

Business Segment Information

Three Months Ended September 30, 2021	UScellular	TDS Telecom	Corporate, Eliminations and Other	Total
(Dollars in thousands)				
Operating revenues				
Service	\$ 788,255	\$ 251,312	\$ 25,357	\$ 1,064,924
Equipment and product sales	227,769	218	35,341	263,328
Total operating revenues	1,016,024	251,530	60,698	1,328,252
Cost of services (excluding Depreciation, amortization, and accretion reported below)	205,092	102,333	19,524	326,949
Cost of equipment and products	252,326	121	29,447	281,894
Selling, general and administrative	345,890	72,483	10,795	429,168
Depreciation, amortization and accretion	160,442	48,755	4,542	213,739
(Gain) loss on asset disposals, net	7,718	588	(5)	8,301
(Gain) loss on sale of business and other exit costs, net	(353)	—	—	(353)
Operating income (loss)	44,909	27,251	(3,606)	68,554
Equity in earnings of unconsolidated entities	48,141	—	228	48,369
Interest and dividend income	1,181	214	1,135	2,530
Interest expense	(44,867)	1,209	(9,451)	(53,109)
Other, net	(144)	(222)	2	(364)
Income (loss) before income taxes	49,220	28,453	(11,693)	65,980
Income tax expense (benefit)	14,577	7,166	(2,384)	19,359
Net income (loss)	34,643	21,287	(9,309)	46,621
Add back:				
Depreciation, amortization and accretion	160,442	48,755	4,542	213,739
(Gain) loss on asset disposals, net	7,718	588	(5)	8,301
(Gain) loss on sale of business and other exit costs, net	(353)	—	—	(353)
Interest expense	44,867	(1,209)	9,451	53,109
Income tax expense (benefit)	14,577	7,166	(2,384)	19,359
Adjusted EBITDA	<u>\$ 261,894</u>	<u>\$ 76,586</u>	<u>\$ 2,296</u>	<u>\$ 340,776</u>
Investments in unconsolidated entities	\$ 466,268	\$ 3,925	\$ 38,803	\$ 508,996
Total assets	\$ 10,143,609	\$ 2,492,852	\$ 809,857	\$ 13,446,318
Capital expenditures	\$ 185,371	\$ 91,381	\$ 2,392	\$ 279,144

Numbers may not foot due to rounding.

Nine Months Ended September 30, 2021	UScellular	TDS Telecom	Corporate, Eliminations and Other	Total
(Dollars in thousands)				
Operating revenues				
Service	\$ 2,332,972	\$ 751,376	\$ 71,941	\$ 3,156,289
Equipment and product sales	720,131	776	79,749	800,656
Total operating revenues	3,053,103	752,152	151,690	3,956,945
Cost of services (excluding Depreciation, amortization, and accretion reported below)	594,319	300,966	54,545	949,830
Cost of equipment and products	785,727	448	65,447	851,622
Selling, general and administrative	984,487	215,626	32,686	1,232,799
Depreciation, amortization and accretion	509,646	146,530	14,461	670,637
(Gain) loss on asset disposals, net	14,889	1,723	18	16,630
(Gain) loss on sale of business and other exit costs, net	(1,310)	—	—	(1,310)
Operating income (loss)	165,345	86,859	(15,467)	236,737
Equity in earnings of unconsolidated entities	136,633	(20)	1,733	138,346
Interest and dividend income	4,589	557	3,735	8,881
Interest expense	(143,206)	3,269	(52,552)	(192,489)
Other, net	(256)	(707)	(27)	(990)
Income (loss) before income taxes	163,105	89,957	(62,577)	190,485
Income tax expense (benefit)	31,131	22,422	(14,888)	38,665
Net income (loss)	131,974	67,535	(47,689)	151,820
Add back:				
Depreciation, amortization and accretion	509,646	146,530	14,461	670,637
(Gain) loss on asset disposals, net	14,889	1,723	18	16,630
(Gain) loss on sale of business and other exit costs, net	(1,310)	—	—	(1,310)
Interest expense	143,206	(3,269)	52,552	192,489
Income tax expense (benefit)	31,131	22,422	(14,888)	38,665
Adjusted EBITDA	<u>\$ 829,536</u>	<u>\$ 234,941</u>	<u>\$ 4,454</u>	<u>\$ 1,068,931</u>
Capital expenditures	\$ 458,283	\$ 260,333	\$ 6,942	\$ 725,558

Numbers may not foot due to rounding.