9, our equity investments in Helios Towers and Jumia are marked to market every quarter. Management note that the current market volatility might affect significantly the valuation of these assets. For example, if we were to mark these investments to market as of April 28, 2020, the impact in statement of income would be an additional loss of $9 million compared to what we report in these interim condensed financial statements.

Note that there might be implications on other accounting areas such as revenue recognition, inventories or share-based payments, but we currently do not expect these to be significant as of today.

Finally, as of the date of this report, we have determined there are no material uncertainties that might cast significant doubt upon the Group's or any of our operations' ability to continue as a going concern.

New and amended IFRS standards

The following changes to standards effective for annual periods starting on January 1, 2020 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 the conceptual framework. The IASB has revised its conceptual framework.
- Amendments to IAS 1, 'Presentation of financial statements', and IAS 8, 'Accounting policies, changes in accounting estimates and errors'.
- Amendments to IFRS 9, IAS 39 and IFRS 7 - Interest Rate Benchmark Reform.
- Amendments to IFRS 3 - definition of a business. This amendment revises the definition of a business.

The following changes to standards not yet effective are not expected to materially affect the Group:

- IFRS 17, 'Insurance contracts' - effective for annual periods starting on January 1, 2021- IFRS 17 will not have an impact for the Group. IFRS 17 has not been yet endorsed by the EU.
- Amendments to IAS 1, 'Presentation of Financial Statements' - effective for annual periods starting on January 1, 2022- This amendment clarifies that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. The amendment also clarifies what IAS 1 means when it refers to the 'settlement' of a liability. These amendments have not yet been endorsed by the EU.

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

Acquisitions 2019

On February 20, 2019, MIC S.A., Telefonica Centroamerica and Telefonica S.A. entered into 3 separate share purchase agreements (the "Telefonica CAM Acquisitions") pursuant to which, subject to the terms and conditions contained therein, Millicom agreed to purchase 100% of the shares of Telefonica Moviles Panama, S.A., a company incorporated under the laws of Panama, from Telefonica Centroamerica (the "Panama Acquisition"), 100% of the shares of Telefonica de Costa Rica TC, S.A., a company incorporated under the laws of Costa Rica, from Telefonica (the "Costa Rica Acquisition") and 100% of the shares of Telefonia Celular de Nicaragua, S.A., a company incorporated under the laws of Nicaragua, from Telefonica Centroamerica (the "Nicaragua Acquisition"). The Telefonica CAM Acquisitions Share Purchase Agreements contain customary representations and warranties and termination provisions. The closing of the Costa Rica Acquisition is subject to the issuance of certain regulatory approvals. If those approvals have not been obtained by May 1, 2020, either party may terminate the transaction, and Millicom has publicly communicated its intention to terminate in the case the approvals are not issued by May 1, 2020.

The aggregate purchase price for the Telefonica CAM Acquisitions is $1.65 billion, subject to potential purchase price adjustments.

Nicaragua Acquisition

This transaction closed on May 16, 2019 after receipt of the necessary approvals and, since that date, Millicom holds all voting rights in Telefonia Celular de Nicaragua ("Nicaragua") and controls it. On the same day, Millicom paid an original cash consideration of $437 million, provisionally adjusted to $430 million as of December 31, 2019 and still subject to final price adjustment expected in H1 2020. The purchase consideration also includes potential indemnifications from the sellers (including tax and litigation contingencies). For the purchase accounting, Millicom determined the provisional fair values of Nicaragua's identifiable assets and liabilities based on transaction and relative fair values. The purchase accounting is still provisional at March 31, 2020, particularly in respect of final price adjustment and has not materially changed since December 31, 2019. Management will finalize the purchase accounting not later than Q2 2020. Refer to the Group audited consolidated financial statements for the year ended December 31, 2019 for further details.

Panama Acquisition

This transaction closed on August 29, 2019 after receipt of the necessary approvals and, since that date, Cable Onda, which is 80% owned by Millicom, holds all voting rights in Telefonica Moviles Panama, S.A. ("Panama") and controls it. On the same day, Cable Onda paid an original cash consideration of $594 million to acquire 100% of the shares of Panama, subject to a final price adjustment expected in H2 2020. The purchase consideration also includes potential indemnifications from the sellers (including potential tax contingencies and litigations). No non-controlling interests are recognized at acquisition date as Cable Onda acquired 100% of the shares of Panama. However, non-controlling interests are recognized in Panama's results from the date of acquisition.

For the purchase accounting, Millicom determined the fair value of Panama's identifiable assets and liabilities based on transaction and relative fair values. The purchase accounting is still provisional at March 31, 2020, particularly in respect of the evaluation of property, plant and equipment, right-of-use assets and lease liabilities, final price adjustment and their resulting impact on the current valuation of intangible assets and has not materially changed since December 31, 2019. Management will finalize the purchase accounting not later than Q3 2020. Refer to the Group audited consolidated financial statements for the year ended December 31, 2019 for further details.

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

The finalizations of the purchase accounting for Cable Onda had an effect on the following financial statements line items as of and for the three-month period ended March 31, 2019:

in millions of U.S dollars	March 31, 2019 As reported (i)	Impact of finalization of purchase accounting of Cable Onda	March 31, 2019 Restated	Reason for the change
STATEMENT OF INCOME				
Depreciation	(196)	(2)	(199)	(ii)
Profit (loss) before taxes from continuing operations	43	(2)	41	
Tax (charge) credit, net	(18)	1	(18)	
Profit (loss) from continuing operations	25	(2)	23	
Net profit (loss) for the period	25	(2)	23	
Net profit (loss) attributable to owners of the Company from continuing operations	14	(1)	13	
Non-controlling interests	10	—	10	
EQUITY				
Retained profits	2,533	(2)	2,532	(iii)
Non-controlling interests	262	2	264	(iii)

(i) *Restated for the effects of discontinued operations (see note 4).*
(ii) *The Group finalized Cable Onda's purchase accounting in December 2019, by adjusting the provisional fair values mainly on tangible assets. The impact shown in the table correspond to the depreciation of the step-up that was not yet reflected in the numbers published last year for the three-month period ended March 31, 2019.*
(iii) *Reflects the "Statement of financial position" effects of the adjustments explained above.*

4. DISCONTINUED OPERATIONS AND ASSETS HELD FOR SALE

Summary

Financial information relating to the discontinued operations for the three-month period ended March 31, 2019 are set out below. Figures shown below are after inter-company eliminations. 2019 figures include Chad only (3 months).

Results from Discontinued Operations ($ millions)	Three months ended March 31, 2019
Revenue	30
Cost of sales	(8)
Operating expenses	(13)
Depreciation and amortization	(6)
Other expenses linked to the disposal of discontinued operations	(1)
Operating profit (loss)	**2**
Interest income (expense), net	(1)
Profit (loss) before taxes	1
Credit (charge) for taxes, net	(1)
Net Profit/(loss) from discontinuing operations	**—**

Cash flows from discontinued operations ($ millions)	Three months ended March 31, 2019
Cash from (used in) operating activities, net	(5)
Cash from (used in) investing activities, net	1
Cash from (used in) financing activities, net	7
Net cash inflows/(outflows)	**3**

Tower Sale and Leasebacks

In 2018 and 2019, the Group announced agreements to sell and leaseback wireless communications towers in Paraguay, Colombia and El Salvador. During the three-month period ended March 31, 2020, no transfers were made (March 31, 2019: nil,) and no cash was received (March 31, 2019: $9 million).

Rwanda

On January 31, 2018, Millicom completed the sale of its Rwanda operations to subsidiaries of Bharti Airtel Limited for cash consideration of $51 million. The consideration included a deferred cash payment of $17 million, which has been received in Q1 2020.

5. SEGMENT INFORMATION

Management determines operating and reportable segments based on information used by the chief operating decision maker (CODM) to make strategic and operational decisions from both a business and geographic perspective. The Group's risks and rates of return are predominantly affected by operating in different geographical regions. The Group has businesses in two main regions: Latin America ("Latam") and Africa. The Latam figures below include Honduras and Guatemala as if they are fully consolidated by the Group, as this reflects the way management reviews and uses internally reported information to make decisions. Honduras and Guatemala are shown under the Latam segment. The joint venture in Ghana is not reported as if fully consolidated.

As from March 31, 2020, we are allocating corporate costs to each segment based on their contribution to underlying revenue, and only non-recurring costs, such as the M&A-related fees incurred in both 2018 and 2019, will remain unallocated going forward. This change in presentation has no impact on Group EBITDA.

In order to facilitate comparisons of March 31, 2020 figures with prior periods, we have re-presented comparative figures to conform with this new segment EBITDA reporting.

Revenue, operating profit (loss), EBITDA and other segment information for the three-month periods ended March 31, 2020 and 2019, are as follows:

Three months ended March 31, 2020 (in millions of U.S dollars)	**Latin America**	**Africa**	**Unallocated**	**Guatemala and Honduras (vii)**	**Eliminations and Transfers**	**Total**
Mobile revenue	843	87	—	(373)	—	556
Cable and other fixed services revenue	539	2	—	(73)	—	468
Other revenue	13	—	—	(1)	—	12
Service revenue (i)	1,395	89	—	(447)	—	1,036
Telephone and equipment and other revenue (i)	110	—	—	(58)	—	52
Revenue	**1,504**	**89**	**—**	**(505)**	**—**	**1,088**
Operating profit (loss)	**219**	**7**	**(3)**	**(134)**	**45**	**134**
Add back:						
Depreciation and amortization	383	23	3	(114)	—	296
Share of profit in joint ventures in Guatemala and Honduras	—	—	—	—	(45)	(45)
Other operating income (expenses), net	(2)	—	—	—	—	(3)
EBITDA (ii)	**600**	**30**	**—**	**(248)**	**—**	**382**
EBITDA from discontinued operations	—	—	—	—	—	—
EBITDA incl discontinued operations	**600**	**30**	**—**	**(248)**	**—**	**382**
Capital expenditure (iii)	(284)	(10)	(4)	67	—	(232)
Changes in working capital and others (iv)	(64)	—	(59)	—	—	(124)
Taxes paid	(33)	(3)	—	26	—	(11)
Operating free cash flow (v)	**219**	**16**	**(63)**	**(156)**	**—**	**15**
Total Assets (vi)	**13,474**	**925**	**4,408**	**(5,527)**	**(584)**	**12,697**
Total Liabilities	**8,162**	**911**	**4,338**	**(2,104)**	**(1,010)**	**10,297**

5. SEGMENT INFORMATION (Continued)

Three months ended March 31, 2019 (in millions of U.S dollars)	Latin America	Africa (viii)	Unallocated	Guatemala and Honduras (vii)	Eliminations and transfers	Total
Mobile revenue	778	91	—	(368)	—	501
Cable and other fixed services revenue	541	2	—	(67)	—	477
Other revenue	12	—	—	(1)	—	11
Service revenue (i)	1,331	93	—	(435)	—	990
Telephone and equipment revenue (i)	95	—	—	(49)	—	45
Revenue	**1,426**	**94**	**—**	**(485)**	**—**	**1,035**
Operating profit (loss)	**249**	**8**	**(4)**	**(136)**	**44**	**161**
Add back:						
Depreciation and amortization	340	24	2	(109)	—	258
Share of profit in joint ventures in Guatemala and Honduras	—	—	—	—	(44)	(44)
Other operating income (expenses), net	(3)	—	—	(2)	—	(5)
EBITDA (ii)	**587**	**31**	**(2)**	**(247)**	**—**	**370**
EBITDA from discontinued operations	—	8	—	—	—	8
EBITDA incl discontinued operations	**587**	**39**	**(2)**	**(247)**	**—**	**377**
Capital expenditure (iii)	(305)	(10)	(2)	77	—	(241)
Changes in working capital and others (iv)	(86)	(6)	(30)	(10)	—	(132)
Taxes paid	(23)	(3)	1	22	—	(3)
Operating free cash flow (v)	**173**	**19**	**(33)**	**(158)**	**—**	**1**
Total Assets (vi)	**12,528**	**1,133**	**3,124**	**(5,611)**	**177**	**11,351**
Total Liabilities	**6,792**	**1,024**	**3,547**	**(2,127)**	**(707)**	**8,529**

(i) *Service revenue is Group revenue related to the provision of ongoing services such as monthly subscription fees, airtime and data usage fees, interconnection fees, roaming fees, mobile finance service commissions and fees from other telecommunications services such as data services, SMS and other value-added services excluding telephone and equipment sales. Revenues from other sources comprises rental, sub-lease rental income and other non recurrent revenues. The Group derives revenue from the transfer of goods and services over time and at a point in time. Refer to the table below.*

(ii) *EBITDA is operating profit excluding impairment losses, depreciation and amortization and gains/losses on the disposal of fixed assets. EBITDA is used by the management to monitor the segmental performance and for capital management.*

(iii) *Excluding spectrum and licenses of $39 million (2019: $7 million) and cash received on tower deals of nil (2019: $9 million).*

(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 and non-cash bonuses.*

(v) *Operating Free Cash Flow is EBITDA less cash capex (excluding spectrum and license costs) less change in working capital, other non-cash items (share-based payment expense and non-cash bonuses) and taxes paid.*

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

(vii) *Including eliminations for Guatemala and Honduras as reported in the Latin America segment.*

(viii) *Restated as a result of classification of certain of our African operations as discontinued operations (see note 4).*

5. SEGMENT INFORMATION (Continued)

Revenue from contracts with customers from continuing operations

		Three months ended March 31, 2020			Three months ended March 31, 2019		
in millions of U.S dollars	**Timing of revenue recognition**	**Latin America**	**Africa**	**Total Group**	**Latin America**	**Africa**	**Total Group**
Mobile	Over time	463	60	522	402	64	466
Mobile Financial Services	Point in time	7	27	34	8	27	35
Cable and other fixed services	Over time	466	2	468	475	2	477
Other	Over time	12	—	12	11	—	11
Service Revenue		**948**	**89**	**1,036**	**896**	**93**	**990**
Telephone and equipment	Point in time	52	—	52	45	—	45
Revenue from contracts with customers		**999**	**89**	**1,088**	**942**	**94**	**1,035**

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	**Three months ended March 31, 2020**	**Three months ended March 31, 2019 (i)**
Change in fair value in investment in Jumia (Note 14)	(18)	—
Change in fair value in investment in HT (Note 14)	(61)	—
Change in value of put option liability (Note 13)	10	—
Exchange gains (losses), net (ii)	(90)	11
Other non-operating income (expenses), net	1	1
Total	**(159)**	**12**

(i) *Restated as a result of classification of Chad as discontinued operations (see note 4).*

(ii) *Exchange losses for the quarter are mainly due to the devaluation of the Colombia peso against US dollar.*

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	Three months ended March 31, 2020	Three months ended March 31, 2019
Basic and Diluted		
Net profit (loss) attributable to equity holders from continuing operations	(122)	13
Net profit (loss) attributable to equity holders from discontinuing operations	—	—
Net profit/(loss) attributable to all equity holders to determine the basic earnings (loss) per share	(122)	13
in thousands		
Weighted average number of ordinary shares for basic and diluted earnings per share	101,123	101,022
$		
Basic and diluted		
EPS from continuing operations attributable to owners of the Company	(1.21)	0.13
EPS from discontinued operations attributable to owners of the Company	—	—
EPS for the period attributable to owners of the Company	(1.21)	0.13

8. PROPERTY, PLANT AND EQUIPMENT

During the three-month period ended March 31, 2020, Millicom added property, plant and equipment for $108 million (March 31, 2019: $112 million) and did not receive any cash from disposal of property, plant and equipment (March 31, 2019: $9 million).

9. INTANGIBLE ASSETS

During the three-month period ended March 31, 2020, Millicom added intangible assets for $44 million of which $21 million related to acquisition of spectrum and licenses, and $23 million to additions of other intangible assets (March 31, 2019: $26 million, all related to additions of other intangible assets) and did not receive any proceeds from disposal of intangible assets (March 31, 2019: nil).

In December 2019, Millicom's wholly-owned subsidiary Telemovil El Salvador S.A. de C.V. ('Telemovil') acquired spectrum in 50Mhz AWS band and paid an advance of $14 million. On January 8, 2020, Telemovil made a final payment of $20 million and started using the spectrum.

In December 2019, Tigo Colombia participated in an auction launched by the Ministerio de Tecnologias de la Informacion y las Comunicaciones (MINTIC), and acquired licenses granting the right to use a total of 40 MHz in the 700 MHz band. The 20-year license will expire in 2040. As a result of this auction,Tigo Colombia has strengthened its spectrum position, which also includes 55 MHz in the 1900 band and 30 MHz of AWS. Tigo Colombia agreed to a total notional consideration of COP$2.45 billion (equivalent to approximately US$600 million using the March 31, 2020 exchange rate), of which approximately 45% is in coverage obligations to be met by 2025.

The remaining 55% is payable in cash with an initial payment of approximately US$33 million to be made in Q2 2020, with the remainder payable in 12 annual installments beginning in 2026 and ending in 2037. In April 2020, local management received the permission to operate a first block of 20 Mhz in the 700 MHz band and made the corresponding payment ($24 million). Permissions to operate the other spectrum blocks is expected during H1 2020.

10. FINANCIAL OBLIGATIONS

A. Debt and financing

The most significant movements in debt and financing during the period were as follows:

MIC S.A.

Revolving Credit Facility

On March 25, 2020 MIC S.A. drew down $400 million from the $600 million revolving credit facility it entered into on January 27, 2017 (the "RCF"). $337 million was disbursed on March 25, 2020 and the remaining $63 million on April 3, 2020. The draw down has an initial 6-month term and Millicom has the option to extend up to January 27, 2022 (the maturity date of the RCF).

Paraguay

On January 28, 2020, Millicom's subsidiary in Paraguay (Telecel) issued at a premium $250 million of 5.875% Senior Notes due 2027 (the "New Notes"), representing an additional issuance from its US$300 million 5.875% Senior Notes due 2027 issued on April 5, 2019. The New Notes will be treated as a single class with the initial notes, and were priced at 106.375 for an implied yield to maturity of 4.817%. The corresponding $15 million premium received will be amortized over the Senior Notes maturity.

On January 17, 2020, Telecel refinanced its previous loan with Banco Itaú and obtained a new long-term loan from Banco Itaú Paraguay S.A., for Gs. 154.6 billion (approximately $24 million) , amortizing semi-annually and maturing on December 27, 2024.

On February 13, 2020, Telecel issued local bonds in 2 series: (i) Series 6, for an amount of PYG 15 billion (approximately $2 million) with a 9.250% interest due on January 29, 2027, and (ii) Series 7, for an amount of PYG 20 billion (approximately $3 million) with a 10% interest due on January 31, 2029.

Colombia

On March 4, 2020, Millicom' subsidiary in Colombia (UNE), issued local bonds in an amount of COP 150,000,000,000 (approximately $44 million) to pay back an existing bond for the same value, with a 6.600% fixed rate for 10 years.

Tanzania

On December 17, 2019 Millicom's subsidiary in Tanzania (MIC Tanzania Public Limited Company) amended and restated its loan agreement executed on June 4, 2019 with Absa Bank Limited, The Standard Bank of South Africa Limited and Stanbic Bank Tanzania Limited as mandated lead arrangers and Standard Bank of South Africa Limited as agent, for an amount of up to USD 220 million loan in 2 tranches (i) A USD tranche of $174 million and (ii) A TZS tranche of TZS103 billion with a 66 month maturity. On December 17, 2019 100% of the USD portion and TZS 34 billion (approximately $15 million) were disbursed. On January 17, 2020 TZS 35 billion (approximately $15 million) were disbursed and the last tranche of TZS 34 billion (approximately $15 million) was disbursed on February 16, 2020.

10. FINANCIAL OBLIGATIONS (Continued)

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 March 31, 2020	December 31, 2019
Due within:		
One year	83	186
One-two years	477	155
Two-three years	142	145
Three-four years	476	517
Four-five years	1,022	1,085
After five years	4,211	3,884
Total debt and financing	**6,410**	**5,972**

As at March 31, 2020, the Group's share of total debt and financing secured by either pledged assets, pledged deposits issued to cover letters of credit or guarantees was $417 million (December 31, 2019: $464 million).

In addition to the above, in 2019, MIC Tanzania Public Limited Company entered into a loan facility agreement, with the Standard Bank of South Africa acting as an agent and a consortium of banks acting as the original lenders. The facility agreement, maturing in 2025, has an all asset debenture securing the whole amount, as well as a pledge over the shares of the immediate holding company of the borrower.

The table below describes the outstanding and maximum exposure under guarantees and the remaining terms of the guarantees as at March 31, 2020 and December 31, 2019.

	Bank and financing guarantees (i)			
in millions of U.S dollars	As at March 31, 2020		As at December 31, 2019	
Terms	Outstanding exposure(i)	Maximum exposure(ii)	Outstanding exposure(i)	Maximum exposure(ii)
0-1 year	11	11	29	29
1-3 years	256	256	134	134
3-5 years	150	150	300	300
More than 5 years	—	—	—	—
Total	**417**	**417**	**464**	**464**

(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	Three months ended March 31, 2020	Three months ended March 31, 2019
Interest expense on bonds and bank financing	(97)	(86)
Interest expense on leases	(39)	(37)
Early redemption charges	—	(7)
Others	(11)	(9)
Total interest and other financial expenses	**(147)**	**(140)**

10. FINANCIAL OBLIGATIONS (Continued)

B. Lease liabilities

In early 2020, and following a change in regulation in Colombia, lease payments for the use of certain public assets have been significantly decreased. This triggered a lease modification and a decrease of the related lease liabilities (and right-of-use assets) of approximately $45 million.

Except for the change above, there have been no other significant events affecting lease liabilities (and right-of-use assets) during the three-month period ended March 31, 2020.

11. 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 March 31, 2020, the total exposure for claims and litigation risks against Millicom and its subsidiaries is $176 million (December 31, 2019: $204 million). The decrease is mainly due to currency devaluation in Colombia. The Group's share of the comparable exposure for joint ventures is $4 million (December 31, 2019: $4 million).

As at March 31, 2020, $28 million has been provided by its subsidiaries for these risks in the consolidated statement of financial position (December 31, 2019: $30 million). The Group's share of provisions made by the joint ventures was $3 million (December 31, 2019: $3 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 March 31, 2020, the tax risks exposure of the Group's subsidiaries is estimated at $294 million, for which provisions of $53 million have been recorded in tax liabilities; representing the probable amount of eventual claims and required payments related to those risks (December 31, 2019: $300 million of which provisions of $50 million were recorded). The Group's share of comparable tax exposure and provisions in its joint ventures amounts to $53 million (December 31, 2019: $49 million) and $4 million (December 31, 2019: $4 million), respectively.

Capital commitments

At March 31, 2020, the Company and its subsidiaries had fixed commitments to purchase network equipment, land and buildings, other fixed assets and intangible assets of $240 million of which $217 million are due within one year (December 31, 2019: $122 million of which $102 million are due within one year). The Group's share of commitments in the joint ventures is $43 million and $42 million. (December 31, 2019: $52 million and $51 million).

12. RELATED PARTY TRANSACTIONS

The following transactions were conducted with related parties during the three-month periods ended March 31, 2020 and March 31, 2019:

in millions of U.S dollars	Three months ended March 31, 2020	Three months ended March 31, 2019
Expenses		
Purchases of goods and services from Miffin	(53)	(50)
Purchases of goods and services from EPM	(9)	(10)
Lease of towers and related services from HTA (i)	—	(1)
Other expenses	(6)	(1)
Total	**(67)**	**(61)**

(i) HTA ceased to be a related party on October 15, 2019 (note 14).

in millions of U.S dollars	Three months ended March 31, 2020	Three months ended March 31, 2019
Income / gains		
Sale of goods and services to Miffin	78	73
Sale of goods and services to EPM	3	3
Other income / gains	1	—
Total	**82**	**76**

As at March 31, 2020 and December 31, 2019, the Group had the following balances with related parties:

in millions of U.S dollars	As at March 31, 2020	As at December 31, 2019
Liabilities		
Payables to Guatemala joint venture(i)	380	361
Payables to Honduras joint venture(ii)	140	133
Payables to EPM	33	37
Payables to Panama non-controlling interests	1	—
Total	**553**	**531**

(i) Interest bearing shareholder loans of which $353 million are due after more than one year.

(ii) Mainly advances for dividends expected to be declared in 2020 and shareholder loans.

12. RELATED PARTY TRANSACTIONS (Continued)

in millions of U.S dollars	As at March 31, 2020	As at December 31, 2019
Assets		
Receivables from Guatemala and Honduras joint ventures	20	23
Receivables from EPM	3	3
Receivable from AirtelTigo Ghana (i)	44	43
Other accounts receivable	4	4
Total	**71**	**73**

(i) Disclosed under Other non-current assets in the statement of financial position.

13. FINANCIAL INSTRUMENTS

Other than the items disclosed below, the fair values of financial assets and financial liabilities approximate their carrying values as at March 31, 2020 and December 31, 2019:

in millions of U.S dollars	Carrying value		Fair value(i)	
	As at March 31, 2020	As at December 31, 2019	As at March 31, 2020	As at December 31, 2019
Financial liabilities				
Debt and financing	6,410	5,972	6,035	6,229

(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 SEK 2 billion (approximately $211 million) senior unsecured sustainability bond issued in May 2019. These swaps are accounted for as cash flow hedges as the timing and amounts of the cash flows under the swap agreements match the cash flows under the SEK bond. Their maturity date is May 2024. The hedging relationship is highly effective and related fluctuations are recorded through other comprehensive income. At March 31, 2020, the fair values of the swaps amount to a liability of $23 million.

Our operations in El Salvador and Costa Rica also 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. At March 31, 2020, the fair values of these swaps amount to liabilities of $21 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 March 31, 2020.

Call and put options - Panama

As of March 31, 2020, the put option liability is valued at $255 million (December 31, 2019: $264 million) (being the higher of the value of the 'Transaction Price' put option and fair market value - for further details refer to our 2019 consolidated financial statements). Changes in the value of the put option liability are recorded in the Group's statement of income under 'other non-operating (expenses) income, net' (see note 6).

Both call options are currently not exercisable and have therefore no value as of March 31, 2020.

14. EQUITY INVESTMENTS

As at March 31, 2020 and December 31, 2019, Millicom has the following investments in equity instruments measured at fair value through profit and loss under IFRS 9:

in millions of U.S dollars	March 31, 2020	December 31, 2019
Investment in Jumia	14	32
Investment in HT	278	338
Equity investment - total	**292**	**371**

Jumia Technologies AG ("Jumia")

On April 11, 2019, Jumia completed its IPO at the offer price per share of $14.5 and shares started trading on the NYSE on April 12, 2019. Post IPO, Millicom holds 6.31% of the outstanding shares of Jumia.

At March 31, 2020, the closing price of a Jumia share was $2.92, which values Millicom's investment at $14 million (level 1). The changes in fair value of $(18) million for the three-month period ended March 31, 2020 (March 31, 2019: N/A) is shown under 'Other non-operating (expenses) income, net' (see note 6).

Helios Towers plc ("HT")

In October 2019, Helios Towers plc completed its IPO on the London Stock Exchange at a price of GBP 1.15 per share valuing the company at enterprise value of approximately $2.0 billion and a market capitalization of $1.45 billion. Post IPO , Millicom holds 16.2% of the outstanding shares of HT.

At March 31, 2020, the closing price of a HT share was GBP 1.385, which values Millicom's investment at $278 million (level 1). The changes in fair value of $(61) million for the three-month period ended March 31, 2020 (March 31, 2019: N/A) is shown under 'Other non-operating (expenses) income, net' (see note 6).

15. 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.

At March 31, 2020, the equity accounted net assets of our joint ventures in Guatemala, Honduras and Ghana totaled $3,423 million (December 31, 2019: $3,346 million). These net assets do not necessarily represent statutory reserves available for distribution as these include consolidation adjustments (such as goodwill and previously unrecognized assets and assumed liabilities recognized as part of the purchase accounting). Out of these reserves, $142 million (December 31, 2019: $142 million) represent statutory reserves that are unavailable to be distributed to the Group. During the period ended March 31, 2020, Millicom's joint ventures paid $24 million (December 31, 2019: $237 million) as dividends or dividend advances to the Company.

	2020	
in millions of U.S dollars	Guatemala(i)	Honduras (i)
Opening Balance at January 1, 2020	**2,089**	**708**
Results for the period	41	4
Currency exchange differences	1	(4)
Closing Balance at March 31, 2020	**2,130**	**708**

(i) Share of profit is recognized under 'Share of profit in the joint ventures in Guatemala and Honduras' in the statement of income.

16. IPO – MILLICOM'S OPERATIONS IN TANZANIA

In June 2016, an amendment to the Electronic and Postal Communications Act ("EPOCA") in the Finance Act 2016 required all Tanzanian licensed telecom operators to sell 25% of the authorized share capital in a public offering on the Dar Es Salaam Stock Exchange. In December 2019, the Group filed the draft prospectus with the Tanzania Capital Market and Securities Authority with the view to initiate the listing process in H1 2020.

17. SUBSEQUENT EVENTS

Costa Rica Acquisition

As On April 29, 2020, Millicom communicated in a press release that it refutes Telefonica's recent public communications alleging that the conditions to closing the Share Purchase Agreement (SPA) for the acquisition of Telefónica's operating subsidiary in Costa Rica have been met. Millicom further notes that, in the event that the pending regulatory approvals for the transaction are not issued by May 1, 2020, it intends to terminate the SPA in accordance with the terms of the agreement. As communicated in a press release dated February 20, 2019, Millicom entered into the SPA on that date to acquire Telefonica's Costa Rica mobile business subject to customary closing conditions, which included the issuance of required regulatory approvals, certain of which have not yet been issued. The SPA establishes an end date of May 1, 2020, after which either party may terminate the agreement.

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