



MILlicom INTERNATIONAL CELLULAR SA

FOR IMMEDIATE RELEASE

Wednesday, November 3, 1999

MILlicom INTERNATIONAL CELLULAR SA ANNOUNCES STRONG WORLDWIDE OPERATING RESULTS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 1999

- 10% Sequential Increase in Cellular Revenue in the Third Quarter
- More than 8% Sequential Increase in Cellular EBITDA in the Third Quarter
 - 74% Annualized Increase in Proportional Subscribers*
- Three fold EBITDA Increase in the Third Quarter for MIC Systems
 - 57% Annualized Increase in Revenue for MIC Systems

New York, London and Luxembourg – November 3, 1999 – Millicom International Cellular SA (Nasdaq Stock Market: MICC), the worldwide cellular telephone operator, today announced results for the quarter and nine months ended September 30, 1999.

Financial summary for the nine months ended September 30

	MIC Cellular 1999	SEC 1999	Total			Change
			1999	1998		%
Worldwide subscribers: (i)						
- proportional cellular	1,177,223	22,170	1,199,393	688,648	*	74
- gross cellular	1,852,120	63,344	1,915,464	1,167,522	*	64
Gross fixed-line	-	2,201,926	2,201,926	541,694		306
US\$ '000						
Revenues	329,120	72,678	401,798	337,493		19
Operating profit (loss):						
- before depreciation and amortization (EBITDA) (ii)	134,670	(42,000)	92,670	101,342		-
- before financing and taxes (iii)			195	93,994		-
Retained losses			(127,146)	(25,477)		-
Loss per common MIC share (US\$)			(2.61)	(0.52)		
Weighted average number of shares (thousands)			48,712	48,886		

* Excluding Divested Operations

(i) Subscriber figures represent the worldwide total number of subscribers of cellular systems in which MIC has an ownership interest. They do not include the subscribers of NetCom AB, in which MIC has a 5.77% interest.

(ii) EBITDA, operating profit before interest, taxation, depreciation and amortization, is derived by deducting cost of revenues, sales and marketing costs, and general and administrative costs from revenues.

(iii) 1998 comparative includes \$69.6 million gain on disposal of assets.

Marc Beuls, MIC's President and Chief Executive Officer stated, "MIC reported a strong sequential quarterly increase in revenues of 10% in the third quarter. We experienced strong revenue growth across all of our operations without reducing average EBITDA margins. Network capacity has been increased to reflect the strong demand environment and this, in association with increased sales and marketing spend, will drive further revenue growth in the fourth quarter and beyond. We have been very encouraged by the significant revenue and EBITDA growth in the third quarter generated by MIC Systems which underpins its strong international market position and the substantial progress that SEC has made in leveraging its strong Tele2 brand name and dominant market position in the newly deregulated European telecommunications markets."

1.1

1.2 FINANCIAL AND OPERATIONAL HIGHLIGHTS

- Double digit quarterly revenue growth;
- Continuing Quarterly EBITDA Increase – 8% in the third quarter;
- Excluding divested operations, MIC's cellular operations reported the following subscriber increases:
 - An increase of worldwide proportional cellular subscribers of 74% to 1,199,393 over the twelve months ended September 30, 1999;
 - An increase of worldwide gross cellular subscribers of 64% to 1,915,464 over the twelve months ended September 30, 1999;
 - Net new cellular subscribers in the third quarter 1999 were 174,627, an 11% improvement over the three months ended September 30, 1998;
 - Net new prepaid subscribers during the three months ended September 30, 1999 totaled 167,426;
- In October, MIC announced the appointment of Mr David Worcester as Chief Financial Officer;
- In October, MIC reduced its investment interest in NetCom AB from 6.64% to 5.77% raising approximately \$34.8 million net of commission;
- In October, MIC increased its equity ownership in Comcel in Guatemala from 47.0% to 55.0%;
- Financially MIC, excluding Société Européenne de Communication ("SEC"), achieved (exclusive of divestments):
 - Significant increase in EBITDA for the third quarter, up more than 18% to \$47.4 million compared to the same period in 1998;
 - Substantial improvement in EBITDA margins to 40.3% in the third quarter of 1999 from 38.7% in the same period of 1998;
 - Year to date Cost of Revenue reduction of over 8%;
 - Decrease of General & Administrative costs of over 4%, year to date, relative to the same period of 1998;
- SEC has achieved the following:
 - 2,201,926 active fixed-line subscribers at September 30, 1999, an increase of 38% over the second quarter of 1999;
 - Revenues of DEM164.7 million with operating losses before financing and taxes of DEM110.0 million for the third quarter of 1999. MIC proportionally accounts for its 35% interest in SEC;
 - Shares commenced trading on the Stockholm Stock Exchange O-List, in addition to its listings in Luxembourg, Frankfurt and the Nasdaq;

- SEC signed a franchise agreement with the leading Scandinavian Internet portal, Everyday.com;
- SEC launched the wholly owned Intellinet selling residential routers, and C³ selling prepaid calling cards in France.

1.3

1.4 REVIEW OF OPERATIONS

1.4.1 THIRD QUARTER REVENUE GROWTH

During the initial months of 1999, MIC has focused considerable attention on boosting its revenues. Through a combination of focus on the requirements of market segments, penetration into broader sectors of potential markets with prepaid, increased value added services if appropriate, plus, if cost justified, increased market coverage, the results are both significant and extremely encouraging.

This revenue growth was across all regions despite some weakness in certain of our Asian and Russian markets. MIC was therefore able to report a double digit percentage quarterly increase in revenue for its core activities.

Regional quarterly revenue growth in the third quarter was as follows: Sanbao Telecom (Asia) 9%, MIC Latin America 8%, FORA Telecom (Russia) 7%, MIC Africa 8% and, most significantly, MIC Systems up 57%, benefiting from seasonal international roaming and the introduction of domestic roaming in the third quarter of 1999.

1.4.2

1.4.3 SUBSCRIBER GROWTH

1.4.4

1.4.5 Cellular operations

In the third quarter of 1999, MIC's worldwide operations added a significant 174,627 net new cellular subscribers compared to 157,907 net subscriber additions recorded in the same period of 1998, excluding divestitures. During the twelve month period ended September 30, 1999, MIC's worldwide cellular subscriber base grew by 64% to 1,915,464 cellular subscribers from 1,167,522, excluding divested operations. Proportional cellular subscribers grew by 74% to 1,199,393 cellular subscribers in the period to the ended of September 1999 compared to 688,648 subscribers at the end of September 1998. Proportional subscribers are calculated as the sum of MIC's proportional ownership share of subscribers in each operation.

In addition, the Company has a 5.77% interest in NetCom AB which owns 100% of Comviq GSM AB, a Swedish GSM cellular operator, and 25% of NetCom asa, a Norwegian cellular operator. The subscribers to these systems are not included in MIC's cellular subscriber numbers.

Within the 1,915,464 cellular subscribers reported in the third quarter, 1,154,447 subscribers were prepaid customers, representing a 164% increase on the 438,052 prepaid customers reported in September 1998. Prepaid subscribers currently represent 96% of net new additions and 60% of gross reported cellular subscribers.

In the third quarter of 1999, MIC's six operations in Latin America showed a faster rate of subscriber additions than in quarter two, adding 134,150 net new cellular subscribers, an increase of 25% compared to the second quarter. Sanbao Telecom continued to grow, adding 21,421 net new cellular

subscribers during the three month period, despite the negative impact of the Philippine operation, which experienced a net loss of 10,071 subscribers over the quarter. Following the successful launch of MIC's first prepaid only system in Senegal in April, 1999, this operation has experienced significant growth, representing 53% of net new subscriber additions in Africa for the third quarter.

1.4.6 SEC fixed operations

SEC announced a total of 2,201,926 active fixed line subscribers as of September 30, 1999 representing a 191% increase over the 755,988 customers announced at December 31, 1998. SEC includes Tele2 Europe, which provides national and international long distance telephony services in the Netherlands, Germany, Switzerland, Austria, France and Italy. In October 1999, Tele2 operations were launched in the Grand-Duchy of Luxembourg, where it intends to offer fixed line telephony services in the near future.

1.5 FINANCIAL RESULTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 1999

1.5.1

1.5.2 MIC excluding SEC and divested operations

Total revenues for the first nine months of 1999 were \$329 million compared to \$305 million for the same period of 1998, an increase of 8%, excluding divested operations. Sanbao Telecom revenues increased by 14% from the first nine months of 1998 to the first nine months of 1999, by 15% in Latin America and 20% in Africa which was supported by the success of the launch of service in Senegal.

In Russia, revenues decreased by 43% in the first nine months of 1999 compared to the same period of 1998 primarily as a result of the depreciation of the rouble. However, the roll out of prepaid in Russia is encouraging revenue growth as prepaid subscriptions are less impacted by economic volatility.

MIC Systems evidenced particularly strong growth with revenue up from \$11.5 million to \$16.1 million, an increase of 252%.

Cellular operating profit before depreciation and amortization (EBITDA) increased to a record \$134.7 million in the first nine months of 1999 compared to \$107.2 million in the comparable period of 1998, an increase of 26%. The cellular operating profit margin before depreciation and amortization, or EBITDA margin, increased to a record 41% for the first nine months of 1999 compared to 35% for the first nine months of 1998. EBITDA margin improvements were particularly strong within Sanbao Telecom.

In similar vein as the desire, through specific focus, to enhance revenue, so MIC has applied a policy of continuously enhancing gross margin through, in particular, continuously reviewing and making interconnect agreements more favorable and structuring costs to get the maximum return with unnecessary expenditure being eliminated. This strategy is one that needs time to bear fruit and can only clearly be assessed in the medium term. Notably, despite revenue growth in the first nine months of 1999, relative to 1998, the Cost of Revenue has been reduced by 8% and General and Administrative costs by over 4%, excluding divested operations.

MIC recognizes that to enhance and maximize shareholder value, all elements of cost must be scrutinized and will continue to ensure this is the case. MIC also recognizes that sometimes resources have to be invested to optimize potential revenue streams, hence the increase in Sales and Marketing expenditure in the period of nearly 20%, excluding divested operations. Through continuous close review and analysis of cost, MIC believes that average EBITDA margins, over time, will be sustainable.

1.5.3 SEC

SEC reported that total revenues for the nine months ended September 30, 1999 were DEM377 million. The largest contributors to were Tele2's operations in Germany, Switzerland and the Netherlands which were driven by strong customer growth.

The operating loss before financing and taxes for the first nine months of 1999 was DEM269 million reflecting the sales and marketing expense necessary to support the substantial growth in SEC's subscriber base. The loss after taxation for the first nine months 1999 was DEM293 million or DEM0.93 per share.

SEC's reported results are consolidated in US dollars by MIC on a proportional basis.

1.5.4

1.5.5 MIC Group

The Group's net exchange losses were \$13.7 million for the first nine months of 1999 compared to losses of \$18.8 million in the same period of 1998. Losses in 1999 are mainly due the depreciation of currencies in some of our markets. The tax charge applicable to the Company's operations was \$15.4 million for the first nine months of 1999 compared to \$14.9 million for the first nine months of 1998.

1.6 FINANCIAL RESULTS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 1999

1.6.1 MIC excluding SEC and divested operations

Total revenues for the three months ended September 30, 1999 were \$117.5 million compared to \$103.8 million for the same period of 1998, excluding divested operations. Revenues across our core operations in Asia, Latin America and Africa increased by \$16.7 million from \$85.1 million in September 1998 to \$101.7 million in September 1999. The impact of economic uncertainty reduced revenues of the Russian operations by \$5.7 million for the third quarter of 1999 compared to the same period in 1998.

Total revenues in the third quarter increased by 17% for our African operations relative to the comparative 1998 period, due to organic growth and the success of the launch of operations in Senegal. Total revenues in Asia increased by 29% in the third quarter of 1999 compared to the same period in 1998.

MIC Systems had a strong third quarter in 1999 with a 57% increase in revenues compared to the same period in 1998.

EBITDA increased by 18% to \$47.4 million in the third quarter of 1999 compared to \$40.2 million in the comparable period of 1998 (excluding divested operations), with only one region, Russia, failing to increase. Significantly, Sanbao Telecom increased EBITDA by 94% to \$13.7 million compared to \$7.0 million in the third quarter of 1998, and in MIC Systems, EBITDA grew over nine fold from the comparable quarter in 1998.

1.6.2 SEC

SEC reported that total revenues for the three months ended September 30, 1999 were DEM 164.7 million an increase of 26% compared to the second quarter. Revenue growth was driven by strong subscriber growth but impacted by an anticipated 15% seasonal dip in usage per subscriber. The operating loss before financing and taxes for the third quarter of 1999 was DEM 110.0 million. The loss after taxes for the third quarter of 1999 was DEM 117.4 million.

MIC Group

Total revenues for the third quarter of 1999 were \$149.0 million compared to \$120.5 million for the same period of 1998, an increase of 24%. An operating loss before financing and taxes of \$2 million was incurred in the third quarter of 1999 compared to a profit of \$62.5 million in the comparable period of 1998, after recording a gain on exchange and disposal of assets of \$55.7 million. The net loss for the third quarter of 1999 was \$47.0 million compared to a net profit of \$17.7 million for the third quarter of 1998.

1.7 OPERATIONS

1.7.1

1.7.2 Investments

MIC announced, in October 1999, that it had increased its ownership in Comcel in Guatemala from 47.0% to 55.0%. The increase in MIC's interest in Comcel continues the intent to increase shareholdings where it is believed shareholder value can be enhanced.

1.7.3 Investing activities

In October 1999, MIC announced that it had sold 900,000 B shares from a total of 6,891,544 A and B shares held in NetCom AB. The disposal was made at an average price per share of SEK315.877, net of commission, raising a total consideration of SEK 284,289,282 (approximately \$34.8 million), resulting in a capital gain of approximately SEK217 million (\$24.7 million). On a fully diluted basis, MIC's investment in NetCom declined from 6.64% to 5.77%. The realization of this investment will assist MIC to fund the expansion of its core activities.

1.7.4 Wireless Data Communication Operations

MIC's subsidiary, Tele2 (UK) Limited, which holds a license to provide national telecommunications services throughout the UK, has continued to show positive results. Following the initial focus in the Thames Valley area, Tele2 (UK) is currently working on plans to undertake an aggressive marketing campaign in other cities within the United Kingdom, where demand is strong. Immediate expansion plans include the UK cities of Bradford, Leeds, Leicester and Nottingham.

As of September 30, 1999, Tele2 (UK) Limited reported 459 wireless broadband connections in the UK, an increase of 37% on the 335 connections reported at June 30, 1999. The 459 connections support more than 1,800 users in the Thames Valley and Reading area. Based on encouraging results in the UK, during 2000, MIC will look to roll out similar networks in markets where it has existing cellular networks and strong brand recognition. MIC has recently obtained additional frequency to facilitate further roll out in a number of other countries, including Argentina, El Salvador and Paraguay.

1.7.5 Development of Prepaid Services

As at September 30, 1999, MIC had successfully launched prepaid programs in 25 of its markets. FORA Telecom will increasingly be a major beneficiary of the rollout of the prepaid program. Currently, prepaid is offered in nine markets in Russia, with the intention to rollout the program in all markets. The most recent launch of prepaid was in Vietnam in October 1999 with initial results being very encouraging.

Prepaid is significantly increasing volume growth and penetration levels in all markets whilst at the same time reducing both subscriber acquisition costs and exposure to bad debt.

1.8 MANAGEMENT CHANGES

On October 7, 1999, MIC announced that Mr David Worcester had been appointed Chief Financial Officer ("CFO") of MIC.

Mr Worcester joined the Company in 1993 as CFO of Pakcom Limited, MIC's operation in Pakistan, where he became Chief Operating Officer ("COO") in 1995. Since returning to Luxembourg, he has held the positions of Vice President Finance and, most recently, Group Internal Audit Director.

As a consequence of in excess of six years working within the Group and his understanding of the operational and head office environments, combined with a considerable knowledge of the issues and people within the Group, Mr Worcester will make a significant contribution to the Group as it continues to expand and develop.

1.9 ACCOUNTING CHANGES

MIC has been requested by the United States Securities and Exchange Commission to restate its consolidated financial statements as of December 31, 1998. The effects of this restatement are to reflect full consolidation of certain subsidiaries which were previously proportionally consolidated, where the difference between the two methods was considered immaterial. Since January 1, 1999, MIC reflects full consolidation as defined above in its quarterly financial statements. In addition, certain reclassifications have been made to the 1998 restated accounts between amounts of liabilities due before / after more than one year.

Furthermore, MIC was required to change the format of its profit and loss statement. This is a presentational change, however, to make comparisons easier for the reader, MIC has included with this statement a copy of the year to date profit and loss statement in the format previously used.

Millicom International Cellular S.A. is a leading developer and operator of cellular telephone services worldwide with operations in Latin America, Asia, Europe and Africa. It currently has interests in 30 cellular operations in 19 countries. The Group's cellular operations have a combined population under license (excluding Sweden) of approximately 455 million people. In addition, MIC operates the world's largest GSM clearing house and also has a 35% interest in Société Européenne de Communication, an alternative provider of fixed line national and international long distance telephony services in Europe. SEC currently has licenses to operate fixed telephony services in 8 European countries, of which 7 are operational, together with one European cellular operation. The Company's shares are traded on the Nasdaq Stock Market under the symbol MICC.

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1.10 APPENDICES

- Consolidated statements of profit and loss for the three months ended September 30, 1999 and 1998.
- Consolidated statements of profit and loss for the nine months ended September 30, 1999 and 1998.
- Consolidated balance sheets as of September 30, 1999 and December 31, 1998.
- Consolidated statements of cashflows for the nine months ended September 30, 1999 and 1998.
- Consolidated statements of changes in shareholders' equity for the nine months ended September 30, 1999 and 1998.
- MIC Cellular quarterly analysis by region.
- Consolidated statements of profit and loss for the nine months ended September 30, 1999 and 1998 – old format

Millicom International Cellular S.A.
Consolidated statements of profit and loss
for the three months ended September 30, 1999 and 1998

	MIC Cellular		SEC		Total	
	1999 (Unaudited) US\$ '000	1998 (Unaudited) US\$ '000	1999 (Unaudited) US\$ '000	1998 (Unaudited) US\$ '000	1999 (Unaudited) US\$ '000	1998 (Unaudited) US\$ '000
Revenues	117,527	111,330	31,427	9,139	148,954	120,469
Operating expenses						
Cost of revenues (excluding depreciation and amortization)	(35,347)	(36,524)	(25,856)	(7,063)	(61,203)	(43,587)
Sales and marketing	(16,630)	(12,956)	(16,929)	(4,696)	(33,559)	(17,652)
General and administrative	(18,174)	(19,656)	(6,752)	(4,606)	(24,926)	(24,262)
Corporate and license acquisition costs					(6,832)	(7,965)
Depreciation and amortization					(24,471)	(20,200)
Operating (loss)/profit					(2,037)	6,803
Gain and loss on exchange and disposal of assets, net					0	55,680
Profit from associate companies					0	66
(Loss)/profit before financing and taxes					(2,037)	62,549
Interest expense					(42,373)	(36,953)
Interest income					8,808	6,418
Exchange loss, net					(4,051)	(8,449)
(Loss)/profit before taxes					(39,653)	23,565
Charges for taxes					(7,529)	(5,715)
(Loss)/profit after taxes					(47,182)	17,850
Minority interest					151	(122)
Retained (loss)/profit					(47,031)	17,728
Basic and diluted (loss) earnings per common share (US\$)					(0.97)	0.36
Weighted average number of shares outstanding in the period (in thousands)					48,571	49,283

Millicom International Cellular S.A.
Consolidated statements of profit and loss
for the nine months ended September 30, 1999 and 1998

	MIC Cellular		SEC		Total	
	1999 (Unaudited) US\$ '000	1998 (Unaudited) US\$ '000	1999 (Unaudited) US\$ '000	1998 (Unaudited) US\$ '000	1999 (Unaudited) US\$ '000	1998 (Unaudited) US\$ '000
Revenues	329,120	325,704	72,678	11,789	401,798	337,493
Operating expenses						
Cost of revenues (excluding depreciation and amortization)	(94,848)	(110,978)	(58,287)	(9,596)	(153,135)	(120,574)
Sales and marketing	(45,069)	(41,090)	(38,405)	(7,056)	(83,474)	(48,146)
General and administrative	(54,533)	(61,150)	(17,986)	(6,281)	(72,519)	(67,431)
Corporate and license acquisition costs					(24,214)	(25,121)
Depreciation and amortization					(68,327)	(52,336)
Operating profit					129	23,885
Gain and loss on exchange and disposal of assets, net					0	69,564
Profit from associate companies					66	545
Profit before financing and taxes					195	93,994
Interest expense					(118,603)	(106,411)
Interest income					22,600	21,331
Exchange loss, net					(13,671)	(18,825)
Loss before taxes					(109,479)	(9,911)
Charges for taxes					(15,433)	(14,905)
Loss after taxes					(124,912)	(24,816)
Minority interest					(2,234)	(661)
Retained losses					(127,146)	(25,477)
Basic and diluted loss per common share (US\$)					(2.61)	(0.52)
Weighted average number of shares outstanding in the period (in thousands)					48,712	48,886

Millicom International Cellular S.A.
Consolidated balance sheets
as at September 30, 1999 and December 31, 1998

	September 30, 1999 (Unaudited) US\$ '000	December 31, 1998 As Restated (Unaudited) US\$ '000
<u>1.10.1 Assets</u>		
1.10.2 Fixed assets		
Intangible assets		
Goodwill	95,055	61,873
Licenses	259,621	244,893
Deferred costs and other non-current assets, net	44,506	45,708
Tangible assets	531,725	489,371
Financial assets		
Investments	262,504	286,477
Convertible debt from joint venture, net	16,167	-
Amounts due from affiliated companies	3,595	2,865
Pledged deposits	25,541	35,657
Deferred taxation	392	392
Total fixed assets	1,239,100	1,167,225
1.10.3 Current assets		
Inventories	14,675	12,946
Debtors		
Trade debtors, net	98,092	69,763
Amounts due from joint ventures	39,231	64,700
Amounts due from affiliates	1,230	10,697
Prepaid and other current assets	77,704	58,282
Time deposits	48,971	181,376
Cash and cash equivalents	51,009	54,177
Total current assets	330,912	451,941
Total assets	1,570,012	1,619,166

Millicom International Cellular S.A.
Consolidated balance sheets
as at September 30, 1999 and December 31, 1998

	September 30, 1999 (Unaudited) US\$ '000	December 31, 1998 As Restated (Unaudited) US\$ '000
<u>1.10.4 Shareholders' equity and liabilities</u>		
1.10.5 Shareholders' equity		
Share capital and premium	275,309	272,748
Treasury stock	(57,040)	(49,200)
Legal reserve	294	294
Retained loss brought forward	(126,593)	(180,782)
(Loss) profit for the period	(127,146)	(54,189)
Marketable securities valuation reserve	177,576	202,482
Currency translation reserve	(26,731)	(12,398)
	<hr/> 115,669	<hr/> 287,332
1.10.6 Total shareholders' equity		
	<hr/>	<hr/>
1.10.6.1	3,605	2,531
1.10.6.2 Minority interest		
	<hr/>	<hr/>
1.10.7 Liabilities		
Liabilities due after more than one year		
Deferred taxation	32,104	34,140
Corporate subordinated debt	774,145	701,774
Other debt and financing	229,680	210,240
	<hr/> 1,035,929	<hr/> 946,154
Liabilities due within one year		
Other debt and financing	156,912	177,786
Trade creditors	106,560	81,135
Amounts due to shareholders	4,909	4,949
Amounts due to affiliated companies	8,798	22,294
Accrued expenses and other current liabilities	137,636	96,996

		<u>414,815</u>	<u>383,160</u>
1.10.8	Total liabilities	<u>1,450,74</u>	<u>1,329,31</u>
1.10.9	Total shareholders' equity and liabilities	<u>1,570,01</u>	<u>1,619,17</u>
		<u><u> </u></u>	<u><u> </u></u>

Millicom International Cellular S.A.
Consolidated statements of cash flows
for the nine months ended September 30, 1999 and 1998

	1999	1998
	(Unaudited)	(Unaudited)
	US\$ '000	US\$ '000
Net cash (used) provided by operating activities	19,859	59,348
Cash flow from investing activities	16,558	(81,574)
Cash flow from financing activities	(33,114)	38,850
Cash effect of exchange rate changes	(6,471)	(3,229)
Net (decrease) increase in cash and cash equivalents	(3,168)	13,395
Cash and cash equivalents, beginning	54,177	56,872
Cash and cash equivalents, ending	51,009	70,267

Millicom International Cellular S.A.

1.10.10 Consolidated statement of changes in shareholders' equity

1.10.10.1.1.1 for the nine months ended September 30, 1999 and 1998

	1999	1998
	(Unaudited)	(Unaudited)
	US\$ '000	US\$ '000
Shareholders' equity at January 1,	287,332	112,421
Company purchase of shares	(7,840)	(2,831)
Shares issued/sold via exercise of share options	2,562	9,549
Net (loss) earnings in period	(127,146)	(25,477)
Movement in marketable securities valuation	(24,906)	71,372
Movement in currency translation reserve	(14,333)	4,212
Shareholders' equity at September 30,	115,669	169,246

Millicom International Cellular S.A.
MIC Cellular
Quarterly analysis by region

	99 Q3	99 Q2	99 Q1	98 Q4	98 Q3
2 Gross cellular subscribers					
Sanbao Telecom	579,0	557,6	525,6	490,6	440,7
MIC Latin America	1,0	944,2	837,0	684,2	543,6
FORA Telecom	118,8	119,3	118,7	120,5	115,1
MIC Africa	75,8	66,1	50,9	48,1	42,1
SEC	63,5	53,4	44,5	36,5	25,7
	1,9	1,7	1,5	1,3	1,1
Divested operations	0	0	0	0	234,7
Total	1,9	1,7	1,5	1,3	1,4

3 Proportional cellular subscribers

Sanbao Telecom	327,2	316,2	295,4	274,0	244,9
MIC Latin America	752,9	653,8	573,2	462,7	361,8
FORA Telecom	42,5	42,5	42,1	43,0	41,8
MIC Africa	54,5	47,3	37,3	34,8	31,0
SEC	22,1	18,6	15,5	12,7	9,0
Total	1,1	1,0	963,7	827,4	688,6
Divested operations	0	0	0	0	59,9
Total	1,1	1,0	963,7	827,4	748,6

Revenue (US\$ '000)

Sanbao Telecom	32,0	29,4	26,3	26,8	24,8
MIC Latin America	60,5	55,9	57,5	55,0	52,4
FORA Telecom	8,4	7,9	8,2	9,6	14,1
MIC Africa	9,1	8,4	8,3	7,9	7,7
MIC Systems	7,1	4,5	4,4	4,6	4,5
	117,3	106,3	104,9	104,1	103,7
Other (including divested activities)	147	116	129	5,3	7,5
Total	117,5	106,4	105,1	109,4	111,3

EBITDA (US\$ '000)

Sanbao Telecom	13,6	13,1	10,4	7,8	7,0
MIC Latin America	25,6	25,3	27,1	24,8	26,8
FORA Telecom	1,5	1,6	1,7	880	2,7
MIC Africa	3,5	3,5	4,1	3,4	3,4
MIC Systems	2,8	1,0	564	675	309
	46,9	44,5	43,9	37,7	40,4
Other (including divested activities)	468	(815)	(447)	2,8	1,7
Total	47,5	43,7	43,5	40,5	42,1

Millicom International Cellular S.A.
Consolidated statements of profit and loss
for the nine months ended September 30, 1999 and 1998 – Old Format

	MIC Cellular		SEC		Total	
	1999	1998	1999	1998	1999	1998
	(Unaudited) US\$ '000	(Unaudited) US\$ '000	(Unaudited) US\$ '000	(Unaudited) US\$ '000 1 month	(Unaudited) US\$ '000	(Unaudited) US\$ '000
Revenues	329,120	325,704	72,678	11,789	401,798	337,493
Cost of revenues	<u>(94,848)</u>	<u>(110,978)</u>	<u>(58,287)</u>	<u>(9,596)</u>	<u>(153,135)</u>	<u>(120,574)</u>
Gross profit from operations	234,272	214,726	14,391	2,193	248,663	216,919
Operating expenses						
Sales and marketing	(45,069)	(41,090)	(38,405)	(7,056)	(83,474)	(48,146)
General and administrative	<u>(54,533)</u>	<u>(61,150)</u>	<u>(17,986)</u>	<u>(6,281)</u>	<u>(72,519)</u>	<u>(67,431)</u>
Operating profit/(loss) before depreciation & amortization	<u>134,670</u>	<u>112,486</u>	<u>(42,000)</u>	<u>(11,144)</u>	92,670	101,342
Depreciation and amortization					(68,327)	(52,336)
Operating profit					<u>24,343</u>	<u>49,006</u>
Gain and loss on exchange, disposal and write-down of assets, net					0	69,564
Profit from associate companies					66	545
Corporate and license acquisition costs					(24,214)	(25,121)
Profit before financing and taxes					<u>195</u>	<u>93,994</u>
Interest expense					(118,603)	(106,411)
Interest income					22,600	21,331
Exchange loss, net					(13,671)	(18,825)
Loss before taxes					<u>(109,479)</u>	<u>(9,911)</u>
Charges for taxes					(15,433)	(14,905)
Loss after taxes					<u>(124,912)</u>	<u>(24,816)</u>
Minority interest					(2,234)	(661)
Group loss after taxes					<u><u>(127,146)</u></u>	<u><u>(25,477)</u></u>
Basic and diluted (loss) per common share (US\$)					(2.61)	(0.52)
Weighted average number of shares outstanding in the period (in thousands)					48,712	48,886