

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS AND OPERATING DATA
(dollars in millions, except per share data)

	Three Months Ended March 31,		
	2022	2021	% Change
REVENUES:			
Internet	\$ 5,452	\$ 5,086	7.2 %
Video	4,346	4,344	0.1 %
Voice	391	399	(2.1)%
Residential revenue	10,189	9,829	3.7 %
Small and medium business	1,059	1,012	4.6 %
Enterprise	661	638	3.7 %
Commercial revenue	1,720	1,650	4.3 %
Advertising sales	383	344	11.5 %
Mobile	690	492	40.2 %
Other	218	207	5.2 %
Total Revenue	13,200	12,522	5.4 %
COSTS AND EXPENSES:			
Programming	2,977	2,988	(0.4)%
Regulatory, connectivity and produced content	556	600	(7.4)%
Costs to service customers	1,899	1,804	5.3 %
Marketing	826	751	10.1 %
Mobile	760	572	32.8 %
Other expense	969	862	12.5 %
Total operating costs and expenses (exclusive of items shown separately below)	7,987	7,577	5.4 %
Adjusted EBITDA	5,213	4,945	5.4 %
Adjusted EBITDA margin	39.5 %	39.5 %	
Depreciation and amortization	2,294	2,441	
Stock compensation expense	147	134	
Other operating expenses, net	1	302	
Income from operations	2,771	2,068	
OTHER INCOME (EXPENSES):			
Interest expense, net	(1,060)	(983)	
Other income, net	23	52	
	(1,037)	(931)	
Income before income taxes	1,734	1,137	
Income tax expense	(345)	(216)	
Consolidated net income	1,389	921	
Less: Net income attributable to noncontrolling interests	(186)	(114)	
Net income attributable to Charter shareholders	\$ 1,203	\$ 807	
EARNINGS PER COMMON SHARE ATTRIBUTABLE TO CHARTER SHAREHOLDERS:			
Basic	\$ 7.05	\$ 4.22	
Diluted	\$ 6.90	\$ 4.11	
Weighted average common shares outstanding, basic	170,688,127	191,404,527	
Weighted average common shares outstanding, diluted	174,500,472	205,872,536	

Adjusted EBITDA is a non-GAAP term. See page 6 of this addendum for the reconciliation of Adjusted EBITDA to net income attributable to Charter shareholders as defined by GAAP.

All percentages are calculated using whole numbers. Minor differences may exist due to rounding.

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(dollars in millions)

	March 31,	December 31,
	2022	2021
	(unaudited)	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 2,431	\$ 601
Accounts receivable, net	2,530	2,579
Prepaid expenses and other current assets	555	386
Total current assets	5,516	3,566
INVESTMENT IN CABLE PROPERTIES:		
Property, plant and equipment, net	34,173	34,310
Customer relationships, net	3,699	4,060
Franchises	67,347	67,346
Goodwill	29,563	29,562
Total investment in cable properties, net	134,782	135,278
OTHER NONCURRENT ASSETS		
	3,650	3,647
Total assets	\$ 143,948	\$ 142,491
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	\$ 9,386	\$ 9,461
Current portion of long-term debt	4,543	2,997
Total current liabilities	13,929	12,458
LONG-TERM DEBT		
	90,679	88,564
DEFERRED INCOME TAXES		
	19,070	19,096
OTHER LONG-TERM LIABILITIES		
	4,326	4,217
SHAREHOLDERS' EQUITY:		
Controlling interest	12,060	14,050
Noncontrolling interests	3,884	4,106
Total shareholders' equity	15,944	18,156
Total liabilities and shareholders' equity	\$ 143,948	\$ 142,491

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
(dollars in millions)

	Three Months Ended March 31,	
	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Consolidated net income	\$ 1,389	\$ 921
Adjustments to reconcile consolidated net income to net cash flows from operating activities:		
Depreciation and amortization	2,294	2,441
Stock compensation expense	147	134
Noncash interest income, net	(3)	(7)
Deferred income taxes	38	156
Other, net	(21)	(5)
Changes in operating assets and liabilities, net of effects from acquisitions and dispositions:		
Accounts receivable	49	144
Prepaid expenses and other assets	(185)	(182)
Accounts payable, accrued liabilities and other	(61)	149
Net cash flows from operating activities	3,647	3,751
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property, plant and equipment	(1,857)	(1,821)
Change in accrued expenses related to capital expenditures	10	(75)
Other, net	60	(60)
Net cash flows from investing activities	(1,787)	(1,956)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Borrowings of long-term debt	6,713	5,289
Repayments of long-term debt	(2,954)	(3,164)
Payments for debt issuance costs	(37)	(22)
Purchase of treasury stock	(3,333)	(3,652)
Proceeds from exercise of stock options	1	9
Purchase of noncontrolling interest	(416)	(507)
Distributions to noncontrolling interest	(2)	(39)
Other, net	(2)	62
Net cash flows from financing activities	(30)	(2,024)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,830	(229)
CASH AND CASH EQUIVALENTS, beginning of period	601	1,001
CASH AND CASH EQUIVALENTS, end of period	\$ 2,431	\$ 772
CASH PAID FOR INTEREST	\$ 982	\$ 1,017
CASH PAID FOR TAXES	\$ 29	\$ 20

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED SUMMARY OF OPERATING STATISTICS
(in thousands, except per customer and penetration data)

	Approximate as of		
	March 31, 2022 (a)	December 31, 2021 (a)	March 31, 2021 (a)
Footprint (b)			
Estimated Passings	54,739	54,521	53,708
Customer Relationships (c)			
Residential	30,035	29,926	29,361
SMB	2,163	2,143	2,071
Total Customer Relationships	32,198	32,069	31,432
Residential	109	103	282
SMB	20	17	20
Total Customer Relationships Quarterly Net Additions	129	120	302
Total Customer Relationship Penetration of Estimated Passings (d)	58.8 %	58.8 %	58.5 %
Monthly Residential Revenue per Residential Customer (e)	\$ 113.28	\$ 114.14	\$ 112.18
Monthly SMB Revenue per SMB Customer (f)	\$ 163.96	\$ 164.59	\$ 163.79
Residential Customer Relationships Penetration			
Single Play Penetration (g)	47.2 %	46.7 %	45.2 %
Double Play Penetration (g)	33.0 %	33.0 %	32.6 %
Triple Play Penetration (g)	19.8 %	20.4 %	22.2 %
% Residential Non-Video Customer Relationships	49.7 %	49.2 %	47.3 %
Internet			
Residential	28,301	28,137	27,357
SMB	1,973	1,952	1,877
Total Internet Customers	30,274	30,089	29,234
Residential	164	172	334
SMB	21	18	21
Total Internet Quarterly Net Additions	185	190	355
Video			
Residential	15,093	15,216	15,483
SMB	628	617	579
Total Video Customers	15,721	15,833	16,062
Residential	(123)	(71)	(156)
SMB	11	13	18
Total Video Quarterly Net Additions	(112)	(58)	(138)
Voice			
Residential	8,465	8,621	9,113
SMB	1,288	1,282	1,238
Total Voice Customers	9,753	9,903	10,351
Residential	(156)	(163)	(102)
SMB	6	9	14
Total Voice Quarterly Net Additions	(150)	(154)	(88)
Mobile Lines (h)			
Residential	3,805	3,448	2,605
SMB	132	116	70
Total Mobile Lines	3,937	3,564	2,675
Residential	357	363	285
SMB	16	17	15
Total Mobile Lines Quarterly Net Additions	373	380	300
Enterprise (i)			
Enterprise Primary Service Units ("PSUs")	274	272	261
Enterprise Quarterly Net Additions	2	3	2

- (a) We calculate the aging of customer accounts based on the monthly billing cycle for each account. On that basis, at March 31, 2022, December 31, 2021 and March 31, 2021, customers included approximately 164,900, 150,700 and 125,100 customers, respectively, whose accounts were over 60 days past due, approximately 51,600, 39,900 and 26,500 customers, respectively, whose accounts were over 90 days past due and approximately 74,800, 43,500 and 20,000 customers, respectively, whose accounts were over 120 days past due. The increase in past due accounts is predominately due to pre-existing balances for customers participating in government assistance programs through which a customer's monthly payment is subsidized by the federal government.
- (b) Passings represent our estimate of the number of units, such as single family homes, apartment and condominium units and SMB and enterprise sites passed by our cable distribution network in the areas where we offer the service indicated. These estimates are based upon the information available at this time and are updated for all periods presented when new information becomes available.
- (c) Customer relationships include the number of customers that receive one or more levels of service, encompassing Internet, video and voice services, without regard to which service(s) such customers receive. Customers who reside in residential multiple dwelling units ("MDUs") and that are billed under bulk contracts are counted based on the number of billed units within each bulk MDU. Total customer relationships exclude enterprise and mobile-only customer relationships.
- (d) Penetration represents residential and SMB customers as a percentage of estimated passings. Penetration excludes mobile-only customers.
- (e) Monthly residential revenue per residential customer is calculated as total residential quarterly revenue divided by three divided by average residential customer relationships during the respective quarter and excludes mobile revenue and customers.
- (f) Monthly SMB revenue per SMB customer is calculated as total SMB quarterly revenue divided by three divided by average SMB customer relationships during the respective quarter and excludes mobile revenue and customers.
- (g) Single play, double play and triple play penetration represents the number of residential single play, double play and triple play cable customers, respectively, as a percentage of residential customer relationships, excluding mobile.
- (h) Mobile lines include phones and tablets which require one of our standard rate plans (e.g., "Unlimited" or "By the Gig"). Mobile lines exclude wearables and other devices that do not require standard phone rate plans.
- (i) Enterprise PSUs represents the aggregate number of fiber service offerings counting each separate service offering at each customer location as an individual PSU.

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED RECONCILIATION OF NON-GAAP MEASURES TO GAAP MEASURES
(dollars in millions)

	Three Months Ended March 31,	
	2022	2021
Net income attributable to Charter shareholders	\$ 1,203	\$ 807
Plus: Net income attributable to noncontrolling interest	186	114
Interest expense, net	1,060	983
Income tax expense	345	216
Depreciation and amortization	2,294	2,441
Stock compensation expense	147	134
Other (income) expenses, net	(22)	250
Adjusted EBITDA (a)	<u>\$ 5,213</u>	<u>\$ 4,945</u>
Net cash flows from operating activities	\$ 3,647	\$ 3,751
Less: Purchases of property, plant and equipment	(1,857)	(1,821)
Change in accrued expenses related to capital expenditures	10	(75)
Free cash flow	<u>\$ 1,800</u>	<u>\$ 1,855</u>

(a) See page 1 of this addendum for detail of the components included within Adjusted EBITDA.

The above schedule is presented in order to reconcile Adjusted EBITDA and free cash flow, non-GAAP measures, to the most directly comparable GAAP measures in accordance with Section 401(b) of the Sarbanes-Oxley Act.

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED CAPITAL EXPENDITURES
(dollars in millions)

	Three Months Ended March 31,	
	2022	2021
Customer premise equipment (a)	\$ 469	\$ 489
Scalable infrastructure (b)	371	411
Line extensions (c)	542	399
Upgrade/rebuild (d)	146	145
Support capital (e)	329	377
Total capital expenditures	<u>\$ 1,857</u>	<u>\$ 1,821</u>

Capital expenditures included in total related to:

Commercial services	\$ 365	\$ 333
Mobile	\$ 74	\$ 112
Rural construction initiative (f)	\$ 232	\$ —

- (a) Customer premise equipment includes costs incurred at the customer residence to secure new customers and revenue generating units, including customer installation costs and customer premise equipment (e.g., digital receivers and cable modems).
- (b) Scalable infrastructure includes costs, not related to customer premise equipment, to secure growth of new customers and revenue generating units, or provide service enhancements (e.g., headend equipment).
- (c) Line extensions include network costs associated with entering new service areas (e.g., fiber/coaxial cable, amplifiers, electronic equipment, make-ready and design engineering).
- (d) Upgrade/rebuild includes costs to modify or replace existing fiber/coaxial cable networks, including betterments.
- (e) Support capital includes costs associated with the replacement or enhancement of non-network assets due to technological and physical obsolescence (e.g., non-network equipment, land, buildings and vehicles).
- (f) The rural construction initiative subcategory includes expenditures associated with our Rural Construction Initiative (for which separate reporting was initiated in 2022), excluding customer premise equipment and installation.