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Unaudited Interim Condensed Consolidated Financial Statements

For the three-month period ended March 31, 2022

April 28, 2022

Report on review of interim condensed consolidated financial statements

To the Shareholders,
Millicom International Cellular S.A.
2, rue du Fort Bourbon
L – 1249 - Luxembourg

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Millicom International Cellular S.A. as of 31 March 2022, which comprise the interim condensed consolidated statement of financial position as at 31 March 2022 and the related interim condensed consolidated statement of income, the interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of changes in equity, the interim condensed consolidated statement of cash flow for the three-month period then ended and explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed financial statements in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting as adopted by the European Union ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 as adopted by the European Union.

Ernst & Young
Société anonyme
Cabinet de révision agréé

Bruno Di Bartolomeo

Luxembourg, 28 April 2022

Unaudited interim condensed consolidated statement of income for the three-month period ended March 31, 2022

in millions of U.S. dollars except per share data	Notes	Three months ended March 31, 2022 (ii)	Three months ended March 31, 2021 (i)
Continuing Operations			
Revenue	5	1,408	999
Cost of sales		(370)	(278)
Gross profit		**1,038**	**722**
Operating expenses		(474)	(360)
Depreciation		(256)	(198)
Amortization		(81)	(105)
Share of profit in joint ventures (ii)	8	8	61
Other operating income (expenses), net		—	(17)
Operating profit	5	**234**	**103**
Interest and other financial expenses	11	(143)	(133)
Interest and other financial income	11	2	3
Other non-operating (expenses) income, net	6	4	57
Profit (loss) from other joint ventures and associates, net	3	1	(1)
Profit before taxes from continuing operations		**99**	**30**
Tax (charge), net		(69)	(20)
Profit from continuing operations		**29**	**9**
Profit (loss) from discontinued operations, net of tax	4	(5)	14
Net profit for the period		**24**	**24**
Attributable to:			
Owners of the Company		23	42
Non-controlling interests		1	(19)
Earnings/(loss) per common share for net profit/ (loss) attributable to the owners of the Company:			
Basic ($ per share)	7	0.23	0.41
Diluted ($ per share)	7	0.23	0.41

(i) Re-presented for discontinued operations (see note 4)

(ii) Tigo Guatemala is fully consolidated since the acquisition of the remaining 45% shareholding on November 12, 2021. See note 3 for further details. As a result, numbers are not be directly comparable with March 31, 2021 figures.

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, 2022

in millions of U.S. dollars	Three months ended March 31, 2022	Three months ended March 31, 2021
Net profit for the period	24	24
Other comprehensive income (to be reclassified to statement of income in subsequent periods), net of tax:		
Exchange differences on translating foreign operations	21	(48)
Change in value of cash flow hedges, net of tax effects	3	4
Total comprehensive income (loss) for the period	**49**	**(20)**

Attributable to:		
Owners of the Company	46	5
Non-controlling interests	3	(25)

Total comprehensive income for the period arises from:		
Continuing operations	55	(34)
Discontinued operations	(6)	14

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Unaudited interim condensed consolidated statement of financial position as at March 31, 2022

in millions of U.S. dollars	Notes	March 31, 2022	December 31, 2021 (i)
ASSETS			
NON-CURRENT ASSETS			
Intangible assets, net	10	7,547	7,520
Property, plant and equipment, net	9	3,202	3,382
Right of use assets		942	1,024
Investments in joint ventures	3, 8	604	596
Investments in associates		8	22
Contract costs, net		9	8
Deferred tax assets		184	180
Derivative financial instruments	14	13	21
Amounts due from non-controlling interests, associates and joint ventures	13	17	24
Other non-current assets		74	74
TOTAL NON-CURRENT ASSETS		**12,599**	**12,852**
CURRENT ASSETS			
Inventories		90	63
Trade receivables, net		393	405
Contract assets, net		70	69
Amounts due from non-controlling interests, associates and joint ventures	13	43	42
Prepayments and accrued income		207	168
Current income tax assets		89	104
Supplier advances for capital expenditure		19	35
Other current assets		244	302
Restricted cash		55	203
Cash and cash equivalents		695	895
TOTAL CURRENT ASSETS		**1,906**	**2,286**
Assets held for sale	4	661	—
TOTAL ASSETS		**15,166**	**15,139**

(i) Restated after the finalization of the Guatemala purchase accounting. See note 3 for further details.

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, 2022 (continued)

in millions of U.S. dollars	Notes	March 31, 2022	December 31, 2021 (i)
EQUITY AND LIABILITIES			
EQUITY			
Share capital and premium		627	628
Treasury shares		(50)	(60)
Other reserves		(581)	(594)
Retained profits		2,614	2,019
Net profit for the period attributable to equity holders		23	590
Equity attributable to owners of the Company		**2,633**	**2,583**
Non-controlling interests		158	157
TOTAL EQUITY		**2,791**	**2,740**
LIABILITIES			
NON-CURRENT LIABILITIES			
Debt and financing	11	6,880	5,904
Lease liabilities	11	917	996
Derivative financial instruments	14	16	1
Payables and accruals for capital expenditure		516	435
Provisions and other non-current liabilities		364	364
Deferred tax liabilities		159	214
TOTAL NON-CURRENT LIABILITIES		**8,853**	**7,914**
CURRENT LIABILITIES			
Debt and financing	11	542	1,840
Lease liabilities	11	154	171
Put option liability	14	290	290
Derivative financial instruments		1	—
Payables and accruals for capital expenditure		347	452
Other trade payables		380	347
Amounts due to non-controlling interests, associates and joint ventures	13	77	74
Accrued interest and other expenses		458	539
Current income tax liabilities		119	128
Contract liabilities		92	97
Provisions and other current liabilities		323	546
TOTAL CURRENT LIABILITIES		**2,782**	**4,485**
Liabilities directly associated with assets held for sale	4	739	—
TOTAL LIABILITIES		**12,375**	**12,399**
TOTAL EQUITY AND LIABILITIES		**15,166**	**15,139**

(i) Restated after the finalization of the Guatemala purchase accounting. See note 3 for further details.

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

Unaudited interim condensed consolidated statement of cash flows for three-month period ended March 31, 2022

in millions of U.S. dollars	Notes	March 31, 2022	March 31, 2021 (i)
Cash flows from operating activities (including discontinued operations)			
Profit before taxes from continuing operations		99	30
Loss before taxes from discontinued operations	4	(3)	(3)
Profit (loss) before taxes		**96**	**27**
Adjustments to reconcile to net cash:			
Interest expense on leases		38	39
Interest expense on debt and other financing		116	108
Interest and other financial income		(2)	(3)
Adjustments for non-cash items:			
Depreciation and amortization	5	358	324
Share of net profit in joint ventures		(8)	(61)
(Gain) loss on disposal and impairment of assets, net		2	17
Share-based compensation		7	(3)
Loss from other joint ventures and associates, net		(1)	1
Other non-cash non-operating (income) expenses, net	6	(5)	(57)
Changes in working capital:			
Decrease (increase) in trade receivables, prepayments and other current assets, net		(77)	(86)
Decrease (increase) in inventories		(28)	(10)
Increase (decrease) in trade and other payables, net		(24)	(73)
Increase (decrease) in contract assets, liabilities and costs, net		(3)	—
Total changes in working capital		**(131)**	**(168)**
Interest paid on leases		(38)	(36)
Interest paid on debt and other financing		(104)	(92)
Interest received		1	—
Taxes paid		(62)	(9)
Net cash provided by operating activities		**268**	**87**
Cash flows from (used in) investing activities (including discontinued operations):			
Acquisition of subsidiaries, joint ventures and associates, net of cash acquired		11	(1)
Proceeds from disposal of subsidiaries and associates, net of cash disposed		3	8
Purchase of spectrum and licenses		(30)	(20)
Purchase of other intangible assets	10	(84)	(63)
Purchase of property, plant and equipment	9	(196)	(171)
Proceeds from sale of property, plant and equipment	9	4	1
Dividends and dividend advances received from joint ventures		1	—
Settlement of financial derivative instruments	14	8	—
Transfer (to) / from pledge deposits		33	—
Cash (used in) provided by other investing activities, net		4	8
Net cash used in investing activities		**(247)**	**(238)**

Unaudited interim condensed consolidated statement of cash flows for the three-month period ended March 31, 2022 (continued)

Cash flows from financing activities (including discontinued operations):			
Proceeds from debt and other financing	11	1,166	160
Repayment of debt and other financing	11	(1,320)	(394)
Loan repayment from (advance to) joint venture		—	148
Lease capital repayment		(44)	(29)
Advances and dividends paid to non-controlling interests		—	(3)
Net cash used in financing activities		**(198)**	**(119)**
Exchange impact on cash and cash equivalents, net		1	(2)
Net decrease in cash and cash equivalents		**(176)**	**(272)**
Cash and cash equivalents at the beginning of the year		895	875
Effect of cash in disposal group held for sale	4	(24)	—
Cash and cash equivalents at the end of the period		**695**	**602**

(i) Re-presented for discontinued operations (see note 4)

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, 2022

in millions of U.S. dollars	Number of shares (000's) (iii)	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, 2020	**101,739**	**(526)**	**153**	**478**	**(30)**	**2,020**	**(562)**	**2,059**	**215**	**2,274**
Total comprehensive income for the period	—	—	—	—	—	42	(37)	5	(25)	(20)
Dividends to non-controlling interests	—	—	—	—	—	—	—	—	(2)	(2)
Purchase of treasury shares(ii)	—	(98)	—	—	(6)	2	—	(4)	—	(4)
Share based compensation	—	—	—	—	—	—	(3)	(3)	—	(3)
Issuance of shares under share-based payment schemes	—	418	—	(2)	24	2	(24)	—	—	—
Balance on March 31, 2021	**101,739**	**(206)**	**153**	**476**	**(12)**	**2,066**	**(626)**	**2,057**	**188**	**2,246**
Balance on December 31, 2021	**101,739**	**(1,538)**	**153**	**476**	**(60)**	**2,609**	**(594)**	**2,583**	**157**	**2,740**
Total comprehensive income for the year	—	—	—	—	—	23	22	46	3	49
Dividends to non-controlling interests	—	—	—	—	—	—	—	—	(2)	(2)
Purchase of treasury shares(ii)	—	(88)	—	—	(3)	1	—	(3)	—	(3)
Share based compensation	—		—	—	—	—	7	7	—	7
Issuance of shares under share-based payment schemes	—	357	—	(2)	14	4	(16)	—	—	—
Balance on March 31, 2022	**101,739**	**(1,270)**	**153**	**474**	**(49)**	**2,637**	**(581)**	**2,633**	**158**	**2,791**

(i) Retained profits – includes profit for the year attributable to equity holders, of which at March 31, 2022, $475 million (2021: $486 million) are not distributable to equity holders.

(ii) During the three-month period ended March 31, 2022, Millicom withheld approximately 88,055 shares (2021: 98,388 shares) for the settlement of tax obligations on behalf of employees under share-based compensation plans.

(iii) The authorized share capital amounts to $300 million divided into 200,000 shares with a par value of $1.50 each following the extraordinary general meeting held on February 28, 2022.

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

Notes to the unaudited interim condensed consolidated 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 November 12, 2021, Millicom acquired the remaining 45% equity interest in its business in Guatemala (collectively, "Tigo Guatemala") and since that date owns 100% equity interest and fully consolidates Tigo Guatemala (see note 3). Accordingly, the statements of income, cash flows in these unaudited interim condensed consolidated financial statements are not directly comparable with Q1 2021 figures and the statement of financial position has been restated accordingly (refer to note 3).

On March 10, 2022, our operations in Tanzania were classified as discontinued operations in the statement of income and as assets held for sale in the statement of financial position after the Group obtained all necessary approvals to conclude the announced divestiture (see note 4). As a result, the numbers in the statement of income have been re-presented for all periods shown. The sale was completed on April 5, 2022 and will be accounted for in the Group's Q2 figures.

On April 27, 2022, 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, 2021, 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, 2021 consolidated financial statements, except for the changes described 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. On-going COVID-19 pandemic and Russia-Ukraine war - Qualitative and quantitative assessment on business activities, financial situation and economic performance

Impact on Millicom's markets and business

In February 2022, the Russian Federation commenced an invasion in the country of Ukraine. As a result of this action, various nations have instituted economic sanctions against the Russian Federation. Given the Group has no direct activities in that region of the world, management's view is that these developments and sanctions are unlikely to have a significant impact on the financial results of the Group going forward. Nonetheless, since the situation continues to evolve it remains difficult at this stage to estimate all the direct and indirect impacts which may arise.

In addition, the COVID-19 pandemic continues to have widespread and unpredictable impacts on global societies, economies, financial markets and business practices.

The Group continues to monitor the developments of the aforementioned events.

As of March 31, 2022, and for the three-month period ended March 31, 2022, management did not identify any significant adverse accounting effects as a result of the above-mentioned events.

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:

- IFRS 3 'Business Combinations' - Reference to Conceptual Framework.
- IAS 16 'Property, Plant and Equipment' - Proceeds before intended use.
- IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' - Cost of fulfilling a contract.
- Annual improvements to IFRS Standards 2018-2020, affecting IFRS 1, IFRS 9, IFRS 16 and IAS 41.

Amendments effective for annual periods starting on January 1, 2023 that are not expected to have a significant impact on the Group consolidated financial statements:

- 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.
- Amendments to IAS 1, 'Presentation of Financial Statements': These amendments clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. The amendments also clarify what IAS 1 means when it refers to the 'settlement' of a liability (not yet endorsed by the EU).
- IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of accounting estimates.

The following changes to standards are effective for annual periods starting on January 1, 2023 and their potential impact on the Group consolidated financial statements is currently being assessed by Management:

- 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 (not yet endorsed by the EU).

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

Acquisitions for the three-month period ended March 31, 2022

There were no material acquisitions during the three-month period ended March 31, 2022.

Acquisitions 2021

On November 12, 2021, Millicom announced that it has closed the previously-announced agreement to acquire the remaining 45% equity interest in its joint venture business in Guatemala (collectively, "Tigo Guatemala") from its local partner for $2.2 billion in cash. The acquisition has been financed through a bridge facility (see note 11).

As of March 31, 2022, Millicom has finalized the purchase accounting and determined the fair values of Tigo Guatemala's identifiable assets and liabilities and comparative figures as of December 31, 2021 have been restated accordingly. The finalization of the purchase accounting had an effect on the following financial position line items previously reported as of December 31, 2021:

$ millions	December 31, 2021 As reported	Impact of the finalization of the purchase accounting of Guatemala	December 31, 2021 As restated	Reason for the change
STATEMENT OF FINANCIAL POSITION				
ASSETS				
Intangible assets, net	7,721	(201)	7,520	(i)
Property, plant and equipment, net	3,198	184	3,382	(ii)
Right-of-use asset (non-current)	1,008	17	1,024	(iii)

(i) Impact on intangibles resulting from the adjustments explained below.

(ii) See updated fair values section below. Mainly relates to property, plant and equipment step up.

(iii) See updated fair values section below. It relates to remeasurement of the right of use assets.

The impact of the finalization of Guatemala's purchase accounting on the 2021 Group statement of income is immaterial. Therefore, no adjustments were made in that respect on comparative figures.

Further details of Guatemala acquisition are provided below.

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

The table below shows the changes in fair values compared to the values reported as of December 31, 2021.

At acquisition date - November 12, 2021 (in millions of U.S. dollars)	Provisional fair values (100%)	Updated fair values (100%)	Changes
Intangible assets (excluding goodwill) (i)	1,294	1,917	623
Property, plant and equipment (ii)	547	731	184
Right of use assets (iii)	189	205	17
Other non-current assets	5	5	—
Current assets (excluding cash)	245	245	—
Trade receivables (iv)	42	42	—
Cash and cash equivalents	199	199	—
Total assets acquired	**2,521**	**3,345**	**823**
Lease liabilities (iii)	205	205	—
Other debt and financing	417	417	—
Other liabilities	280	280	—
Total liabilities assumed	**901**	**901**	**—**
Fair value of assets acquired and liabilities assumed, net - A	**1,620**	**2,443**	**823**
Purchase consideration (45%) - B	2,195	2,195	—
Implied fair value (100% of business) - C	4,877	4,877	—
Carrying value of our investment in joint venture at acquisition date - D	2,013	2,013	—
Goodwill arising on change of control - B+D-A=E	**2,588**	**1,765**	**(823)**
Revaluation of previously held interests - C-B-D=F (v)	670	670	—
Total goodwill - E+F=G	**3,258**	**2,434**	**(823)**

(i) *Fair value step-up have been recognized mainly on the following intangible assets:*

a) the customer lists for an amount of $514 million, with estimated weighted average useful lives of 9.3 years.

b) the spectrum and licenses held by Tigo Guatemala for $51 million, with a remaining useful life of 11 years.

c) the trademarks and brand held and operated by Tigo Guatemala for $62 million, bringing its carrying value to $910 million. Management determined that the latter have indefinite useful lives.

(ii) *A fair value step-up of $184 million has been recognized on property, plant and equipment, mainly on the core network, network equipment and owned towers. The weighted average remaining useful live is estimated at 6 years.*

(iii) *The Group measured the lease liability at the present value of the remaining lease payments (as defined in IFRS 16) as if the acquired lease were a new lease at the acquisition date. The right-of-use assets have been adjusted by $17 million to be measured at the same amount as the lease liabilities.*

(iv) *The fair value of trade receivables acquired approximate their carrying value of $42 million.*

(v) *The acquisition has been determined as a business combination achieved in stages, requiring Millicom to remeasure its 55% previously held equity investment in Tigo Guatemala at its acquisition date fair value; the resulting gain has been recognized in the statement of income under the line "Revaluation of previously held interests" and is included in the goodwill calculation (see above).*

The goodwill is attributable to the workforce and the high profitability of Tigo Guatemala. It is currently not expected to be tax deductible. From November 12, 2021 to December 31, 2021, Tigo Guatemala contributed $223 million of revenue and $28 million of net profit to the Group. If Tigo Guatemala had been acquired on January 1, 2021, incremental revenue for the year 2021 would have been $1.38 billion and incremental net profit for the same period of $147 million. Acquisition related costs included in the statement of income under operating expenses were immaterial.

4. DISCONTINUED OPERATIONS AND ASSETS HELD FOR SALE

Discontinued operations-Tanzania

On April 19, 2021, Millicom agreed to sell its entire operations in Tanzania to a consortium led by Axian. This decision was taken in line with the Group's strategy to re-invest capital into Latin America. On March 10, 2022, the Group obtained the final necessary regulatory approvals and completed the transaction on April 5, 2022 (see note 15). Consequently, 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 statement of comprehensive income under 'net result from discontinued operations'. Comparative figures of the statement of income have been re-presented accordingly.

The carrying amounts of assets and liabilities in our operations in Tanzania that were transferred to assets held for sale are as follows:

Assets and liabilities held for sale (in millions of U.S. dollars)	March 10, 2022
Intangible assets, net	57
Property, plant and equipment, net	166
Right of use assets	163
Other non-current assets	15
Current assets	235
Cash and cash equivalents	24
Total assets of disposal group held for sale	**661**
Non-current financial liabilities	382
Current liabilities	357
Total liabilities of disposal group held for sale	**739**
Net assets / book value	**(79)**

The operating results of the discontinued operation for the three-month period ended March 31, 2022 and March 31, 2021 are set out below. The figures shown below are after inter-company eliminations.

Results from Discontinued Operations (in millions of U.S. dollars)	Three months ended March 31, 2022	Three months ended March 31, 2021
Revenue	88	89
Cost of sales	(26)	(25)
Operating expenses	(27)	(31)
Depreciation and amortization	(21)	(21)
Other operating income (expenses), net	4	—
Other expenses linked to the disposal of discontinued operations	(5)	—
Operating profit (loss)	**8**	**12**
Interest income (expense), net	(12)	(15)
Profit (loss) before taxes	**(3)**	**(3)**
Credit (charge) for taxes, net	(3)	17
Net profit/(loss) from discontinuing operations	**(5)**	**14**

Cash flows from discontinued operations (in millions of U.S. dollars)	Three months ended March 31, 2022	Three months ended March 31, 2021
Cash from (used in) operating activities, net	17	21
Cash from (used in) investing activities, net	4	—
Cash from (used in) financing activities, net	—	—
Net cash inflows/(outflows)	**21**	**21**

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 for its operations were predominantly affected by operating in different geographical regions. Until the divestiture of our Tanzania business, see note 4, the Millicom Group had businesses in two main regions, Latin America and Africa, which constituted our two segments, and were reflected as such the consolidated financial statements. As a result of the sale of the Tanzania business, going forward we will no longer report an Africa segment in our consolidated financial statements for future periods and the historical results of our Tanzania operations through the date of divestiture will be reflected under the income statement caption "Discontinued operations" in our financial statements for future periods. The Group now only operates in a single region, Latin America.

As a result, the Group now reports a single segment, called 'Group Segment', which include our Latam figures, and the region 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. Group segment figures also include our operations in Guatemala for comparative periods. On November 12, 2021, we acquired the remaining 45% equity interest in our Guatemala joint venture business, and we now fully consolidate our operations in Guatemala (see note 3). Prior to this date, we held a 55% stake in our operations in Guatemala and accounted for them using the equity method of accounting and as a joint venture, along with our operations in Honduras.

Revenue, operating profit (loss), EBITDA and other segment information for the three-month periods ended March 31, 2022 and 2021, are as follows:

Three months ended March 31, 2022 (in millions of U.S. dollars)	**Group Segment (viii)**	**Honduras(vii)**	**Eliminations and transfers**	**Group**
Mobile revenue	844	(107)	—	737
Cable and other fixed services revenue	570	(26)	1	545
Other revenue	18	(1)	—	18
Service revenue (i)	**1,432**	**(134)**	**2**	**1,300**
Telephone and equipment and other revenue (i)	117	(8)	—	109
Revenue	**1,549**	**(142)**	**2**	**1,408**
Operating profit (loss)	**256**	**(29)**	**8**	**234**
Add back:				
Depreciation and amortization	363	(26)	—	337
Share of profit in joint ventures (viii)	—	—	(8)	(8)
Other operating income (expenses), net	—	—	—	—
EBITDA (ii)	**620**	**(56)**	**—**	**564**
EBITDA from discontinued operations	30	—	—	30
EBITDA incl discontinued operations	**650**	**(56)**	**—**	**594**
Capital expenditure (iii)	(301)	25	—	(276)
Spectrum paid	(30)	—	—	(30)
Changes in working capital and others (iv)	(124)	—	—	(124)
Taxes paid	(65)	3	—	(62)
Operating free cash flow (v)	**129**	**(27)**	**—**	**101**
Total Assets (vi)	**15,523**	**(1,087)**	**730**	**15,166**
Total Liabilities	**12,918**	**(669)**	**126**	**12,375**

5. SEGMENT INFORMATION (Continued)

Three months ended March 31, 2021 (in millions of U.S. dollars)	Group Segment (viii)	Guatemala and Honduras	Eliminations and transfers	Group
Mobile revenue	833	(379)	1	454
Cable and other fixed services revenue	563	(90)	5	477
Other revenue	16	(2)	—	15
Service revenue (i)	**1,412**	**(471)**	**5**	**946**
Telephone and equipment revenue (i)	118	(64)	—	54
Revenue	**1,529**	**(535)**	**5**	**999**
Operating profit (loss)	**201**	**(160)**	**62**	**103**
Add back:				
Depreciation and amortization	416	(114)	—	303
Share of profit in joint ventures	—	—	(62)	(62)
Other operating income (expenses), net	18	—	—	17
EBITDA (ii)	**635**	**(274)**	**—**	**362**
EBITDA from discontinued operations	32	—	—	32
EBITDA incl discontinued operations	**668**	**(274)**	**—**	**394**
Capital expenditure (iii)	(294)	62	—	(233)
Spectrum paid	(35)	15	—	(20)
Changes in working capital and others (iv)	(161)	(10)	—	(171)
Taxes paid	(38)	29	—	(9)
Operating free cash flow (v)	**140**	**(179)**	**—**	**(38)**
Total Assets (vi)	**13,669**	**(5,063)**	**3,182**	**11,788**
Total Liabilities	**10,944**	**(1,873)**	**471**	**9,542**

(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 capex, less spectrum 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 Guatemala (prior to acquisition) and Honduras as reported in the Group segment.*

(viii) *As further explained above, Group Segment numbers include Guatemala (until acquisition in November 2021) and Honduras as if they were fully consolidated, and excludes Africa.*

5. SEGMENT INFORMATION (Continued)

Revenue from contracts with customers from continuing operations

in millions of U.S. dollars	Timing of revenue recognition	Three months ended March 31, 2022 Group	Three months ended March 31, 2021 Group
Mobile	Over time	727	445
Mobile Financial Services	Point in time	9	9
Cable and other fixed services	Over time	545	477
Other	Over time	18	15
Service Revenue		**1,300**	**946**
Telephone and equipment	Point in time	109	54
Revenue from contracts with customers		**1,408**	**999**

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, 2022	Three months ended March 31, 2021 (i)
Change in fair value of derivatives (Note 14)	8	—
Change in fair value in investment in Helios Towers (ii)	—	18
Change in value of call option and put option liability (Note 14)	—	1
Exchange gains (losses), net	(4)	37
Other non-operating income (expenses), net	—	1
Total	**4**	**57**

(i) Re-presented for discontinued operations (see note 4).

(ii) In June 2021, Millicom disposed of its remaining shareholding in HT.

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, 2022	Three months ended March 31, 2021 (ii)
Basic and Diluted		
Net profit (loss) attributable to equity holders from continuing operations	28	28
Net profit (loss) attributable to equity holders from discontinued operations	(5)	14
Net profit (loss) attributable to all equity holders to determine the basic profit (loss) per share	23	42
in thousands		
Weighted average number of ordinary shares for basic and diluted earnings per share	100,460	101,334
Potential shares as a result of long term incentive plans	237	178
Weighted average number of ordinary shares (excluding treasury shares) adjusted for the effect of dilution (i)	100,697	101,512
in U.S. dollars		
Basic		
Earnings (loss) per common share for profit (loss) from continuing operations attributable to owners of the Company	0.28	0.26
Earnings (loss) per common share for profit (loss) from discontinued operations attributable to owners of the Company	(0.05)	0.14
Earnings (loss) per common share for profit (loss) for the period attributable to owners of the Company	0.23	0.41
Diluted		
Earnings (loss) per common share for profit (loss) from continuing operations attributable to owners of the Company	0.28	0.26
Earnings (loss) per common share for profit (loss) from discontinued operations attributable to owners of the Company	(0.05)	0.14
Earnings (loss) per common share for profit (loss) for the period attributable to owners of the Company	0.23	0.41

(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.

(ii) Re-presented for discontinued operations (see note 4)

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.

At March 31, 2022, the equity accounted net assets of our joint venture in Honduras totaled $418 million (December 31, 2021: Honduras: $406 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 accounting). Out of these net assets, $3 million (December 31, 2021: $3 million) represent statutory reserves that are unavailable to be distributed to the Group. During the three-month period ended March 31, 2022 and March 31, 2021 , Millicom's joint venture in Honduras repatriated cash of $13 million(March 31, 2021: $15 million) under the form of management fees and repayment of a shareholder loan.

in millions of U.S. dollars	2022 Honduras (i)
Opening Balance at January 1, 2022	**596**
Results for the period	8
Closing Balance at March 31, 2022	**604**

(i) Share of profit is recognized under 'Share of profit in the joint ventures' in the statement of income for the period ended March 31, 2022.

9. PROPERTY, PLANT AND EQUIPMENT

During the three-month period ended March 31, 2022, Millicom added property, plant and equipment for $159 million (March 31, 2021: $95 million) and received $4 million from disposal of property, plant and equipment (March 31, 2021: $1 million).

10. INTANGIBLE ASSETS

During the three-month period ended March 31, 2022, Millicom added intangible assets for $129 million of which $88 million related to spectrum and licenses, and $40 million to additions of other intangible assets (March 31, 2021: $25 million out of which $0.3 million related to spectrum and licenses and $25 million to additions of intangible assets) and did not receive any proceeds from disposal of intangible assets (March 31, 2021: nil).

11. FINANCIAL OBLIGATIONS

A. Debt and financing

The most significant movements in debt and financing for the three-month period ended March 31, 2022 were as follows:

Luxembourg

On January 10, 2022, Millicom placed a SEK 2.2 billion (approximately $234 million at the March 31, 2022 exchange rate) senior unsecured sustainability bond (the "Bond") within its Sustainability bond framework. The Bond is due on 2027 and carries a floating coupon priced at 3m Stibor+300bps, The Bond is listed on the Nasdaq Stockholm sustainable bond list. On January 13, 2022, Millicom executed a swap on the principal amount to hedge it to USD (see note 14).

Colombia

On January 21, 2022, Colombia Movil S.A. repaid $100 million of the outstanding amount of the Syndicated Loan Agreement dated June 8, 2017. On January 19, 2022, the respective cross currency swaps with Bancolombia and JP Morgan for $25 million, each, were terminated. As of March 31, 2022, there is still $50 million outstanding under the syndicated loan, which is covered by cross currency and interest rate swaps.

Guatemala

On January 27, 2022, our principal subsidiary in Guatemala, Comunicaciones Celulares, S.A. ("Comcel"), completed the issuance of a new 10-year $900 million Bond with a coupon of 5.125% per annum. The proceeds from this bond were used to repay a significant portion of the bridge financing that was used to fund the acquisition of the remaining 45% equity interest in the Tigo Guatemala operations (see Notes 3 and 15).

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, 2022	As at December 31, 2021
Due within:		
One year	542	1,840
One-two years	188	206
Two-three years	459	486
Three-four years	723	843
Four-five years	990	758
After five years	4,520	3,610
Total debt and financing	**7,423**	**7,744**

11. FINANCIAL OBLIGATIONS (Continued)

The table below describes the outstanding and maximum exposure under guarantees and the remaining terms of the guarantees as at March 31, 2022 and December 31, 2021.

	Bank and financing guarantees (i)		Supplier guarantees	
in millions of U.S. dollars	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2020
Terms	Outstanding and Maximum exposure		Outstanding and Maximum exposure	
0-1 year	53	71	109	82
1-3 years	6	6	—	—
3-5 years	218	223	—	—
Total	**277**	**300**	**109**	**82**

(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, 2022	Three months ended March 31, 2021
Interest expense on bonds and bank financing	(103)	(82)
Interest expense on leases	(31)	(29)
Early redemption charges	—	(5)
Others	(9)	(16)
Total interest and other financial expenses	**(143)**	**(133)**

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 March 31, 2022, the total amount of claims brought against Millicom and its subsidiaries is $244 million (December 31, 2021: $246 million). The Group's share of the comparable exposure for its joint venture in Honduras is $9 million (December 31, 2021: $13 million).

As at March 31, 2022, $28 million has been provisioned by its subsidiaries for these risks in the consolidated statement of financial position (December 31, 2021: $36 million). The Group's share of provisions made by the joint venture was $1 million (December 31, 2021: $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 March 31, 2022, the tax risks exposure of the Group's subsidiaries is estimated at $308 million, for which provisions of $67 million have been recorded in tax liabilities; representing the probable amount of eventual claims and required payments related to those risks (December 31, 2021: $343 million of which provisions of $69 million were recorded). The Group's share of comparable tax exposure and provisions in its joint ventures amounts to $77 million (December 31, 2021: $68 million) and $5 million (December 31, 2021: $3 million), respectively.

Capital commitments

At March 31, 2022, the Company and its subsidiaries had fixed commitments to purchase network equipment, other fixed assets and intangible assets of $676 million of which $476 million are due within one year (December 31, 2021: $761 million of which $428 million are due within one year). The Group's share of commitments in the joint ventures is $36 million and $36 million. (December 31, 2021: $41 million and $41 million).

13. RELATED PARTY

The following transactions were conducted with related parties:

in millions of U.S. dollars	Three months ended March 31, 2022	Three months ended March 31, 2021
Expenses		
Purchases of goods and services from Miffin (i)	—	(49)
Purchases of goods and services from EPM	(10)	(10)
Other expenses	(2)	(5)
Total	**(13)**	**(64)**
Income / gains		
Sale of goods and services to Miffin (i)	—	89
Sale of goods and services to EPM	3	4
Other revenue	—	1
Total	**3**	**93**

(i) Miffin entities are not considered as related parties since November 12, 2021 (see note 3).

The Group had the following balances with related parties:

in millions of U.S. dollars	As at March 31, 2022	As at December 31, 2021
Liabilities		
Payables to Honduras joint venture (i)	69	69
Payables to EPM	43	15
Payables to Panama non-controlling interests	23	1
Other accounts payable (ii)	2	2
Total	**137**	**87**

(i) Mainly advances for dividends expected to be declared in 2022.

(ii) Following Tanzania's classification as held for sale (see note 4), WIOCC is not considered as a related party anymore.

in millions of U.S. dollars	As at March 31, 2022	As at December 31, 2021
Assets		
Receivables from Honduras joint venture (i)	55	62
Receivables from EPM	3	2
Receivables from Panama non-controlling interests	3	1
Other accounts receivable (ii)	—	5
Total	**61**	**70**

(i) In November 2020, our operations in Honduras completed a shareholding restructuring whereby Telefónica Celular S.A. acquired the shares of Navega S.A. de C.V. from its existing shareholders. The sale consideration is payable in several installments with a final settlement in November 2023. As of March 31, 2022, $17 million out of a total receivable of $46 million is due after more than one year and therefore disclosed in non-current assets. During 2022, our operations in Honduras repaid $8 million to Millicom.

(ii) Following Tanzania's classification as held for sale (see note 4), WIOCC is not considered as a related party anymore.

14. 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, 2022 and December 31, 2021:

in millions of U.S. dollars	Carrying value		Fair value	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Financial liabilities				
Debt and financing	7,423	7,744	7,284	7,817

(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 and the 2027 SEK 2,2 billion (approximately $213 million and $234 million, respectively, using the exchange rate as at March 31, 2022) senior unsecured sustainability bonds issued in May 2019 and January 2022, respectively). 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 dates are May 2024 and January 2027, respectively. The hedging relationships are highly effective and related fluctuations are recorded through other comprehensive income. At March 31, 2022, the fair values of the swaps amount to an asset of $6 million (December 31, 2021: an asset of $6 million).

Colombia and El Salvador operations have 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, 2022, the fair value of El Salvador amount to nil, (December 31, 2021: a liability of $1 million) and the fair value of Colombia swaps amount to an asset of $7 million (December 31, 2021: an asset of $15 million). On January 19, 2022, a portion of the cross-currency swaps with Bancolombia and JP Morgan were settled in cash for an amount of $8 million.

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

Call and put options - Panama

As of March 31, 2022, the put option liability is valued at $290 million similar to what Millicom reported as of December 31, 2021, as there were no significant developments in assumptions indicating a significant change in Panama operations' valuation.

The call option, having a strike price at initial Transaction price +10% interest p.a (exercisable from June 14, 2022 to July 14, 2022), has been valued at $0.3 million.

There are no other derivative financial instruments with a significant fair value at March 31, 2022.

15. SUBSEQUENT EVENTS

Tanzania divestiture

On April 5, 2022, Millicom closed the previously-announced disposal of its operations in Tanzania to a consortium led by Axian, a pan-African group., thereby completing our exit from the African region. In accordance with the terms of the sale, Axian has assumed ownership of the business, including its debt and other obligations, and Millicom has received net cash consideration of approximately $100 million.

Financing

On April 13, 2022, MIC S.A. repaid an additional $100 million on the bridge loan agreement entered into on November 10, 2021 for the acquisition of the remaining 45% equity interest in its Guatemala joint venture business. As of April 28, 2022, $350 million of this bridge facility remained outstanding.