

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

	Three Months Ended December 31,			Year Ended December 31,		
	2021	2020	% Change	2021	2020	% Change
<b>REVENUES:</b>						
Internet	\$ 5,424	\$ 4,862	11.6 %	\$ 21,094	\$ 18,521	13.9 %
Video	4,406	4,418	(0.3)%	17,630	17,432	1.1 %
Voice	396	449	(11.9)%	1,598	1,806	(11.5)%
Residential revenue	10,226	9,729	5.1 %	40,322	37,759	6.8 %
Small and medium business	1,054	997	5.8 %	4,170	3,964	5.2 %
Enterprise	643	623	3.2 %	2,573	2,468	4.3 %
Commercial revenue	1,697	1,620	4.8 %	6,743	6,432	4.9 %
Advertising sales	448	625	(28.2)%	1,594	1,699	(6.2)%
Mobile	632	428	47.5 %	2,178	1,364	59.6 %
Other	209	222	(6.2)%	845	843	0.2 %
Total Revenue	<u>13,212</u>	<u>12,624</u>	4.7 %	<u>51,682</u>	<u>48,097</u>	7.5 %
<b>COSTS AND EXPENSES:</b>						
Programming	2,895	2,909	(0.5)%	11,844	11,401	3.9 %
Regulatory, connectivity and produced content	592	532	11.3 %	2,494	2,183	14.2 %
Costs to service customers	1,863	1,874	(0.5)%	7,393	7,472	(1.1)%
Marketing	791	758	4.3 %	3,071	3,031	1.3 %
Mobile	724	522	38.5 %	2,489	1,765	41.0 %
Other expense	968	1,035	(6.5)%	3,761	3,727	0.9 %
Total operating costs and expenses (exclusive of items shown separately below)	<u>7,833</u>	<u>7,630</u>	2.7 %	<u>31,052</u>	<u>29,579</u>	5.0 %
Adjusted EBITDA	<u>5,379</u>	<u>4,994</u>	7.7 %	<u>20,630</u>	<u>18,518</u>	11.4 %
Adjusted EBITDA margin	<u>40.7 %</u>	<u>39.6 %</u>		<u>39.9 %</u>	<u>38.5 %</u>	
Depreciation and amortization	2,280	2,409		9,345	9,704	
Stock compensation expense	98	88		430	351	
Other operating expenses, net	45	35		329	58	
Income from operations	<u>2,956</u>	<u>2,462</u>		<u>10,526</u>	<u>8,405</u>	
<b>OTHER INCOME (EXPENSES):</b>						
Interest expense, net	(1,034)	(965)		(4,037)	(3,848)	
Other income (expenses), net	136	158		(101)	(255)	
	<u>(898)</u>	<u>(807)</u>		<u>(4,138)</u>	<u>(4,103)</u>	
Income before income taxes	2,058	1,655		6,388	4,302	
Income tax expense	(224)	(254)		(1,068)	(626)	
Consolidated net income	1,834	1,401		5,320	3,676	
Less: Net income attributable to noncontrolling interests	(224)	(155)		(666)	(454)	
Net income attributable to Charter shareholders	<u>\$ 1,610</u>	<u>\$ 1,246</u>		<u>\$ 4,654</u>	<u>\$ 3,222</u>	
<b>EARNINGS PER COMMON SHARE ATTRIBUTABLE TO CHARTER SHAREHOLDERS:</b>						
Basic	<u>\$ 9.17</u>	<u>\$ 6.33</u>		<u>\$ 25.34</u>	<u>\$ 15.85</u>	
Diluted	<u>\$ 8.93</u>	<u>\$ 6.05</u>		<u>\$ 24.47</u>	<u>\$ 15.40</u>	
Weighted average common shares outstanding, basic	<u>175,623,846</u>	<u>196,906,511</u>		<u>183,669,369</u>	<u>203,316,483</u>	
Weighted average common shares outstanding, diluted	<u>180,417,622</u>	<u>212,077,917</u>		<u>193,042,948</u>	<u>209,273,247</u>	

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)

		December 31,	
ASSETS		2021	2020
		(unaudited)	
<b>CURRENT ASSETS:</b>			
Cash and cash equivalents	\$	601	\$ 1,001
Accounts receivable, net		2,579	2,539
Prepaid expenses and other current assets		386	369
Total current assets		3,566	3,909
<b>INVESTMENT IN CABLE PROPERTIES:</b>			
Property, plant and equipment, net		34,310	34,357
Customer relationships, net		4,060	5,615
Franchises		67,346	67,322
Goodwill		29,562	29,554
Total investment in cable properties, net		135,278	136,848
<b>OTHER NONCURRENT ASSETS</b>			
		3,647	3,449
Total assets	\$	142,491	\$ 144,206
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>CURRENT LIABILITIES:</b>			
Accounts payable and accrued liabilities	\$	9,461	\$ 8,867
Current portion of long-term debt		2,997	1,008
Total current liabilities		12,458	9,875
<b>LONG-TERM DEBT</b>			
		88,564	81,744
<b>DEFERRED INCOME TAXES</b>			
		19,096	18,108
<b>OTHER LONG-TERM LIABILITIES</b>			
		4,217	4,198
<b>SHAREHOLDERS' EQUITY:</b>			
Controlling interest		14,050	23,805
Noncontrolling interests		4,106	6,476
Total shareholders' equity		18,156	30,281
Total liabilities and shareholders' equity	\$	142,491	\$ 144,206

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

	Three Months Ended December 31,		Year Ended December 31,	
	2021	2020	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Consolidated net income	\$ 1,834	\$ 1,401	\$ 5,320	\$ 3,676
Adjustments to reconcile consolidated net income to net cash flows from operating activities:				
Depreciation and amortization	2,280	2,409	9,345	9,704
Stock compensation expense	98	88	430	351
Noncash interest income, net	(3)	(10)	(23)	(41)
Deferred income taxes	158	213	826	465
Other, net	(98)	(165)	181	214
Changes in operating assets and liabilities, net of effects from acquisitions and dispositions:				
Accounts receivable	71	(142)	(35)	(67)
Prepaid expenses and other assets	(40)	125	(167)	(31)
Accounts payable, accrued liabilities and other	(74)	230	362	291
Net cash flows from operating activities	<u>4,226</u>	<u>4,149</u>	<u>16,239</u>	<u>14,562</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Purchases of property, plant and equipment	(2,072)	(2,063)	(7,635)	(7,415)
Change in accrued expenses related to capital expenditures	131	(7)	80	(77)
Purchases of wireless spectrum licenses	—	(371)	—	(464)
Real estate investments through variable interest entities	—	(61)	(128)	(183)
Other, net	(51)	(68)	(71)	(18)
Net cash flows from investing activities	<u>(1,992)</u>	<u>(2,570)</u>	<u>(7,754)</u>	<u>(8,157)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>				
Borrowings of long-term debt	5,713	5,402	20,976	15,754
Repayments of long-term debt	(2,495)	(2,383)	(12,146)	(12,094)
Payments for debt issuance costs	(26)	(34)	(102)	(125)
Issuance of equity	—	—	—	23
Purchase of treasury stock	(4,597)	(4,349)	(15,431)	(11,217)
Proceeds from exercise of stock options	1	13	44	184
Purchase of noncontrolling interest	(734)	(578)	(2,234)	(1,462)
Distributions to noncontrolling interest	(4)	(40)	(75)	(154)
Borrowings for real estate investments through variable interest entities	2	61	130	120
Other, net	41	44	(47)	18
Net cash flows from financing activities	<u>(2,099)</u>	<u>(1,864)</u>	<u>(8,885)</u>	<u>(8,953)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	135	(285)	(400)	(2,548)
CASH AND CASH EQUIVALENTS, beginning of period	466	1,286	1,001	3,549
CASH AND CASH EQUIVALENTS, end of period	<u>\$ 601</u>	<u>\$ 1,001</u>	<u>\$ 601</u>	<u>\$ 1,001</u>
CASH PAID FOR INTEREST	<u>\$ 1,005</u>	<u>\$ 843</u>	<u>\$ 4,043</u>	<u>\$ 3,866</u>
CASH PAID FOR TAXES	<u>\$ 58</u>	<u>\$ 39</u>	<u>\$ 157</u>	<u>\$ 123</u>

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

	Approximate as of		
	December 31, 2021 (a)	December 31, 2020 (a)	December 31, 2019 (a)
<b>Footprint (b)</b>			
Estimated Passings	54,521	53,416	52,270
<b>Customer Relationships (c)</b>			
Residential	29,926	29,079	27,277
SMB	2,143	2,051	1,958
Total Customer Relationships	32,069	31,130	29,235
Residential	103	167	240
SMB	17	30	28
Total Customer Relationships Quarterly Net Additions	120	197	268
Total Customer Relationship Penetration of Estimated Passings (d)	58.8 %	58.3 %	55.9 %
Monthly Residential Revenue per Residential Customer (e)	\$ 114.14	\$ 111.85	\$ 113.79
Monthly SMB Revenue per SMB Customer (f)	\$ 164.59	\$ 163.02	\$ 169.06
<b>Residential Customer Relationships Penetration</b>			
Single Play Penetration (g)	46.7 %	44.5 %	43.0 %
Double Play Penetration (g)	33.0 %	32.7 %	30.7 %
Triple Play Penetration (g)	20.4 %	22.9 %	26.2 %
% Residential Non-Video Customer Relationships	49.2 %	46.2 %	42.7 %
<b>Internet</b>			
Residential	28,137	27,023	24,908
SMB	1,952	1,856	1,756
Total Internet Customers	30,089	28,879	26,664
Residential	172	216	313
SMB	18	30	26
Total Internet Quarterly Net Additions	190	246	339
<b>Video</b>			
Residential	15,216	15,639	15,620
SMB	617	561	524
Total Video Customers	15,833	16,200	16,144
Residential	(71)	(66)	(105)
SMB	13	31	4
Total Video Quarterly Net Additions	(58)	(35)	(101)
<b>Voice</b>			
Residential	8,621	9,215	9,443
SMB	1,282	1,224	1,144
Total Voice Customers	9,903	10,439	10,587
Residential	(163)	(120)	(152)
SMB	9	17	24
Total Voice Quarterly Net Additions	(154)	(103)	(128)
<b>Mobile Lines (h)</b>			
Residential	3,448	2,320	1,078
SMB	116	55	4
Total Mobile Lines	3,564	2,375	1,082
Residential	363	300	285
SMB	17	15	3
Total Mobile Lines Quarterly Net Additions	380	315	288
<b>Enterprise (i)</b>			
Enterprise Primary Service Units ("PSUs")	272	259	252
Enterprise Quarterly Net Additions	3	2	3

- (a) We calculate the aging of customer accounts based on the monthly billing cycle for each account. On that basis, at December 31, 2021, December 31, 2020 and December 31, 2019, customers included approximately 150,700, 168,400 and 154,200 customers, respectively, whose accounts were over 60 days past due, approximately 39,900, 17,800 and 13,500 customers, respectively, whose accounts were over 90 days past due and approximately 43,500, 11,100 and 10,000 customers, respectively, whose accounts were over 120 days past due. The increase in the past due accounts is predominately due to pre-existing balances for customers participating in the Emergency Broadband Benefit program 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 December 31,		Year Ended December 31,	
	2021	2020	2021	2020
Net income attributable to Charter shareholders	\$ 1,610	\$ 1,246	\$ 4,654	\$ 3,222
Plus: Net income attributable to noncontrolling interest	224	155	666	454
Interest expense, net	1,034	965	4,037	3,848
Income tax expense	224	254	1,068	626
Depreciation and amortization	2,280	2,409	9,345	9,704
Stock compensation expense	98	88	430	351
Other (income) expenses, net	(91)	(123)	430	313
Adjusted EBITDA (a)	<u>\$ 5,379</u>	<u>\$ 4,994</u>	<u>\$ 20,630</u>	<u>\$ 18,518</u>
Net cash flows from operating activities	\$ 4,226	\$ 4,149	\$ 16,239	\$ 14,562
Less: Purchases of property, plant and equipment	(2,072)	(2,063)	(7,635)	(7,415)
Change in accrued expenses related to capital expenditures	131	(7)	80	(77)
Free cash flow	<u>\$ 2,285</u>	<u>\$ 2,079</u>	<u>\$ 8,684</u>	<u>\$ 7,070</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 December 31,		Year Ended December 31,	
	2021	2020	2021	2020
Customer premise equipment (a)	\$ 471	\$ 501	\$ 1,967	\$ 2,002
Scalable infrastructure (b)	454	499	1,677	1,478
Line extensions (c)	451	437	1,642	1,641
Upgrade/rebuild (d)	222	156	706	615
Support capital (e)	474	470	1,643	1,679
Total capital expenditures	<u>\$ 2,072</u>	<u>\$ 2,063</u>	<u>\$ 7,635</u>	<u>\$ 7,415</u>
Capital expenditures included in total related to:				
Commercial services	\$ 362	\$ 383	\$ 1,445	\$ 1,325
Mobile	\$ 127	\$ 157	\$ 482	\$ 508

- (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).