

**CommScope Holding Company, Inc.**  
**Condensed Consolidated Statements of Operations**  
(Unaudited -- In millions, except per share amounts)

	Three Months Ended		Year Ended	
	December 31,		December 31,	
	2023	2022	2023	2022
Net sales	\$ 1,185.9	\$ 1,925.5	\$ 5,789.2	\$ 7,524.7
Cost of sales	737.6	1,200.1	3,640.9	4,930.7
Gross profit	448.3	725.4	2,148.3	2,594.0
Operating expenses:				
Selling, general and administrative	202.3	265.3	873.3	1,040.9
Research and development	103.2	130.7	459.7	543.6
Amortization of purchased intangible assets	75.3	102.9	327.1	440.0
Restructuring costs (credits), net	(15.8)	9.7	29.7	63.0
Asset impairments	145.4	1,119.6	571.4	1,119.6
Total operating expenses	510.4	1,628.2	2,261.2	3,207.1
Operating loss	(62.1)	(902.8)	(112.9)	(613.1)
Other income (expense), net	45.8	(6.5)	59.7	(0.5)
Interest expense	(170.9)	(161.4)	(675.8)	(588.9)
Interest income	3.3	1.0	11.1	2.8
Loss from continuing operations before income taxes	(183.9)	(1,069.7)	(717.9)	(1,199.7)
Income tax (expense) benefit	(155.0)	9.4	(133.4)	15.0
Loss from continuing operations	(339.0)	(1,060.5)	(851.3)	(1,184.7)
Loss from discontinued operations, net of income tax (expense) benefit of \$47.8, \$7.9, \$184.0 and \$(1.9), respectively	(186.1)	(48.3)	(599.6)	(102.2)
Net loss	(525.1)	(1,108.8)	(1,450.9)	(1,286.9)
Series A convertible preferred stock dividends	(15.8)	(14.9)	(61.8)	(59.0)
Net loss attributable to common stockholders	\$ (540.9)	\$ (1,123.7)	\$ (1,512.7)	\$ (1,345.9)
Basic:				
Loss from continuing operations per share	\$ (1.67)	\$ (5.16)	\$ (4.33)	\$ (6.00)
Loss from discontinued operations per share	(0.88)	(0.23)	(2.84)	(0.49)
Loss per share	\$ (2.55)	\$ (5.39)	\$ (7.17)	\$ (6.49)
Diluted:				
Loss from continuing operations per share	\$ (1.67)	\$ (5.16)	\$ (4.33)	\$ (6.00)
Loss from discontinued operations per share	(0.88)	(0.23)	(2.84)	(0.49)
Loss per share	\$ (2.55)	\$ (5.39)	\$ (7.17)	\$ (6.49)
Weighted average shares outstanding:				
Basic	212.1	208.4	210.9	207.4
Diluted (a)	212.1	208.4	210.9	207.4
(a) Calculation of diluted loss per share:				
Net loss (basic and diluted)	\$ (540.9)	\$ (1,123.7)	\$ (1,512.7)	\$ (1,345.9)
Weighted average shares (basic)	212.1	208.4	210.9	207.4
Dilutive effect of equity-based awards	—	—	—	—
Denominator (diluted)	212.1	208.4	210.9	207.4

See notes to consolidated financial statements included in our Form 10-K.

**CommScope Holding Company, Inc.**  
**Consolidated Balance Sheets**  
(In millions, except share amounts)

	December 31,	
	2023	2022
<b>Assets</b>		
Cash and cash equivalents	\$ 543.8	\$ 373.0
Accounts receivable, net of allowance for doubtful accounts of \$32.2 and \$50.1, respectively	815.2	1,178.2
Inventories, net	1,079.7	1,376.0
Prepaid expenses and other current assets	145.4	177.1
Current assets held for sale	278.6	621.8
Total current assets	<u>2,862.7</u>	<u>3,726.1</u>
Property, plant and equipment, net of accumulated depreciation of \$866.1 and \$849.3, respectively	500.6	601.0
Goodwill	3,514.4	4,072.4
Other intangible assets, net	1,582.7	1,915.1
Deferred income taxes	615.6	494.6
Other noncurrent assets	295.9	275.4
Noncurrent assets held for sale	—	600.8
Total assets	<u>\$ 9,371.9</u>	<u>\$ 11,685.4</u>
<b>Liabilities and Stockholders' Deficit</b>		
Accounts payable	\$ 435.9	\$ 684.3
Accrued and other liabilities	634.3	868.6
Current portion of long-term debt	32.0	32.0
Current liabilities held for sale	307.2	522.6
Total current liabilities	<u>1,409.4</u>	<u>2,107.5</u>
Long-term debt	9,246.6	9,469.6
Deferred income taxes	110.7	115.5
Other noncurrent liabilities	411.9	355.9
Noncurrent liabilities held for sale	—	82.6
Total liabilities	<u>11,178.6</u>	<u>12,131.1</u>
Commitments and contingencies		
Series A convertible preferred stock, \$0.01 par value	1,162.1	1,100.3
Stockholders' deficit:		
Preferred stock, \$0.01 par value: Authorized shares: 200,000,000; Issued and outstanding shares: 1,162,085 and 1,100,310, respectively, Series A convertible preferred stock	—	—
Common stock, \$0.01 par value: Authorized shares: 1,300,000,000; Issued and outstanding shares: 212,108,634 and 208,371,426, respectively	2.3	2.2
Additional paid-in capital	2,550.4	2,542.9
Accumulated deficit	(4,953.1)	(3,502.2)
Accumulated other comprehensive loss	(266.7)	(296.3)
Treasury stock, at cost: 14,424,126 shares and 12,726,695 shares, respectively	(301.7)	(292.6)
Total stockholders' deficit	<u>(2,968.8)</u>	<u>(1,546.0)</u>
Total liabilities and stockholders' deficit	<u>\$ 9,371.9</u>	<u>\$ 11,685.4</u>

See notes to consolidated financial statements included in our Form 10-K.

**CommScope Holding Company, Inc.**  
**Consolidated Statements of Cash Flows** <sup>(1)</sup>  
(Unaudited -- In millions)

	Three Months Ended December 31,		Year Ended December 31,	
	2023	2022	2023	2022
<b>Operating Activities:</b>				
Net loss	\$ (525.1)	\$ (1,108.8)	\$ (1,450.9)	\$ (1,286.9)
Adjustments to reconcile net loss to net cash generated by operating activities:				
Depreciation and amortization	119.0	167.0	561.2	696.1
Equity-based compensation	11.8	15.8	47.3	61.1
Deferred income taxes	66.6	(43.2)	(183.3)	(118.4)
Asset impairments	322.5	1,119.6	1,217.6	1,119.6
Changes in assets and liabilities:				
Accounts receivable	86.7	175.0	461.7	(16.0)
Inventories	173.3	(25.5)	391.3	(178.8)
Prepaid expenses and other current assets	11.5	37.3	45.1	30.9
Accounts payable and other accrued liabilities	(158.9)	69.5	(723.6)	(43.2)
Other noncurrent assets	(7.0)	6.5	(27.4)	8.2
Other noncurrent liabilities	15.1	(46.7)	55.0	(88.8)
Other	(55.1)	20.3	(104.1)	6.2
Net cash generated by operating activities	60.4	386.8	289.9	190.0
<b>Investing Activities:</b>				
Additions to property, plant and equipment	(9.4)	(22.6)	(53.3)	(101.3)
Proceeds from sale of property, plant and equipment	29.3	—	71.2	0.1
Other	(0.1)	3.1	20.4	19.1
Net cash generated by (used in) investing activities	19.8	(19.5)	38.3	(82.1)
<b>Financing Activities:</b>				
Long-term debt repaid	(8.0)	(113.0)	(32.0)	(365.0)
Long-term debt repurchases	(50.5)	—	(142.6)	—
Long-term debt proceeds	—	—	—	333.0
Debt issuance costs	—	(7.2)	—	(7.2)
Dividends paid on Series A convertible preferred stock	—	—	—	(14.9)
Tax withholding payments for vested equity-based compensation awards	(0.2)	(0.8)	(9.1)	(14.8)
Other	(0.1)	1.6	2.0	3.9
Net cash used in financing activities	(58.8)	(119.4)	(181.7)	(65.0)
Effect of exchange rate changes on cash and cash equivalents	3.6	4.7	(0.8)	(5.1)
Change in cash and cash equivalents	25.0	252.6	145.7	37.8
Cash and cash equivalents at beginning of period	518.8	145.5	398.1	360.3
Cash and cash equivalents at end of period	<u>\$ 543.8</u>	<u>\$ 398.1</u>	<u>\$ 543.8</u>	<u>\$ 398.1</u>

(1) The cash flows related to discontinued operations have not been segregated. Accordingly, the Consolidated Statements of Cash Flows include the results of continuing and discontinued operations.

See notes to consolidated financial statements included in our Form 10-K.

**CommScope Holding Company, Inc.**  
**Reconciliation of GAAP Measures to Non-GAAP Adjusted Measures**  
(Unaudited -- In millions, except per share amounts)

	Three Months Ended		Year Ended	
	December 31,		December 31,	
	2023	2022	2023	2022
<b>Loss from continuing operations, as reported</b>	<b>\$ (339.0)</b>	<b>\$ (1,060.5)</b>	<b>\$ (851.3)</b>	<b>\$ (1,184.7)</b>
Income tax expense (benefit)	155.0	(9.4)	133.4	(15.0)
Interest income, as reported	(3.3)	(1.0)	(11.1)	(2.8)
Interest expense, as reported	170.9	161.4	675.8	588.9
Other (income) expense, as reported	(45.8)	6.5	(59.7)	0.5
Operating loss, as reported	<u>\$ (62.1)</u>	<u>\$ (902.8)</u>	<u>\$ (112.9)</u>	<u>\$ (613.1)</u>
Adjustments:				
Amortization of purchased intangible assets	75.3	102.9	327.1	440.0
Restructuring costs (credits), net	(15.8)	9.7	29.7	63.0
Equity-based compensation	10.9	14.5	43.6	55.3
Asset impairments	145.4	1,119.6	571.4	1,119.6
Transaction, transformation and integration costs	9.4	1.3	27.1	35.1
Acquisition accounting adjustments	—	1.2	1.2	5.3
Patent claims and litigation settlements	—	—	(3.5)	1.7
Reserve (recovery) for Russian accounts receivable	—	—	(2.0)	2.7
Cyber incident costs	0.4	—	5.5	—
Depreciation	27.2	28.8	111.8	113.8
Total adjustments to operating loss	<u>252.8</u>	<u>1,278.0</u>	<u>1,111.9</u>	<u>1,836.5</u>
<b>Non-GAAP adjusted EBITDA</b>	<b><u>\$ 190.7</u></b>	<b><u>\$ 375.2</u></b>	<b><u>\$ 999.0</u></b>	<b><u>\$ 1,223.4</u></b>
<b>Loss from continuing operations, as reported</b>	<b>\$ (339.0)</b>	<b>\$ (1,060.5)</b>	<b>\$ (851.3)</b>	<b>\$ (1,184.7)</b>
Adjustments:				
Total pretax adjustments to adjusted EBITDA	225.6	1,249.2	1,000.1	1,722.7
Pretax amortization of debt issuance costs and OID <sup>(1)</sup>	7.6	6.5	28.0	25.8
Pretax gain on debt transactions <sup>(2)</sup>	(55.2)	—	(74.3)	—
Tax effects of adjustments and other tax items <sup>(3)</sup>	157.1	(57.1)	59.3	(156.5)
<b>Non-GAAP adjusted net income (loss)</b>	<b><u>\$ (3.9)</u></b>	<b><u>\$ 138.1</u></b>	<b><u>\$ 161.8</u></b>	<b><u>\$ 407.3</u></b>
<b>GAAP EPS, as reported <sup>(4)</sup></b>	<b><u>\$ (1.67)</u></b>	<b><u>\$ (5.16)</u></b>	<b><u>\$ (4.33)</u></b>	<b><u>\$ (6.00)</u></b>
<b>Non-GAAP adjusted diluted EPS <sup>(5)</sup></b>	<b><u>\$ (0.02)</u></b>	<b><u>\$ 0.55</u></b>	<b><u>\$ 0.64</u></b>	<b><u>\$ 1.63</u></b>

(1) Included in interest expense.

(2) Included in other income, net.

(3) The tax rates applied to adjustments reflect the tax expense or benefit based on the tax jurisdiction of the entity generating the adjustment. There are certain items for which we expect little or no tax effect.

(4) For all periods presented, GAAP EPS was calculated using net income (loss) attributable to common stockholders in the numerator, which includes the impact of the Series A convertible preferred stock dividend.

(5) Diluted shares used in the calculation of non-GAAP adjusted diluted EPS are 253.8 million and 251.7 million for the three months ended December 31, 2023 and 2022, respectively, and 253.2 million and 249.4 million for the years ended December 31, 2023 and 2022, respectively.

See "Non-GAAP Financial Measures" above.

**CommScope Holding Company, Inc.**  
**Sales by Region**  
(Unaudited -- In millions)

**Sales by Region**

	<b>Q4 2023</b>	<b>Q4 2022</b>	<b>% Change YOY</b>
United States	\$ 740.2	\$ 1,316.6	(43.8) %
Europe, Middle East and Africa	192.1	302.4	(36.5)
Asia Pacific	159.1	173.7	(8.4)
Caribbean and Latin America	65.6	86.1	(23.8)
Canada	28.9	46.7	(38.1)
<b>Total net sales</b>	<b>\$ 1,185.9</b>	<b>\$ 1,925.5</b>	<b>(38.4) %</b>

**Sales by Region**

	<b>Full Year 2023</b>	<b>Full Year 2022</b>	<b>% Change YOY</b>
United States	\$ 3,750.0	\$ 5,018.1	(25.3) %
Europe, Middle East and Africa	980.4	1,164.8	(15.8)
Asia Pacific	631.5	745.5	(15.3)
Caribbean and Latin America	289.8	396.7	(26.9)
Canada	137.5	199.6	(31.1)
<b>Total net sales</b>	<b>\$ 5,789.2</b>	<b>\$ 7,524.7</b>	<b>(23.1) %</b>

**CommScope Holding Company, Inc.**  
**Segment Information**  
(Unaudited -- In millions)

**Segment Net Sales**

	Q4 2023	Q4 2022	% Change YOY
CCS	\$ 555.8	\$ 957.1	(41.9) %
NICS	216.7	288.5	(24.9)
OWN	182.5	304.8	(40.1)
ANS	230.9	375.1	(38.4)
<b>Total net sales</b>	<b>\$ 1,185.9</b>	<b>\$ 1,925.5</b>	<b>(38.4) %</b>

**Segment Adjusted EBITDA** <sup>(1)</sup>

	Q4 2023	Q4 2022	% Change YOY
CCS	\$ 83.6	\$ 187.9	(55.5) %
NICS	29.3	56.3	(48.0)
OWN	31.5	41.2	(23.5)
ANS	54.5	95.3	(42.8)
Core segment adjusted EBITDA <sup>(2)</sup>	198.9	380.7	(47.8)
Corporate and other <sup>(2)</sup>	(8.2)	(5.5)	49.1
<b>Total segment adjusted EBITDA</b>	<b>\$ 190.7</b>	<b>\$ 375.2</b>	<b>(49.2) %</b>

(1) See "Non-GAAP Financial Measures" above.

(2) "Core" financial measures reflect the results of our CCS, OWN, NICS and ANS segments, in the aggregate, and excludes general corporate costs that were previously allocated to the Home segment and are now classified as continuing operations, since the costs were not directly attributable to the discontinued operations of the Home segment.

**CommScope Holding Company, Inc.**  
**Segment Information**  
(Unaudited -- In millions)

**Segment Net Sales**

	Full Year 2023	Full Year 2022	% Change YOY
CCS	\$ 2,710.2	\$ 3,789.6	(28.5) %
NICS	1,117.7	939.7	18.9
OWN	880.0	1,467.9	(40.1)
ANS	1,081.3	1,327.5	(18.5)
<b>Total net sales</b>	<b>\$ 5,789.2</b>	<b>\$ 7,524.7</b>	<b>(23.1) %</b>

**Segment Adjusted EBITDA** <sup>(1)</sup>

	Full Year 2023	Full Year 2022	% Change YOY
CCS	\$ 389.6	\$ 643.6	(39.5) %
NICS	225.2	51.9	333.9
OWN	178.1	269.7	(34.0)
ANS	229.3	285.2	(19.6)
Core segment adjusted EBITDA <sup>(2)</sup>	1,022.2	1,250.4	(18.3)
Corporate and other <sup>(2)</sup>	(23.2)	(27.0)	(14.1)
<b>Total segment adjusted EBITDA</b>	<b>\$ 999.0</b>	<b>\$ 1,223.4</b>	<b>(18.3) %</b>

(1) See Description of Non-GAAP Financial Measures.

(2) "Core" financial measures reflect the results of our CCS, OWN, NICS and ANS segments, in the aggregate, and excludes general corporate costs that were previously allocated to the Home segment and are now classified as continuing operations, since the costs were not directly attributable to the discontinued operations of the Home segment.

**CommScope Holding Company, Inc.**  
**Reconciliation of GAAP to Segment Adjusted EBITDA**  
(Unaudited -- In millions)

**Fourth Quarter 2023 Segment Adjusted EBITDA Reconciliation**

	CCS	NICS	OWN	ANS	Corporate and other <sup>(1)</sup>	Total
<b>Operating income (loss), as reported</b>	\$ (54.7)	\$ 3.5	\$ 19.9	\$ (22.5)	\$ (8.3)	\$ (62.1)
Amortization of purchased intangible assets	18.8	13.9	5.0	37.4	0.2	75.3
Restructuring costs (credits), net	(0.3)	2.4	1.4	(19.5)	0.2	(15.8)
Equity-based compensation	4.4	2.8	1.8	2.9	(1.0)	10.9
Asset impairments	99.1	—	—	46.3	—	145.4
Transaction, transformation and integration costs	1.1	3.4	0.4	4.3	0.2	9.4
Acquisition accounting adjustments	—	0.2	—	—	(0.2)	—
Cyber incident costs	0.2	0.1	0.1	0.1	(0.1)	0.4
Depreciation	15.2	3.0	3.0	5.5	0.5	27.2
<b>Segment adjusted EBITDA</b>	<b>\$ 83.6</b>	<b>\$ 29.3</b>	<b>\$ 31.5</b>	<b>\$ 54.5</b>	<b>\$ (8.2)</b>	<b>\$ 190.7</b>
<b>Segment adjusted EBITDA % of sales</b>	<b>15.0%</b>	<b>13.5%</b>	<b>17.3%</b>	<b>23.6%</b>	<b>NM</b>	<b>16.1%</b>

**Fourth Quarter 2022 Segment Adjusted EBITDA Reconciliation**

	CCS	NICS	OWN	ANS	Corporate and other <sup>(1)</sup>	Total
<b>Operating income (loss), as reported</b>	\$ 146.1	\$ 34.3	\$ 25.9	\$ (1,101.5)	\$ (7.6)	\$ (902.8)
Amortization of purchased intangible assets	18.7	14.3	8.0	61.7	0.2	102.9
Restructuring costs, net	3.0	0.1	1.8	4.7	0.1	9.7
Equity-based compensation	3.9	3.5	1.9	4.1	1.1	14.5
Asset impairments	—	—	—	1,119.6	—	1,119.6
Transaction, transformation and integration costs	0.6	0.2	0.2	0.2	0.1	1.3
Acquisition accounting adjustments	—	0.5	—	0.8	(0.1)	1.2
Depreciation	15.7	3.5	3.4	5.5	0.7	28.8
<b>Segment adjusted EBITDA</b>	<b>\$ 187.9</b>	<b>\$ 56.3</b>	<b>\$ 41.2</b>	<b>\$ 95.3</b>	<b>\$ (5.5)</b>	<b>\$ 375.2</b>
<b>Segment adjusted EBITDA % of sales</b>	<b>19.6%</b>	<b>19.5%</b>	<b>13.5%</b>	<b>25.4%</b>	<b>NM</b>	<b>19.5%</b>

(1) Includes general corporate costs that were previously allocated to the Home segment and are now classified as continuing operations, since the costs were not directly attributable to the discontinued operations of the Home segment.

NM – Not meaningful

Components may not sum to total due to rounding.

See "Non-GAAP Financial Measures" above.



**CommScope Holding Company, Inc.**  
**Reconciliation of GAAP to Segment Adjusted EBITDA**  
(Unaudited -- In millions)

**Year Ended December 31, 2023 Segment Adjusted EBITDA Reconciliation**

	CCS	NICS	OWN	ANS	Corporate and other <sup>(1)</sup>	Total
<b>Operating income (loss), as reported</b>	<b>\$ 121.9</b>	<b>\$ 127.0</b>	<b>\$ 130.5</b>	<b>\$ (462.5)</b>	<b>\$ (29.8)</b>	<b>\$ (112.9)</b>
Amortization of purchased intangible assets	75.5	56.8	20.4	173.9	0.5	327.1
Restructuring costs (credits), net	14.0	12.4	6.6	(6.0)	2.7	29.7
Equity-based compensation	15.6	10.6	6.3	11.0	0.1	43.6
Asset impairments	99.1	—	—	472.3	—	571.4
Transaction, transformation and integration costs	1.7	7.0	0.6	17.3	0.5	27.1
Acquisition accounting adjustments	—	1.2	—	0.2	(0.2)	1.2
Patent claims and litigation settlements	—	(3.5)	—	—	—	(3.5)
Recovery of Russian accounts receivable	(2.0)	—	—	—	—	(2.0)
Cyber incident costs	2.6	0.7	1.1	1.0	0.1	5.5
Depreciation	61.3	13.0	12.6	22.1	2.8	111.8
<b>Segment adjusted EBITDA</b>	<b>\$ 389.6</b>	<b>\$ 225.2</b>	<b>\$ 178.1</b>	<b>\$ 229.3</b>	<b>\$ (23.2)</b>	<b>\$ 999.0</b>
<b>Segment adjusted EBITDA % of sales</b>	<b>14.4%</b>	<b>20.1%</b>	<b>20.2%</b>	<b>21.2%</b>	<b>NM</b>	<b>17.3%</b>

**Year Ended December 31, 2022 Segment Adjusted EBITDA Reconciliation**

	CCS	NICS	OWN	ANS	Corporate and other <sup>(1)</sup>	Total
<b>Operating income (loss), as reported</b>	<b>\$ 438.3</b>	<b>\$ (51.2)</b>	<b>\$ 189.0</b>	<b>\$ (1,149.6)</b>	<b>\$ (39.6)</b>	<b>\$ (613.1)</b>
Amortization of purchased intangible assets	99.5	59.7	32.4	247.2	1.2	440.0
Restructuring costs, net	17.1	9.9	22.4	12.2	1.4	63.0
Equity-based compensation	14.9	13.5	7.1	15.8	4.0	55.3
Asset impairments	—	—	—	1,119.6	—	1,119.6
Transaction, transformation and integration costs	10.6	3.0	4.5	14.0	3.0	35.1
Acquisition accounting adjustments	—	2.0	—	3.3	—	5.3
Patent claims and litigation settlements	1.7	—	—	—	—	1.7
Reserve of Russian accounts receivable	2.7	—	—	—	—	2.7
Depreciation	58.8	15.0	14.3	22.5	3.2	113.8
<b>Segment adjusted EBITDA</b>	<b>\$ 643.6</b>	<b>\$ 51.9</b>	<b>\$ 269.7</b>	<b>\$ 285.2</b>	<b>\$ (27.0)</b>	<b>\$ 1,223.4</b>
<b>Segment adjusted EBITDA % of sales</b>	<b>17.0%</b>	<b>5.5%</b>	<b>18.4%</b>	<b>21.5%</b>	<b>NM</b>	<b>16.3%</b>

(1) Includes general corporate costs that were previously allocated to the Home segment and are now classified as continuing operations, since the costs were not directly attributable to the discontinued operations of the Home segment.

NM – Not meaningful

Components may not sum to total due to rounding.

See Description of Non-GAAP Financial Measures.

**CommScope Holding Company, Inc.**  
**Adjusted Free Cash Flow**  
(Unaudited -- In millions)

**Adjusted Free Cash Flow**

	<u>Q4 2022</u>	<u>Q1 2023</u>	<u>Q2 2023</u>	<u>Q3 2023</u>	<u>Q4 2023</u>	<u>Full Year 2023</u>	<u>Full Year 2022</u>
<b>Cash flow from operations</b>	<b>\$ 386.8</b>	<b>\$ (46.1)</b>	<b>\$ 136.8</b>	<b>\$ 138.8</b>	<b>\$ 60.4</b>	<b>\$ 289.9</b>	<b>\$ 190.0</b>
Capital expenditures	(22.6)	(14.4)	(20.8)	(8.7)	(9.4)	(53.3)	(101.3)
<b>Free cash flow</b>	<b>364.2</b>	<b>(60.5)</b>	<b>116.0</b>	<b>130.1</b>	<b>51.0</b>	<b>236.6</b>	<b>88.7</b>
Transaction, transformation and integration costs	18.7	1.4	1.7	11.5	13.4	28.0	50.7
Restructuring costs, net	19.9	19.4	31.1	40.1	27.1	117.7	58.1
<b>Adjusted free cash flow</b>	<b><u>\$ 402.8</u></b>	<b><u>\$ (39.7)</u></b>	<b><u>\$ 148.8</u></b>	<b><u>\$ 181.7</u></b>	<b><u>\$ 91.5</u></b>	<b><u>\$ 382.3</u></b>	<b><u>\$ 197.5</u></b>

See "Non-GAAP Financial Measures" above.

**CommScope Holding Company, Inc.**  
**Adjusted Gross Profit and Adjusted Operating Expense**  
(Unaudited -- In millions)

**GAAP to Non-GAAP Adjusted Gross Profit**

	<u>Q4 2022</u>	<u>Q1 2023</u>	<u>Q2 2023</u>	<u>Q3 2023</u>	<u>Q4 2023</u>	<u>Full Year 2023</u>	<u>Full Year 2022</u>
<b>Gross profit, as reported</b>	<b>\$ 725.4</b>	<b>\$ 630.2</b>	<b>\$ 568.8</b>	<b>\$ 501.0</b>	<b>\$ 448.3</b>	<b>\$ 2,148.3</b>	<b>\$ 2,594.0</b>
Equity-based compensation	2.0	1.6	1.3	1.1	1.2	5.2	7.5
Acquisition accounting adjustments	1.3	0.5	0.4	0.3	—	1.2	5.4
Patent claims and litigation settlements	—	—	—	(3.5)	—	(3.5)	1.7
<b>Adjusted gross profit</b>	<b>\$ 728.7</b>	<b>\$ 632.3</b>	<b>\$ 570.5</b>	<b>\$ 498.9</b>	<b>\$ 449.5</b>	<b>\$ 2,151.2</b>	<b>\$ 2,608.6</b>
<b>Adjusted gross profit as % of sales</b>	<b>37.8%</b>	<b>38.0%</b>	<b>35.9%</b>	<b>37.0%</b>	<b>37.9%</b>	<b>37.2%</b>	<b>34.7%</b>

**GAAP to Non-GAAP Adjusted Operating Expense**

	<u>Q4 2022</u>	<u>Q1 2023</u>	<u>Q2 2023</u>	<u>Q3 2023</u>	<u>Q4 2023</u>	<u>Full Year 2023</u>	<u>Full Year 2022</u>
<b>Selling, general and administrative, as reported</b>	<b>\$ 265.3</b>	<b>\$ 232.0</b>	<b>\$ 230.0</b>	<b>\$ 209.0</b>	<b>\$ 202.3</b>	<b>\$ 873.3</b>	<b>\$ 1,040.9</b>
<b>Research and development, as reported</b>	<b>130.7</b>	<b>125.6</b>	<b>128.3</b>	<b>102.6</b>	<b>103.2</b>	<b>459.7</b>	<b>543.6</b>
<b>Operating expenses</b>	<b>\$ 396.0</b>	<b>\$ 357.6</b>	<b>\$ 358.3</b>	<b>\$ 311.6</b>	<b>\$ 305.5</b>	<b>\$ 1,333.0</b>	<b>\$ 1,584.5</b>
Equity-based compensation	12.5	10.8	8.6	9.4	9.6	38.4	47.8
Transaction, transformation and integration costs	1.3	0.3	2.8	14.6	9.4	27.1	35.1
Recovery for Russian accounts receivable	—	—	(2.0)	—	—	(2.0)	2.7
Cyber incident costs	—	—	3.6	1.5	0.4	5.5	—
<b>Adjusted operating expense</b>	<b>\$ 382.2</b>	<b>\$ 346.5</b>	<b>\$ 345.3</b>	<b>\$ 286.1</b>	<b>\$ 286.1</b>	<b>\$ 1,264.0</b>	<b>\$ 1,498.9</b>
<b>Adjusted operating expense as % of sales</b>	<b>19.9%</b>	<b>20.8%</b>	<b>21.7%</b>	<b>21.2%</b>	<b>24.1%</b>	<b>21.8%</b>	<b>19.9%</b>

Components may not sum to total due to rounding.  
See "Non-GAAP Financial Measures" above.