

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

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2022	2021	2022	2021
Net income attributable to Charter shareholders	\$ 1,185	\$ 1,217	\$ 3,859	\$ 3,044
Plus: Net income attributable to noncontrolling interest	182	190	605	442
Interest expense, net	1,160	1,016	3,329	3,003
Income tax expense	360	347	1,194	844
Depreciation and amortization	2,177	2,270	6,711	7,065
Stock compensation expense	109	98	360	332
Other expenses, net	239	148	76	521
Adjusted EBITDA	<u>\$ 5,412</u>	<u>\$ 5,286</u>	<u>\$ 16,134</u>	<u>\$ 15,251</u>
Net cash flows from operating activities	\$ 3,757	\$ 4,263	\$ 11,138	\$ 12,013
Less: Purchases of property, plant and equipment	(2,406)	(1,861)	(6,456)	(5,563)
Change in accrued expenses related to capital expenditures	156	74	284	(51)
Free cash flow	<u>\$ 1,507</u>	<u>\$ 2,476</u>	<u>\$ 4,966</u>	<u>\$ 6,399</u>

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.

UNAUDITED ALTERNATIVE PRESENTATION OF ADJUSTED EBITDA
(dollars in millions)

	Three Months Ended September 30,			Nine Months Ended September 30,		
	2022	2021	% Change	2022	2021	% Change
REVENUES:						
Internet	\$ 5,571	\$ 5,363	3.9 %	\$ 16,585	\$ 15,670	5.8 %
Video	4,379	4,502	(2.7)%	13,209	13,224	(0.1)%
Voice	391	409	(4.6)%	1,180	1,202	(1.9)%
Residential revenue	10,341	10,274	0.7 %	30,974	30,096	2.9 %
Small and medium business	1,082	1,062	1.9 %	3,221	3,116	3.4 %
Enterprise	673	656	2.6 %	2,003	1,930	3.8 %
Commercial revenue	1,755	1,718	2.2 %	5,224	5,046	3.5 %
Advertising sales	481	391	22.9 %	1,324	1,146	15.6 %
Mobile	750	535	40.2 %	2,166	1,546	40.1 %
Other	223	228	(2.1)%	660	636	3.7 %
Total Revenues	<u>13,550</u>	<u>13,146</u>	3.1 %	<u>40,348</u>	<u>38,470</u>	4.9 %
COSTS AND EXPENSES:						
Programming	2,871	2,983	(3.8)%	8,820	8,949	(1.4)%
Regulatory, connectivity and produced content	587	634	(7.4)%	1,742	1,902	(8.4)%
Costs to service customers	1,982	1,899	4.4 %	5,801	5,530	4.9 %
Marketing	861	788	9.3 %	2,493	2,280	9.4 %
Mobile	846	607	39.4 %	2,403	1,765	36.1 %
Other expense (a)	991	949	4.4 %	2,955	2,793	5.8 %
Total operating costs and expenses (a)	<u>8,138</u>	<u>7,860</u>	3.5 %	<u>24,214</u>	<u>23,219</u>	4.3 %
Adjusted EBITDA	<u>\$ 5,412</u>	<u>\$ 5,286</u>	2.4 %	<u>\$ 16,134</u>	<u>\$ 15,251</u>	5.8 %

(a) Other expense excludes stock compensation expense. Total operating costs and expenses excludes stock compensation expense, depreciation and amortization and other operating (income) expenses, net.

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

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

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2022	2021	2022	2021
REVENUES	\$ 13,550	\$ 13,146	\$ 40,348	\$ 38,470
COSTS AND EXPENSES:				
Operating costs and expenses (exclusive of items shown separately below)	8,247	7,958	24,574	23,551
Depreciation and amortization	2,177	2,270	6,711	7,065
Other operating (income) expenses, net	202	(9)	141	284
	<u>10,626</u>	<u>10,219</u>	<u>31,426</u>	<u>30,900</u>
Income from operations	<u>2,924</u>	<u>2,927</u>	<u>8,922</u>	<u>7,570</u>
OTHER INCOME (EXPENSES):				
Interest expense, net	(1,160)	(1,016)	(3,329)	(3,003)
Other income (expense), net	(37)	(157)	65	(237)
	<u>(1,197)</u>	<u>(1,173)</u>	<u>(3,264)</u>	<u>(3,240)</u>
Income before income taxes	1,727	1,754	5,658	4,330
Income tax expense	(360)	(347)	(1,194)	(844)
Consolidated net income	1,367	1,407	4,464	3,486
Less: Net income attributable to noncontrolling interests	(182)	(190)	(605)	(442)
Net income attributable to Charter shareholders	<u>\$ 1,185</u>	<u>\$ 1,217</u>	<u>\$ 3,859</u>	<u>\$ 3,044</u>
EARNINGS PER COMMON SHARE ATTRIBUTABLE TO CHARTER SHAREHOLDERS:				
Basic	<u>\$ 7.51</u>	<u>\$ 6.69</u>	<u>\$ 23.51</u>	<u>\$ 16.33</u>
Diluted	<u>\$ 7.38</u>	<u>\$ 6.50</u>	<u>\$ 23.06</u>	<u>\$ 15.78</u>
Weighted average common shares outstanding, basic	<u>157,971,109</u>	<u>181,925,180</u>	<u>164,189,703</u>	<u>186,380,681</u>
Weighted average common shares outstanding, diluted	<u>160,638,186</u>	<u>187,166,071</u>	<u>167,351,777</u>	<u>197,316,667</u>

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

	September 30,	December 31,
	2022	2021
	(unaudited)	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 480	\$ 601
Accounts receivable, net	2,841	2,579
Prepaid expenses and other current assets	433	386
Total current assets	3,754	3,566
INVESTMENT IN CABLE PROPERTIES:		
Property, plant and equipment, net	35,005	34,310
Customer relationships, net	3,073	4,060
Franchises	67,363	67,346
Goodwill	29,563	29,562
Total investment in cable properties, net	135,004	135,278
OTHER NONCURRENT ASSETS		
	4,911	3,647
Total assets	\$ 143,669	\$ 142,491
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	\$ 10,073	\$ 9,461
Current portion of long-term debt	1,522	2,997
Total current liabilities	11,595	12,458
LONG-TERM DEBT		
	95,510	88,564
DEFERRED INCOME TAXES		
	19,153	19,096
OTHER LONG-TERM LIABILITIES		
	5,061	4,217
SHAREHOLDERS' EQUITY:		
Controlling interest	8,889	14,050
Noncontrolling interests	3,461	4,106
Total shareholders' equity	12,350	18,156
Total liabilities and shareholders' equity	\$ 143,669	\$ 142,491

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

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2022	2021	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:				
Consolidated net income	\$ 1,367	\$ 1,407	\$ 4,464	\$ 3,486
Adjustments to reconcile consolidated net income to net cash flows from operating activities:				
Depreciation and amortization	2,177	2,270	6,711	7,065
Stock compensation expense	109	98	360	332
Noncash interest income, net	(5)	(5)	(12)	(20)
Deferred income taxes	50	297	165	668
Other, net	40	155	(113)	279
Changes in operating assets and liabilities, net of effects from acquisitions and dispositions:				
Accounts receivable	(62)	(62)	(262)	(106)
Prepaid expenses and other assets	37	(14)	(96)	(127)
Accounts payable, accrued liabilities and other	44	117	(79)	436
Net cash flows from operating activities	<u>3,757</u>	<u>4,263</u>	<u>11,138</u>	<u>12,013</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchases of property, plant and equipment	(2,406)	(1,861)	(6,456)	(5,563)
Change in accrued expenses related to capital expenditures	156	74	284	(51)
Other, net	(14)	(3)	(174)	(148)
Net cash flows from investing activities	<u>(2,264)</u>	<u>(1,790)</u>	<u>(6,346)</u>	<u>(5,762)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:				
Borrowings of long-term debt	4,897	4,305	21,528	15,263
Repayments of long-term debt	(3,712)	(3,892)	(15,659)	(9,651)
Payments for debt issuance costs	(14)	(18)	(71)	(76)
Purchase of treasury stock	(2,225)	(3,666)	(9,245)	(10,834)
Proceeds from exercise of stock options	—	17	5	43
Purchase of noncontrolling interest	(385)	(410)	(1,379)	(1,500)
Distributions to noncontrolling interest	(49)	—	(56)	(71)
Other, net	(8)	(54)	(36)	40
Net cash flows from financing activities	<u>(1,496)</u>	<u>(3,718)</u>	<u>(4,913)</u>	<u>(6,786)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3)	(1,245)	(121)	(535)
CASH AND CASH EQUIVALENTS, beginning of period	483	1,711	601	1,001
CASH AND CASH EQUIVALENTS, end of period	<u>\$ 480</u>	<u>\$ 466</u>	<u>\$ 480</u>	<u>\$ 466</u>
CASH PAID FOR INTEREST	<u>\$ 1,101</u>	<u>\$ 1,042</u>	<u>\$ 3,251</u>	<u>\$ 3,038</u>
CASH PAID FOR TAXES	<u>\$ 412</u>	<u>\$ 30</u>	<u>\$ 882</u>	<u>\$ 99</u>

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

	Approximate as of			
	September 30, 2022 (a)	June 30, 2022 (a)	December 31, 2021 (a)	September 30, 2021 (a)
Footprint (b)				
Estimated Passings	55,288	55,008	54,521	54,268
Customer Relationships (c)				
Residential	29,946	29,942	29,926	29,823
SMB	2,195	2,182	2,143	2,126
Total Customer Relationships	32,141	32,124	32,069	31,949
Residential	4	(93)	103	163
SMB	13	19	17	22
Total Customer Relationships Quarterly Net Additions	17	(74)	120	185
Total Customer Relationship Penetration of Estimated Passings (d)	58.1 %	58.4 %	58.8 %	58.9 %
Monthly Residential Revenue per Residential Customer (e)	\$ 115.16	\$ 116.00	\$ 114.14	\$ 115.15
Monthly SMB Revenue per SMB Customer (f)	\$ 164.89	\$ 165.66	\$ 164.59	\$ 167.29
Residential Customer Relationships Penetration				
Single Play Penetration (g)	48.5 %	47.8 %	46.7 %	46.4 %
Double Play Penetration (g)	33.1 %	33.1 %	33.0 %	32.8 %
Triple Play Penetration (g)	18.4 %	19.1 %	20.4 %	20.9 %
% Residential Non-Video Customer Relationships	51.1 %	50.4 %	49.2 %	48.7 %
Internet				
Residential	28,320	28,259	28,137	27,965
SMB	2,008	1,994	1,952	1,934
Total Internet Customers	30,328	30,253	30,089	29,899
Residential	61	(42)	172	243
SMB	14	21	18	22
Total Internet Quarterly Net Additions	75	(21)	190	265
Video				
Residential	14,642	14,853	15,216	15,287
SMB	649	642	617	604
Total Video Customers	15,291	15,495	15,833	15,891
Residential	(211)	(240)	(71)	(133)
SMB	7	14	13	12
Total Video Quarterly Net Additions	(204)	(226)	(58)	(121)
Voice				
Residential	7,929	8,200	8,621	8,784
SMB	1,287	1,287	1,282	1,273
Total Voice Customers	9,216	9,487	9,903	10,057
Residential	(271)	(265)	(163)	(230)
SMB	—	(1)	9	14
Total Voice Quarterly Net Additions	(271)	(266)	(154)	(216)
Mobile Lines (h)				
Residential	4,516	4,134	3,448	3,085
SMB	161	147	116	99
Total Mobile Lines	4,677	4,281	3,564	3,184
Residential	382	329	363	230
SMB	14	15	17	14
Total Mobile Lines Quarterly Net Additions	396	344	380	244
Enterprise (i)				
Enterprise Primary Service Units ("PSUs")	282	277	272	269
Enterprise Quarterly Net Additions	5	3	3	4

- (a) We calculate the aging of customer accounts based on the monthly billing cycle for each account. On that basis, at September 30, 2022, June 30, 2022, December 31, 2021 and September 30, 2021, customers included approximately 151,700, 154,500, 128,300 and 119,200 customers, respectively, whose accounts were over 60 days past due, approximately 55,500, 45,800, 26,800 and 21,100 customers, respectively, whose accounts were over 90 days past due and approximately 149,300, 97,200, 43,200 and 31,800 customers, respectively, whose accounts were over 120 days past due. Bad debt expense associated with these past due accounts has been reflected in our consolidated statements of operations. The increase in past due accounts is predominately due to pre-existing and incremental unsubsidized amounts of customers' bills for those customers participating in government assistance programs, including video services. These customers are downgraded to a fully subsidized Internet-only service.
- (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 CAPITAL EXPENDITURES
(dollars in millions)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2022	2021	2022	2021
Customer premise equipment (a)	\$ 577	\$ 513	\$ 1,606	\$ 1,496
Scalable infrastructure (b)	418	375	1,178	1,223
Line extensions (c)	826	392	2,062	1,191
Upgrade/rebuild (d)	208	178	535	484
Support capital (e)	377	403	1,075	1,169
Total capital expenditures	<u>\$ 2,406</u>	<u>\$ 1,861</u>	<u>\$ 6,456</u>	<u>\$ 5,563</u>
Of which: Commercial services	\$ 369	\$ 353	\$ 1,110	\$ 1,083
Capital expenditures included in total related to:				
Core cable (f)	\$ 1,785	\$ 1,742	\$ 5,077	\$ 5,208
Mobile	96	119	265	355
Rural construction initiative (g)	525	—	1,114	—
Total capital expenditures	<u>\$ 2,406</u>	<u>\$ 1,861</u>	<u>\$ 6,456</u>	<u>\$ 5,563</u>

- (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) Core cable represents total capital expenditures excluding mobile and rural construction initiative capital expenditures.
- (g) 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.