Business Segment Information

Three Months Ended September 30, 2022	UScellular	TDS Telecom	Corporate, Eliminations and Other	Total
(Dollars in thousands)				
Operating revenues				
Service	$ 781,389	$ 255,769	$ 24,139	$ 1,061,297
Equipment and product sales	301,639	191	28,458	330,288
Total operating revenues	1,083,028	255,960	52,597	1,391,585
Cost of services (excluding Depreciation, amortization, and accretion reported below)	196,798	109,328	19,565	325,691
Cost of equipment and products	353,694	180	23,412	377,286
Selling, general and administrative	369,374	80,950	11,736	462,060
Depreciation, amortization and accretion	177,241	52,515	3,580	233,336
(Gain) loss on asset disposals, net	871	2,973	274	4,118
(Gain) loss on sale of business and other exit costs, net	(324)	—	—	(324)
Operating income (loss)	(14,626)	10,014	(5,970)	(10,582)
Equity in earnings of unconsolidated entities	40,101	17	312	40,430
Interest and dividend income	1,612	568	1,334	3,514
Interest expense	(42,313)	1,879	(5,914)	(46,348)
Other, net	(77)	337	—	260
Income (loss) before income taxes	(15,303)	12,815	(10,238)	(12,726)
Income tax expense (benefit)	(3,559)	3,112	(2,662)	(3,109)
Net income (loss)	(11,744)	9,703	(7,576)	(9,617)
Add back:				
Depreciation, amortization and accretion	177,241	52,515	3,580	233,336
(Gain) loss on asset disposals, net	871	2,973	274	4,118
(Gain) loss on sale of business and other exit costs, net	(324)	—	—	(324)
Interest expense	42,313	(1,879)	5,914	46,348
Income tax expense (benefit)	(3,559)	3,112	(2,662)	(3,109)
Adjusted EBITDA	$ 204,798	$ 66,424	$ (470)	$ 270,752
Investments in unconsolidated entities	$ 461,245	$ 3,946	$ 38,186	$ 503,377
Total assets	$ 11,056,248	$ 2,948,808	$ 473,731	$ 14,478,787
Capital expenditures	$ 135,694	$ 166,142	$ 3,064	$ 304,900

Nine Months Ended September 30, 2022	UScellular	TDS Telecom	Corporate, Eliminations and Other	Total
(Dollars in thousands)				
Operating revenues				
Service	$ 2,351,194	$ 762,544	$ 72,697	$ 3,186,435
Equipment and product sales	768,909	716	99,816	869,441
Total operating revenues	3,120,103	763,260	172,513	4,055,876
Cost of services (excluding Depreciation, amortization, and accretion reported below)	574,004	308,312	53,904	936,220
Cost of equipment and products	886,565	544	80,327	967,436
Selling, general and administrative	1,032,233	230,515	36,464	1,299,212
Depreciation, amortization and accretion	520,472	158,482	11,474	690,428
Loss on impairment of licenses	2,766	—	—	2,766
(Gain) loss on asset disposals, net	8,525	4,180	268	12,973
(Gain) loss on sale of business and other exit costs, net	(788)	—	170	(618)
(Gain) loss on license sales and exchanges, net	(30)	—	—	(30)
Operating income (loss)	96,356	61,227	(10,094)	147,489
Equity in earnings of unconsolidated entities	121,807	17	1,590	123,414
Interest and dividend income	5,116	1,039	4,146	10,301
Gain (loss) on investment	—	—	(2)	(2)
Interest expense	(114,838)	5,402	(9,705)	(119,141)
Other, net	(89)	812	12	735
Income (loss) before income taxes	108,352	68,496	(14,052)	162,796
Income tax expense (benefit)	46,020	17,505	(2,201)	61,324
Net income (loss)	62,332	50,991	(11,851)	101,472
Add back:				
Depreciation, amortization and accretion	520,472	158,482	11,474	690,428
Loss on impairment of licenses	2,766	—	—	2,766
(Gain) loss on asset disposals, net	8,525	4,180	268	12,973
(Gain) loss on sale of business and other exit costs, net	(788)	—	170	(618)
(Gain) loss on license sales and exchanges, net	(30)	—	—	(30)
Gain (loss) on investment	—	—	2	2
Interest expense	114,838	(5,402)	9,705	119,141
Income tax expense (benefit)	46,020	17,505	(2,201)	61,324
Adjusted EBITDA	$ 754,135	$ 225,757	$ 7,566	$ 987,458
Capital expenditures	$ 540,689	$ 391,002	$ 6,269	$ 937,960

Numbers may not foot due to rounding.