

**CommScope Holding Company, Inc.**  
**Condensed Consolidated Statements of Operations**  
(Unaudited -- In millions, except per share amounts)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2024	2023	2024	2023
Net sales	\$ 1,082.2	\$ 1,053.4	\$ 3,036.7	\$ 3,642.1
Cost of sales	647.1	673.2	1,909.9	2,320.1
Gross profit	435.1	380.2	1,126.8	1,322.0
Transition service agreement income	4.4	—	22.4	—
Operating expenses:				
Selling, general and administrative	203.4	186.4	565.5	602.1
Research and development	78.0	85.4	235.2	297.9
Amortization of purchased intangible assets	56.8	68.9	181.4	231.8
Restructuring costs (credits), net	(0.9)	22.0	30.6	43.1
Asset impairments	—	425.9	—	425.9
Total operating expenses	337.3	788.6	1,012.7	1,600.8
Operating income (loss)	102.2	(408.4)	136.5	(278.8)
Other income (expense), net	(6.8)	8.0	1.7	19.6
Interest expense	(168.0)	(171.3)	(503.2)	(504.9)
Interest income	2.6	3.4	8.3	7.8
Loss from continuing operations before income taxes	(70.0)	(568.3)	(356.7)	(756.3)
Income tax (expense) benefit	(26.7)	34.5	(41.2)	74.4
Loss from continuing operations	(96.7)	(533.8)	(397.9)	(681.9)
Income (loss) from discontinued operations, net of income tax (expense) benefit of \$(22.1), \$124.1, \$(74.7) and \$83.6, respectively	63.7	(294.9)	50.1	(243.8)
Net loss	(33.0)	(828.7)	(347.8)	(925.7)
Series A convertible preferred stock dividends	(16.4)	(15.5)	(48.6)	(45.9)
Net loss attributable to common stockholders	\$ (49.4)	\$ (844.2)	\$ (396.4)	\$ (971.6)
Basic:				
Loss from continuing operations per share	\$ (0.52)	\$ (2.59)	\$ (2.09)	\$ (3.46)
Earnings (loss) from discontinued operations per share	0.30	(1.39)	0.23	(1.17)
Loss per share	\$ (0.23)	\$ (3.98)	\$ (1.85)	\$ (4.62)
Diluted:				
Loss from continuing operations per share	\$ (0.52)	\$ (2.59)	\$ (2.09)	\$ (3.46)
Earnings (loss) from discontinued operations per share	0.30	(1.39)	0.23	(1.17)
Loss per share	\$ (0.23)	\$ (3.98)	\$ (1.85)	\$ (4.62)
Weighted average shares outstanding:				
Basic	215.9	211.9	213.9	210.4
Diluted (a)	215.9	211.9	213.9	210.4
(a) Calculation of diluted loss per share:				
Net loss attributable to common stockholders (basic and diluted)	\$ (49.4)	\$ (844.2)	\$ (396.4)	\$ (971.6)
Weighted average shares (basic)	215.9	211.9	213.9	210.4
Dilutive effect of equity-based awards	—	—	—	—
Denominator (diluted)	215.9	211.9	213.9	210.4

See notes to unaudited condensed consolidated financial statements included in our Form 10-Q.

**CommScope Holding Company, Inc.**  
**Condensed Consolidated Balance Sheets**  
(In millions, except share amounts)

	Unaudited September 30, 2024	December 31, 2023
<b>Assets</b>		
Cash and cash equivalents	\$ 392.1	\$ 500.3
Accounts receivable, net of allowance for doubtful accounts of \$17.9 and \$24.3, respectively	664.8	592.1
Inventories, net	843.5	900.8
Prepaid expenses and other current assets	178.0	135.0
Current assets held for sale	1,345.5	734.4
Total current assets	<u>3,423.9</u>	<u>2,862.6</u>
Property, plant and equipment, net of accumulated depreciation of \$757.5 and \$713.4, respectively	365.0	433.3
Goodwill	2,906.9	2,897.7
Other intangible assets, net	1,276.2	1,459.5
Deferred income taxes	553.6	614.4
Other noncurrent assets	285.1	274.6
Noncurrent assets held for sale	—	829.8
Total assets	<u>\$ 8,810.7</u>	<u>\$ 9,371.9</u>
<b>Liabilities and Stockholders' Deficit</b>		
Accounts payable	\$ 381.7	\$ 330.7
Accrued and other liabilities	527.0	566.8
Current portion of long-term debt	1,306.6	32.0
Current liabilities held for sale	235.4	479.9
Total current liabilities	<u>2,450.7</u>	<u>1,409.4</u>
Long-term debt	7,966.4	9,246.6
Deferred income taxes	101.0	94.8
Other noncurrent liabilities	404.4	406.9
Noncurrent liabilities held for sale	—	20.9
Total liabilities	<u>10,922.5</u>	<u>11,178.6</u>
Commitments and contingencies		
Series A convertible preferred stock, \$0.01 par value	1,210.7	1,162.1
Stockholders' deficit:		
Preferred stock, \$0.01 par value: Authorized shares: 200,000,000; Issued and outstanding shares: 1,210,682 and 1,162,085, respectively, Series A convertible preferred stock	—	—
Common stock, \$0.01 par value: Authorized shares: 1,300,000,000; Issued and outstanding shares: 215,857,513 and 212,108,634, respectively	2.3	2.3
Additional paid-in capital	2,522.9	2,550.4
Accumulated deficit	(5,300.9)	(4,953.1)
Accumulated other comprehensive loss	(243.2)	(266.7)
Treasury stock, at cost: 15,636,515 shares and 14,424,126 shares, respectively	(303.6)	(301.7)
Total stockholders' deficit	<u>(3,322.5)</u>	<u>(2,968.8)</u>
Total liabilities and stockholders' deficit	<u>\$ 8,810.7</u>	<u>\$ 9,371.9</u>

See notes to unaudited condensed consolidated financial statements included in our Form 10-Q.

**CommScope Holding Company, Inc.**  
**Condensed Consolidated Statements of Cash Flows <sup>(1)</sup>**  
**(Unaudited -- In millions)**

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
<b>Operating Activities:</b>				
Net loss	\$ (33.0)	\$ (828.7)	\$ (347.8)	\$ (925.7)
Adjustments to reconcile net income (loss) to net cash generated by operating activities:				
Depreciation and amortization	85.2	138.7	287.7	442.2
Equity-based compensation	8.3	11.3	21.1	35.5
Deferred income taxes	(4.9)	(188.0)	1.9	(249.9)
Asset impairments	—	895.1	17.2	895.1
Changes in assets and liabilities:				
Accounts receivable	81.4	200.6	(99.1)	375.0
Inventories	11.6	82.4	58.2	218.0
Prepaid expenses and other assets	(7.1)	(3.1)	(108.7)	13.2
Accounts payable and other liabilities	(35.6)	(113.6)	81.8	(524.8)
Other	16.3	(55.9)	82.9	(49.1)
Net cash generated by (used in) operating activities	122.2	138.8	(4.8)	229.5
<b>Investing Activities:</b>				
Additions to property, plant and equipment	(6.7)	(8.7)	(18.0)	(43.9)
Proceeds from sale of property, plant and equipment	—	0.1	0.2	41.8
Acquisition of a business	—	—	(45.1)	—
Other	—	—	8.6	20.4
Net cash generated by (used in) investing activities	(6.7)	(8.6)	(54.3)	18.3
<b>Financing Activities:</b>				
Long-term debt repaid	(8.0)	(8.0)	(24.0)	(24.0)
Long-term debt repurchases	—	(17.1)	—	(92.1)
Tax withholding payments for vested equity-based compensation awards	—	—	(1.8)	(8.9)
Other	—	—	—	2.1
Net cash used in financing activities	(8.0)	(25.1)	(25.8)	(122.9)
Effect of exchange rate changes on cash and cash equivalents	2.9	(4.3)	(2.5)	(4.1)
Change in cash and cash equivalents	110.4	100.8	(87.4)	120.8
Cash and cash equivalents at beginning of period	346.0	418.1	543.8	398.1
Cash and cash equivalents at end of period	<u>\$ 456.4</u>	<u>\$ 518.9</u>	<u>\$ 456.4</u>	<u>\$ 518.9</u>

(1) The cash flows related to discontinued operations have not been segregated. Accordingly, the Condensed Consolidated Statements of Cash Flows include the results of continuing and discontinued operations.

See notes to unaudited condensed consolidated financial statements included in our Form 10-Q.

**CommScope Holding Company, Inc.**  
**Reconciliation of GAAP Measures to Non-GAAP Adjusted Measures**  
**(Unaudited -- In millions, except per share amounts)**

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
<b>Loss from continuing operations, as reported</b>	\$ (96.7)	\$ (533.8)	\$ (397.9)	\$ (681.9)
Income tax expense (benefit), as reported	26.7	(34.5)	41.2	(74.4)
Interest income, as reported	(2.6)	(3.4)	(8.3)	(7.8)
Interest expense, as reported	168.0	171.3	503.2	504.9
Other (income) expense, as reported	6.8	(8.0)	(1.7)	(19.6)
Operating income (loss), as reported	\$ 102.2	\$ (408.4)	\$ 136.5	\$ (278.8)
Adjustments:				
Amortization of purchased intangible assets	56.8	68.9	181.4	231.8
Restructuring costs (credits), net	(0.9)	22.0	30.6	43.1
Equity-based compensation	7.3	9.4	18.3	29.1
Asset impairments	—	425.9	—	425.9
Transaction, transformation and integration costs	19.5	14.6	45.8	17.7
Acquisition accounting adjustments	—	0.4	—	1.3
Patent claims and litigation settlements	—	(3.5)	—	(3.5)
Recovery for Russian accounts receivable	—	—	—	(2.0)
Cyber incident costs	—	1.5	—	5.1
Depreciation	19.3	26.0	62.0	75.2
Total adjustments to operating income (loss)	102.0	565.2	338.1	823.7
<b>Non-GAAP adjusted EBITDA</b>	<b>\$ 204.2</b>	<b>\$ 156.8</b>	<b>\$ 474.6</b>	<b>\$ 544.9</b>
<b>Loss from continuing operations, as reported</b>	<b>\$ (96.7)</b>	<b>\$ (533.8)</b>	<b>\$ (397.9)</b>	<b>\$ (681.9)</b>
Adjustments:				
Total pretax adjustments to adjusted EBITDA	82.7	539.2	276.1	748.5
Pretax amortization of debt issuance costs and OID <sup>(1)</sup>	6.8	6.7	20.1	20.5
Pretax gain on debt transactions <sup>(2)</sup>	—	(8.6)	—	(19.1)
Tax effects of adjustments and other tax items <sup>(3)</sup>	(6.0)	(33.8)	44.3	(73.0)
<b>Non-GAAP adjusted net loss</b>	<b>\$ (13.2)</b>	<b>\$ (30.3)</b>	<b>\$ (57.4)</b>	<b>\$ (5.0)</b>
<b>GAAP loss from continuing operations per share, as reported <sup>(4)</sup></b>	<b>\$ (0.52)</b>	<b>\$ (2.59)</b>	<b>\$ (2.09)</b>	<b>\$ (3.46)</b>
<b>Non-GAAP adjusted diluted loss per share <sup>(5)</sup></b>	<b>\$ (0.05)</b>	<b>\$ (0.12)</b>	<b>\$ (0.22)</b>	<b>\$ (0.02)</b>

(1) Included in interest expense.

(2) Included in other income, net.

(3) The tax rates applied to adjustments reflect the tax expense or benefit based on the tax jurisdiction of the entity generating the adjustment. There are certain items for which we expect little or no tax effect.

(4) For all periods presented, GAAP loss from continuing operations per share was calculated using loss from continuing operations in the numerator, which includes the impact of the Series A convertible preferred stock dividend.

(5) Diluted shares used in the calculation of non-GAAP adjusted diluted loss per share are 266.3 million and 253.7 million for the three months ended September 30, 2024 and 2023, respectively, and 260.2 million and 253.0 million for the nine months ended September 30, 2024 and 2023, respectively.

See “Non-GAAP Financial Measures” above.

**CommScope Holding Company, Inc.**  
**Sales by Region**  
(Unaudited -- In millions)

**Sales by Region**

	Q3 2024	Q3 2023	% Change YOY
United States	\$ 714.6	\$ 693.2	3.1 %
Europe, Middle East and Africa	159.3	153.1	4.0
Asia Pacific	126.6	126.1	0.4
Caribbean and Latin America	47.5	50.0	(5.0)
Canada	34.2	31.0	10.3
<b>Total net sales</b>	<b>\$ 1,082.2</b>	<b>\$ 1,053.4</b>	<b>2.7 %</b>

**CommScope Holding Company, Inc.**  
**Segment Information**  
(Unaudited -- In millions)

**Segment Net Sales**

	Q3 2024	Q3 2023	% Change YOY
CCS	\$ 736.7	\$ 630.5	16.8 %
NICS	157.5	202.6	(22.3)
ANS	188.0	220.3	(14.7)
<b>Total net sales</b>	<b>\$ 1,082.2</b>	<b>\$ 1,053.4</b>	<b>2.7 %</b>

**Segment Adjusted EBITDA** <sup>(1)</sup>

	Q3 2024	Q3 2023	% Change YOY
CCS	\$ 173.9	\$ 80.9	115.0 %
NICS	27.8	39.2	(29.1)
ANS	18.7	56.2	(66.7)
Core adjusted EBITDA <sup>(2)</sup>	220.4	176.3	25.0
Corporate and other <sup>(3)</sup>	(16.2)	(19.5)	(16.9)
<b>Total segment adjusted EBITDA</b>	<b>\$ 204.2</b>	<b>\$ 156.8</b>	<b>30.2 %</b>

(1) See “Non-GAAP Financial Measures” above.

(2) Core financial measures reflect the results of the CCS, NICS (excluding DAS) and ANS segments, in the aggregate, and exclude general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment, since these costs were not directly attributable to these discontinued operations.

(3) The corporate and other line item above reflects general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment. These indirect expenses have been classified as continuing operations, since the costs were not directly attributable to these discontinued operations. Beginning in the first quarter of 2024, the corporate and other costs related to the Home segment have been reallocated to the remaining segments and partially offset by income from the Vantiva TSA. The corporate and other costs related to the OWN segment and DAS business unit will be reallocated to the remaining segments beginning in the first quarter of 2025.

**CommScope Holding Company, Inc.**  
**Reconciliation of GAAP to Segment Adjusted EBITDA**  
**(Unaudited -- In millions)**

**Third Quarter 2024 Segment Adjusted EBITDA Reconciliation**

	CCS	NICS	ANS	Corporate and other <sup>(1)</sup>	Total
<b>Operating income (loss), as reported</b>	\$ 136.5	\$ 9.1	\$ (18.0)	\$ (25.4)	\$ 102.2
Amortization of purchased intangible assets	18.1	12.7	24.3	1.7	56.8
Restructuring costs (credits), net	(0.6)	(0.2)	0.1	(0.2)	(0.9)
Equity-based compensation	2.8	1.9	2.2	0.4	7.3
Transaction, transformation and integration costs	3.6	2.8	5.7	7.4	19.5
Depreciation	13.5	1.5	4.3	—	19.3
<b>Segment adjusted EBITDA</b>	<b>\$ 173.9</b>	<b>\$ 27.8</b>	<b>\$ 18.7</b>	<b>\$ (16.2)</b>	<b>\$ 204.2</b>
<b>Segment adjusted EBITDA % of sales</b>	<b>23.6%</b>	<b>17.7%</b>	<b>9.9%</b>	<b>NM</b>	<b>18.9%</b>

**Third Quarter 2023 Segment Adjusted EBITDA Reconciliation**

	CCS	NICS	ANS	Corporate and other <sup>(1)</sup>	Total
<b>Operating income (loss), as reported</b>	\$ 26.3	\$ 21.3	\$ (429.8)	\$ (26.2)	\$ (408.4)
Amortization of purchased intangible assets	18.9	12.7	37.4	(0.1)	68.9
Restructuring costs, net	16.0	0.7	2.8	2.5	22.0
Equity-based compensation	3.7	2.0	2.6	1.1	9.4
Asset impairments	—	—	425.9	—	425.9
Transaction, transformation and integration costs	0.1	3.1	11.3	0.1	14.6
Acquisition accounting adjustments	—	0.2	—	—	0.4
Patent claims and litigation settlements	—	(3.5)	—	—	(3.5)
Cyber incident costs	0.7	0.2	0.3	0.3	1.5
Depreciation	15.2	2.5	5.6	2.7	26.0
<b>Segment adjusted EBITDA</b>	<b>\$ 80.9</b>	<b>\$ 39.2</b>	<b>\$ 56.2</b>	<b>\$ (19.5)</b>	<b>\$ 156.8</b>
<b>Segment adjusted EBITDA % of sales</b>	<b>12.8%</b>	<b>19.3%</b>	<b>25.5%</b>	<b>NM</b>	<b>14.9%</b>

(1) Includes general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment and are now classified as continuing operations, since the costs were not directly attributable to these discontinued operations.

NM – Not meaningful

Components may not sum to total due to rounding.

See “Non-GAAP Financial Measures” above.

**CommScope Holding Company, Inc.**  
**Reconciliation of GAAP to Segment Adjusted EBITDA**  
**(Unaudited -- In millions)**

**CommScope (including OWN & DAS) Adjusted EBITDA Reconciliation**

	<u>Q3 2024</u>	<u>Q3 2023</u>
<b>Operating income (loss), as reported</b>	<b>\$ 193.0</b>	<b>\$ (331.8)</b>
Amortization of purchased intangible assets	58.5	75.4
Restructuring costs (credits), net	(0.9)	20.0
Equity-based compensation	8.3	10.5
Asset impairments	—	425.9
Transaction, transformation and integration costs	28.7	14.5
Acquisition accounting adjustments	—	0.3
Patent claims and litigation settlements	—	(3.5)
Cyber incident costs	—	1.5
Depreciation	20.0	29.1
<b>Segment adjusted EBITDA</b>	<b>\$ 307.6</b>	<b>\$ 241.9</b>
<b>Segment adjusted EBITDA % of sales</b>	<b>21.8%</b>	<b>17.9%</b>

**CommScope Holding Company, Inc.**  
**Free Cash Flow**  
(Unaudited -- In millions)

**Free Cash Flow** <sup>(1)</sup>

	<u>Q3 2023</u>	<u>Q4 2023</u>	<u>Q1 2024</u>	<u>Q2 2024</u>	<u>Q3 2024</u>
<b>Cash flow from operations</b>	\$ 138.8	\$ 60.4	\$ (177.7)	\$ 50.8	\$ 122.2
Capital expenditures	(8.7)	(9.4)	(6.0)	(5.3)	(6.7)
<b>Free cash flow</b>	<u>130.1</u>	<u>51.0</u>	<u>(183.7)</u>	<u>45.5</u>	<u>115.5</u>

(1) The cash flows related to discontinued operations have not been segregated. Accordingly, the Condensed Consolidated Statements of Cash Flows include the results of continuing and discontinued operations.

**CommScope Holding Company, Inc.**  
**Adjusted Gross Profit and Adjusted Operating Expense**  
(Unaudited -- In millions)

**GAAP to Non-GAAP Adjusted Gross Profit**

	<u>Q3 2023</u>	<u>Q4 2023</u>	<u>Q1 2024</u>	<u>Q2 2024</u>	<u>Q3 2024</u>
<b>Gross profit, as reported</b>	<b>\$ 380.2</b>	<b>\$ 344.5</b>	<b>\$ 292.7</b>	<b>\$ 399.0</b>	<b>\$ 435.1</b>
Equity-based compensation	0.9	1.1	0.9	—	0.7
Acquisition accounting adjustments	0.3	—	0.1	—	—
Patent claims and litigation settlements	(3.5)	—	—	—	—
<b>Adjusted gross profit</b>	<b>\$ 377.9</b>	<b>\$ 345.6</b>	<b>\$ 293.7</b>	<b>\$ 399.0</b>	<b>\$ 435.8</b>
<b>Adjusted gross profit as % of sales</b>	<b>35.9%</b>	<b>37.4%</b>	<b>32.6%</b>	<b>37.9%</b>	<b>40.3%</b>

**GAAP to Non-GAAP Adjusted Operating Expense**

	<u>Q3 2023</u>	<u>Q4 2023</u>	<u>Q1 2024</u>	<u>Q2 2024</u>	<u>Q3 2024</u>
<b>Selling, general and administrative, as reported</b>	<b>\$ 186.4</b>	<b>\$ 181.2</b>	<b>\$ 175.1</b>	<b>\$ 187.0</b>	<b>\$ 203.4</b>
<b>Research and development, as reported</b>	<b>85.4</b>	<b>85.2</b>	<b>84.6</b>	<b>72.6</b>	<b>78.0</b>
<b>Operating expenses</b>	<b>\$ 271.8</b>	<b>\$ 266.4</b>	<b>\$ 259.7</b>	<b>\$ 259.6</b>	<b>\$ 281.4</b>
Equity-based compensation	8.5	8.4	8.9	1.1	6.6
Transaction, transformation and integration costs	14.6	9.4	6.6	19.9	19.5
Cyber incident costs	1.5	0.4	—	—	—
<b>Adjusted operating expense</b>	<b>\$ 247.2</b>	<b>\$ 248.2</b>	<b>\$ 244.2</b>	<b>\$ 238.6</b>	<b>\$ 255.3</b>
<b>Adjusted operating expense as % of sales</b>	<b>23.5%</b>	<b>26.9%</b>	<b>27.1%</b>	<b>22.6%</b>	<b>23.6%</b>

Components may not sum to total due to rounding.  
See “Non-GAAP Financial Measures” above.

**CommScope Holding Company, Inc.**  
**Reconciliation of GAAP Measures to Non-GAAP Adjusted Measures**  
(Unaudited -- In millions)

**Consolidated Adjusted EBITDA Outlook Reconciliation**

	<u>Outlook Range</u>	
	2024	
<b>Operating income</b>	<b>\$ 223</b>	<b>\$ 253</b>
Adjustments:		
Amortization of purchased intangible assets	232	237
Equity-based compensation	25	27
Restructuring costs, net and transaction and transformation costs	85	95
Depreciation	80	83
Total adjustments to operating income	<u>422</u>	<u>442</u>
<b>Adjusted EBITDA</b>	<b><u>\$ 645</u></b>	<b><u>\$ 695</u></b>

Our actual results may be impacted by additional events for which information is not currently available, such as additional restructuring activities, asset impairments, additional transaction, transformation and integration costs and other gains or losses related to events that are not currently known or measurable.

See "Forward-Looking Statements" and "Non-GAAP Financial Measures" above.

**Core Adjusted EBITDA Outlook Reconciliation**

	<u>Outlook Range</u>	
	2024	
<b>Core operating income <sup>(1)</sup></b>	<b>\$ 285</b>	<b>\$ 315</b>
Adjustments:		
Amortization of purchased intangible assets	232	237
Equity-based compensation	23	25
Restructuring costs, net and transaction and transformation costs	80	90
Depreciation	80	83
Total adjustments to core operating income <sup>(1)</sup>	<u>415</u>	<u>435</u>
<b>Core adjusted EBITDA <sup>(1)</sup></b>	<b><u>\$ 700</u></b>	<b><u>\$ 750</u></b>

(1) Core financial measures reflect the results of the CCS, NICS (excluding DAS) and ANS segments, in the aggregate, and exclude general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment, since these costs were not directly attributable to these discontinued operations. Beginning in the first quarter of 2024, these costs related to the Home segment have been reallocated to our remaining segments. These costs related to the OWN segment and DAS business unit will be reallocated to our remaining segments beginning in the first quarter of 2025.

Our actual results may be impacted by additional events for which information is not currently available, such as additional restructuring activities, asset impairments, additional transaction, transformation and integration costs and other gains or losses related to events that are not currently known or measurable.

See "Forward-Looking Statements" and "Non-GAAP Financial Measures" above.