

TAX BY COUNTRY

2023

TELE2


Tele2 Group

Tele2 Group is an integrated provider of fixed and mobile connectivity and entertainment services. Its primary geographical markets are Sweden and the three Baltic States; Lithuania, Latvia, and Estonia. Since Tele2 was founded in 1993 it has continued to challenge prevailing norms. Today, the group's network enables mobile and fixed connectivity, telephony, data network services, TV, streaming and global IoT solutions for millions of customers. Customer satisfaction and smart combined offerings are driving growth. Tele2 has been listed on Nasdaq Stockholm since 1996 and has around 4,500 employees. Tele2's consolidated financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) as endorsed by the EU Commission. The financial statements of Tele2 have been published on [tele2.com](https://www.tele2.com).





At Tele2, we believe that the success of the company depends on the success of the societies in which it operates. Sustainable growth in society and sound business practices go hand in hand. In order to maintain a sustainable business model and help build a better society, we have to take responsibility for the impact our operations have on the world around us.¹ It is therefore our obligation to give a fair tax contribution to the development of the countries in which we operate. Tele2's ambition is to act with integrity and transparency to enable relevant stakeholders to understand our tax affairs and tax strategy.



Introduction

The Income tax by country report presents financial information for fiscal year 2023 related to our main markets. This report is based on the Country by country reporting (CbCR) requirements which is part of the OECD's Base Erosion and Profit shifting (BEPS) Action Plan 13.

The report contains information about the main business activities, total income, income before tax, tax accrued, income tax paid and average number of employees.

Our main markets Sweden, Lithuania, Latvia and Estonia represents more than 98% of the Group's financials. Other geographical markets that we operate in are presented as "Other tax jurisdictions".

Sek million	Sweden ¹⁾	Lithuania ²⁾	Latvia ²⁾	Estonia ²⁾	Other tax jurisdictions	Total
Unrelated party income	22,544	3,862	1,982	965	214	29,567
Related party income	2,332	314	136	19	4	2,804
Total income	24,876	4,175	2,118	984	218	32,370
Profit before income tax	2,533	1,378	656	22	19	4,609
Tax accrued	742	176	130	18	1	1,067
Tax paid	669	169	131	17	0	987
Average number of employees	2,666	659	455	337	3	4,120

- 1) Main business activities in Sweden: providing mobile and fixed connectivity, telephony, data network services, TV, streaming and global IoT solutions.
- 2) Main business activities in the Baltics: providing mobile-centric bundle of telephony and broadband services.

Definitions and reconciliation with the Annual and sustainability report

Unrelated party income

The sum of revenue and income of all the group companies within Tele2 generated from transactions with external parties.

Unrelated party income includes revenue, other operating income, interest income and other financial income. This is a deviation from our financial statements according to IFRS where revenue is included in the revenue line and other operating income, interest income and other financial income are presented in other rows in the income statement.

Related party income

The sum of revenue and income of all the group companies within Tele2 generated from transactions with group companies.

Related party income includes revenue, other operating income, interest income and other financial income and is eliminated in the consolidated financial statements.

Total income

The summation of unrelated party income and related party income.

Total income	32,370
Related party income	-2,804
Income presented on other rows	-468
Revenue according to IFRS ¹⁾	29,099

1) Revenue in our Consolidated income statement in the Annual and sustainability report for 2023

Definitions and reconciliation with the Annual and sustainability report

Profit before income tax

The sum of the profit (loss) before income tax. Group items that do not impact local taxable profits are excluded from this report.

In our consolidated financial statements according to IFRS all Group items are included.

Profit before income tax	4,609
Group items	-31
Profit after financial items according to IFRS ¹⁾	4,578

Income tax accrued

The sum of the accrued current tax expense recorded on the taxable profits/losses of the year. Deferred tax is excluded.

The consolidated financial statements according to IFRS includes tax accrued and deferred tax.

Income tax accrued	1,067
Deferred tax	-221
Income tax according to IFRS ²⁾	846

Income tax paid

The total amount of income tax paid during the relevant fiscal year.

Number of Employees

The average number of employees on a full-time equivalent basis.

1) Profit after financial items stated in our Consolidated income statement in the Annual and sustainability report for 2023

2) Income tax stated in our Consolidated income statement in the Annual and sustainability report for 2023