

## Business Segment Information

|                                                                                       | TDS Telecom     |              |            |                                      | Corporate,<br>Eliminations<br>and Other | Total        |
|---------------------------------------------------------------------------------------|-----------------|--------------|------------|--------------------------------------|-----------------------------------------|--------------|
|                                                                                       | U.S<br>Cellular | Wireline     | Cable      | TDS<br>Telecom<br>Total <sup>1</sup> |                                         |              |
| Three Months Ended June 30, 2020                                                      |                 |              |            |                                      |                                         |              |
| (Dollars in thousands)                                                                |                 |              |            |                                      |                                         |              |
| Operating revenues                                                                    |                 |              |            |                                      |                                         |              |
| Service                                                                               | \$ 753,109      | \$ 169,242   | \$ 71,238  | \$ 240,314                           | \$ 22,822                               | \$ 1,016,245 |
| Equipment and product sales                                                           | 220,359         | 161          | 120        | 282                                  | 26,231                                  | 246,872      |
| Total operating revenues                                                              | 973,468         | 169,403      | 71,359     | 240,596                              | 49,053                                  | 1,263,117    |
| Cost of services (excluding Depreciation, amortization, and accretion reported below) | 196,601         | 62,735       | 29,800     | 92,425                               | 16,614                                  | 305,640      |
| Cost of equipment and products                                                        | 217,850         | 169          | 3          | 172                                  | 22,540                                  | 240,562      |
| Selling, general and administrative                                                   | 323,837         | 48,221       | 17,405     | 65,570                               | 9,624                                   | 399,031      |
| Depreciation, amortization and accretion                                              | 177,869         | 31,651       | 19,625     | 51,276                               | 5,836                                   | 234,981      |
| (Gain) loss on asset disposals, net                                                   | 4,291           | 10           | 159        | 170                                  | —                                       | 4,461        |
| Operating income (loss)                                                               | 53,020          | 26,616       | 4,366      | 30,982                               | (5,560)                                 | 78,442       |
| Equity in earnings of unconsolidated entities                                         | 43,579          | —            | —          | —                                    | 736                                     | 44,315       |
| Interest and dividend income                                                          | 1,032           | 991          | 177        | 1,169                                | (66)                                    | 2,135        |
| Interest expense                                                                      | (24,393)        | 1,065        | 10         | 1,075                                | (14,869)                                | (38,187)     |
| Other, net                                                                            | 64              | (316)        | (76)       | (392)                                | 25                                      | (303)        |
| Income (loss) before income taxes                                                     | 73,302          | 28,356       | 4,478      | 32,834                               | (19,734)                                | 86,402       |
| Income tax expense (benefit)                                                          | 4,017           |              |            | 4,872                                | (599)                                   | 8,290        |
| Net income (loss)                                                                     | 69,285          |              |            | 27,962                               | (19,135)                                | 78,112       |
| Add back:                                                                             |                 |              |            |                                      |                                         |              |
| Depreciation, amortization and accretion                                              | 177,869         | 31,651       | 19,625     | 51,276                               | 5,836                                   | 234,981      |
| (Gain) loss on asset disposals, net                                                   | 4,291           | 10           | 159        | 170                                  | —                                       | 4,461        |
| Interest expense                                                                      | 24,393          | (1,065)      | (10)       | (1,075)                              | 14,869                                  | 38,187       |
| Income tax expense (benefit)                                                          | 4,017           |              |            | 4,872                                | (599)                                   | 8,290        |
| Adjusted EBITDA                                                                       | \$ 279,855      | \$ 58,952    | \$ 24,252  | \$ 83,204                            | \$ 972                                  | \$ 364,031   |
| Investments in unconsolidated entities                                                | \$ 445,359      | \$ 3,956     | \$ —       | \$ 3,956                             | \$ 37,021                               | \$ 486,336   |
| Total assets                                                                          | \$ 8,499,765    | \$ 1,494,617 | \$ 724,753 | \$ 2,209,877                         | \$ 451,595                              | \$11,161,237 |
| Capital expenditures                                                                  | \$ 168,211      | \$ 58,068    | \$ 16,691  | \$ 74,759                            | \$ 4,136                                | \$ 247,106   |

Numbers may not foot due to rounding.

<sup>1</sup> TDS Telecom Total includes eliminations between the Wireline and Cable segments.

|                                                                                      |                 | TDS Telecom |            |                                      |                                         |              |
|--------------------------------------------------------------------------------------|-----------------|-------------|------------|--------------------------------------|-----------------------------------------|--------------|
|                                                                                      | U.S<br>Cellular | Wireline    | Cable      | TDS<br>Telecom<br>Total <sup>1</sup> | Corporate,<br>Eliminations<br>and Other | Total        |
| Six Months Ended June 30, 2020                                                       |                 |             |            |                                      |                                         |              |
| (Dollars in thousands)                                                               |                 |             |            |                                      |                                         |              |
| Operating revenues                                                                   |                 |             |            |                                      |                                         |              |
| Service                                                                              | \$ 1,515,196    | \$ 338,459  | \$ 142,227 | \$ 480,351                           | \$ 46,685                               | \$ 2,042,232 |
| Equipment and product sales                                                          | 421,414         | 355         | 167        | 522                                  | 60,229                                  | 482,165      |
| Total operating revenues                                                             | 1,936,610       | 338,813     | 142,393    | 480,873                              | 106,914                                 | 2,524,397    |
| Cost of services (excluding Depreciation, amortization and accretion reported below) | 376,708         | 128,003     | 59,952     | 187,733                              | 34,166                                  | 598,607      |
| Cost of equipment and products                                                       | 435,234         | 343         | 7          | 351                                  | 51,061                                  | 486,646      |
| Selling, general and administrative                                                  | 658,388         | 96,631      | 33,929     | 130,448                              | 21,642                                  | 810,478      |
| Depreciation, amortization and accretion                                             | 354,848         | 63,822      | 39,027     | 102,849                              | 11,919                                  | 469,616      |
| (Gain) loss on asset disposals, net                                                  | 7,920           | 24          | 213        | 237                                  | 183                                     | 8,340        |
| Operating income (loss)                                                              | 103,512         | 49,991      | 9,265      | 59,256                               | (12,058)                                | 150,710      |
| Equity in earnings of unconsolidated entities                                        | 88,676          | (22)        | —          | (22)                                 | 1,056                                   | 89,710       |
| Interest and dividend income                                                         | 4,866           | 2,990       | 530        | 3,520                                | (218)                                   | 8,168        |
| Interest expense                                                                     | (48,093)        | 2,294       | 17         | 2,311                                | (29,464)                                | (75,246)     |
| Other, net                                                                           | 96              | (632)       | (154)      | (786)                                | —                                       | (690)        |
| Income (loss) before income taxes                                                    | 149,057         | 54,620      | 9,659      | 64,278                               | (40,683)                                | 172,652      |
| Income tax expense (benefit)                                                         | 7,809           |             |            | 8,487                                | (4,354)                                 | 11,942       |
| Net income (loss)                                                                    | 141,248         |             |            | 55,792                               | (36,330)                                | 160,710      |
| Add back:                                                                            |                 |             |            |                                      |                                         |              |
| Depreciation, amortization and accretion                                             | 354,848         | 63,822      | 39,027     | 102,849                              | 11,919                                  | 469,616      |
| (Gain) loss on asset disposals, net                                                  | 7,920           | 24          | 213        | 237                                  | 183                                     | 8,340        |
| Interest expense                                                                     | 48,093          | (2,294)     | (17)       | (2,311)                              | 29,464                                  | 75,246       |
| Income tax expense (benefit)                                                         | 7,809           |             |            | 8,487                                | (4,354)                                 | 11,942       |
| Adjusted EBITDA                                                                      | \$ 559,918      | \$ 116,172  | \$ 48,881  | \$ 165,053                           | \$ 883                                  | \$ 725,854   |
| Capital expenditures                                                                 | \$ 404,533      | \$ 96,916   | \$ 31,442  | \$ 128,359                           | \$ 5,718                                | \$ 538,610   |

Numbers may not foot due to rounding.

<sup>1</sup> TDS Telecom Total includes eliminations between the Wireline and Cable segments.