

2014 Estimated Results

U.S. Cellular capital expenditures for 2014 are expected to be approximately \$640 million, down from \$738 million in 2013.

TDS Telecom estimates for full-year 2014 results are shown below. Such estimates represent management's view as of May 2, 2014. Such forward-looking statements should not be assumed to be current as of any future date. TDS undertakes no duty to update such information, whether as a result of new information, future events or otherwise. There can be no assurance that final results will not differ materially from such estimated results.

(Dollars in millions)	TDS Telecom 2014 Estimated Results (1)	
	Current	Previous
Operating revenues	\$1,050-\$1,100	Unchanged
Adjusted income before income taxes (2)	\$250-\$280	Unchanged
Capital expenditures	\$200	Unchanged

- (1) These estimates do not reflect the effects of the acquisition of BendBroadband.
- (2) Adjusted income before income taxes is defined as income before income taxes, adjusted for the items set forth in the reconciliation below. Adjusted income before income taxes excludes these items in order to show operating results on a more comparable basis from period to period. In addition, TDS may exclude other items from adjusted income before income taxes if such items help reflect operating results on a more comparable basis. TDS does not intend to imply that any such amounts that are excluded are non-recurring, infrequent or unusual; such amounts may occur in the future. Adjusted income before income taxes is not a measure of financial performance under Generally Accepted Accounting Principles in the United States ("GAAP") and should not be considered as an alternative to income before income taxes as an indicator of the company's operating performance or as an alternative to cash flows from operating activities, determined in accordance with GAAP, as an indicator of cash flows or as a measure of liquidity. TDS believes adjusted income before income taxes is a useful measure of TDS' operating results before significant recurring non-cash charges, discrete gains and losses, and financing charges (interest expense). The following table provides a reconciliation of income before income taxes to adjusted income before income taxes for 2014 estimated results, three months ended March 31, 2014, and 2013 actual results:

(Dollars in millions)	TDS Telecom		
	2014 Estimated Results	Actual Results	
		Three Months Ended March 31, 2014	Year Ended December 31, 2013
Income before income taxes	\$25-\$55	\$19	\$49
Depreciation, amortization and accretion expense	\$225	\$54	\$203
(Gain) loss on investments	—	—	(\$1)
Interest expense	—	—	(\$2)
Adjusted income before income taxes	\$250-\$280	\$73	\$249