



November 7, 2024

Third Quarter 2024 Results



Important information

Caution Regarding Forward Looking Statements

This presentation includes certain statements that constitute “forward-looking statements” within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, which reflect our current views with respect to future events and financial performance. These forward-looking statements are generally identified by their use of such terms and phrases as “intend,” “goal,” “estimate,” “expect,” “project,” “projections,” “plans,” “potential,” “anticipate,” “should,” “could,” “designed to,” “foreseeable future,” “believe,” “think,” “scheduled,” “outlook,” “target,” “guidance” and similar expressions, although not all forward-looking statements contain such terms. This list of indicative terms and phrases is not intended to be all-inclusive.

These forward-looking statements are subject to various risks and uncertainties, many of which are outside our control, including, without limitation, our dependence on customers’ capital spending on data, communication and entertainment equipment, which could be negatively impacted by a regional or global economic downturn, among other factors; the potential impact of higher than normal inflation; concentration of sales among a limited number of customers and channel partners; risks associated with our sales through channel partners; changes to the regulatory environment in which we and our customers operate; changes in technology; industry competition and the ability to retain customers through product innovation, introduction, and marketing; changes in cost and availability of key raw materials, components and commodities and the potential effect on customer pricing and timing of delivery of products to customers; risks related to our ability to implement price increases on our products and services; risks associated with our dependence on a limited number of key suppliers for certain raw materials and components; risks related to the successful execution of CommScope NEXT and other cost saving initiatives; potential difficulties in realigning global manufacturing capacity and capabilities among our global manufacturing facilities or those of our contract manufacturers that may affect our ability to meet customer demands for products; possible future restructuring actions; the risk that our manufacturing operations, including our contract manufacturers on which we rely, encounter capacity, production, quality, financial or other difficulties causing difficulty in meeting customer demands; our substantial indebtedness, including our upcoming maturities and evaluation of capital structure alternatives and restrictive debt covenants; our ability to refinance existing indebtedness prior to its maturity or incur additional indebtedness at acceptable interest rates or at all; our ability to generate cash to service our indebtedness; the divestiture of the Home segment and its effect on our remaining businesses; the expected timing of the closing of the sale of the OWN and DAS businesses (the Transaction); the expected benefits of the Transaction, including the expected financial performance of CommScope following the Transaction; the ability of the parties to obtain any required regulatory approvals in connection with the Transaction and to complete the Transaction considering the various closing conditions; expenses related to the Transaction and any potential future costs; the occurrence of any event, change or other circumstance that could give rise to the termination of the definitive agreement governing the Transaction, or an inability to consummate the Transaction on the terms described or at all; the effect of the announcement of the Transaction on the ability of CommScope to retain and hire key personnel and maintain relationships with its key business partners and customers, and others with whom it does business, or on its operating results and businesses generally; the response of CommScope’s competitors, creditors and other stakeholders to the Transaction; risks associated with the disruption of management’s attention from ongoing business operations due to the Transaction; the ability to meet expectations regarding the timing and completion of the Transaction; potential litigation relating to the Transaction; restrictions during the pendency of the Transaction that may impact the ability to pursue certain business opportunities; our ability to integrate and fully realize anticipated benefits from prior or future divestitures, acquisitions or equity investments; possible future additional impairment charges for fixed or intangible assets, including goodwill; our ability to attract and retain qualified key employees; labor unrest; product quality or performance issues, including those associated with our suppliers or contract manufacturers, and associated warranty claims; our ability to maintain effective management information technology systems and to successfully implement major systems initiatives; cyber-security incidents, including data security breaches, ransomware or computer viruses; the use of open standards; the long-term impact of climate change; significant international operations exposing us to economic risks like variability in foreign exchange rates and inflation, as well as political and other risks, including the impact of wars, regional conflicts and terrorism; our ability to comply with governmental anti-corruption laws and regulations worldwide; the impact of export and import controls and sanctions worldwide on our supply chain and ability to compete in international markets; changes in the laws and policies in the U.S. affecting trade, including the risk and uncertainty related to tariffs or potential trade wars and potential changes to laws and policies, that may impact our products; the costs of protecting or defending intellectual property; costs and challenges of compliance with domestic and foreign social and environmental laws; the impact of litigation and similar regulatory proceedings in which we are involved or may become involved, including the costs of such litigation; the scope, duration and impact of disease outbreaks and pandemics, such as COVID-19, on our business, including employees, sites, operations, customers, supply chain logistics and the global economy; our stock price volatility; income tax rate variability and ability to recover amounts recorded as deferred tax assets; and other factors beyond our control. These and other factors are discussed in greater detail in our 2023 Annual Report on Form 10-K and may be updated from time to time in our annual reports, quarterly reports, current reports and other filings we make with the Securities and Exchange Commission.

Although the information contained in this presentation represents our best judgment as of the date of this presentation based on information currently available and reasonable assumptions, we can give no assurance that the expectations will be attained or that any deviation will not be material. Given these uncertainties, we caution you not to place undue reliance on these forward-looking statements, which speak only as of the date made. We are not undertaking any duty or obligation to update this information to reflect developments or information obtained after the date of this presentation, except to the extent required by law.

Description of Non-GAAP Financial Measures

CommScope management believes that presenting certain non-GAAP financial measures enhances an investor’s understanding of our financial performance. CommScope management further believes that these non-GAAP financial measures are useful in assessing CommScope’s operating performance from period to period by excluding certain items that we believe are not representative of our core business. Non-GAAP measures are not a substitute for GAAP measures and should be considered together with the GAAP financial measures. As calculated, our non-GAAP measures may not be comparable to other similarly titled measures of other companies.

Core Measures

CommScope believes that presenting Core financial measures enhances the investor’s understanding of the financial performance of the Company’s core businesses. Core financial measures are the aggregate of the CCS, NICS (excluding DAS), and ANS segments, and exclude general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment, since these costs were not directly attributable to the discontinued operations. The Core results represent the business results as currently managed and reported by CommScope. Future results and the composition of any business divested in the future may vary and differ materially from the presentation of the Core financial measures.

Third quarter results

- **Net Sales Increased due to market recovery and customer inventory normalization**
–Net sales of \$1.08 billion, increasing 3% from prior year
 - Revenue improved by 3% sequentially
- **Adjusted EBITDA Results** – Core⁽¹⁾ adjusted EBITDA of \$220 million⁽²⁾
 - Core adjusted EBITDA improved by 10% sequentially
 - Core adjusted EBITDA as a percent of revenue was 20.4%
- **OWN/DAS Transaction**– Expected to close in first quarter 2025
- **Debt Position** – Q3 net leverage ratio (including OWN & DAS) of 9.1x⁽³⁾ with ending third quarter liquidity of \$1,024 million⁽⁴⁾.

***Full year 2024 Core adjusted EBITDA⁽²⁾ Guideposts
\$700 to \$750 million***

(1) “Core” financial measures reflect the results or otherwise pertain to the performance of CCS, NICS (excluding DAS), and ANS, in the aggregate, and exclude general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment, since these costs were not directly attributable to the discontinued operations.

(2) See appendix for reconciliation of non-GAAP adjusted measures.

(3) Net leverage based on pro forma Adj. EBITDA including OWN and DAS of approximately \$972 million (including \$19 million of annualized savings expected from cost reduction initiatives). Net leverage based on pro forma Adj. EBITDA from continuing operations of approximately \$615 million (including \$19 million of annualized savings expected from cost reduction initiatives) was 14.5x.

(4) Includes cash and cash equivalents in assets held for sale of \$64 million.

Third quarter results (1)

CommScope “Continuing Operations” (In \$millions, except per share amounts)

Core CommScope⁽²⁾ (In \$millions)

CommScope incl. OWN & DAS (In \$millions)

	3Q'23 Results	3Q'24 Results	Y/Y Change		3Q'23 Results	3Q'24 Results	Y/Y Change		3Q'23 Results	3Q'24 Results	Y/Y Change
Net Sales	\$1,053	\$1,082	+3%	Net Sales	\$1,053	\$1,082	+3%	Net Sales	\$1,350	\$1,414	+5%
Adj. EBITDA⁽³⁾	\$157	\$204	+30%	Adj. EBITDA⁽³⁾	\$176	\$220	+25%	Adj. EBITDA⁽³⁾	\$242	\$308	+27%
Adj. EBITDA Margin	14.9%	18.9%	+400 bps	Adj. EBITDA Margin	16.7%	20.4%	+370 bps	Adj. EBITDA Margin	17.9%	21.8%	+390 bps
Adj. EPS⁽³⁾	\$(0.12)	\$(0.05)	+58%								

(1) Unless otherwise noted, the financial measures discussed reflect the results or otherwise pertain to the performance of CommScope continuing operations and exclude the results of the Home, OWN, and DAS discontinued operations.

(2) “Core” financial measures reflect the results or otherwise pertain to the performance of CCS, NICS (excluding DAS) and ANS, in the aggregate. Core financial measures exclude the results of the OWN segment, the DAS business and general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment.

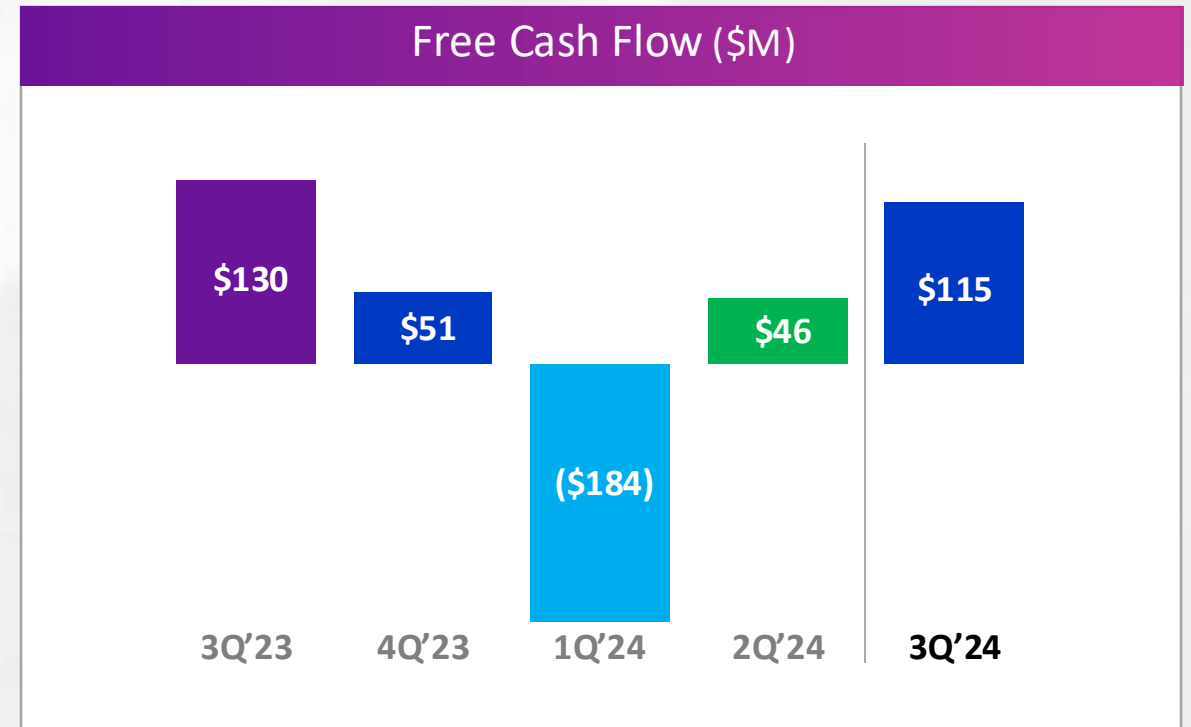
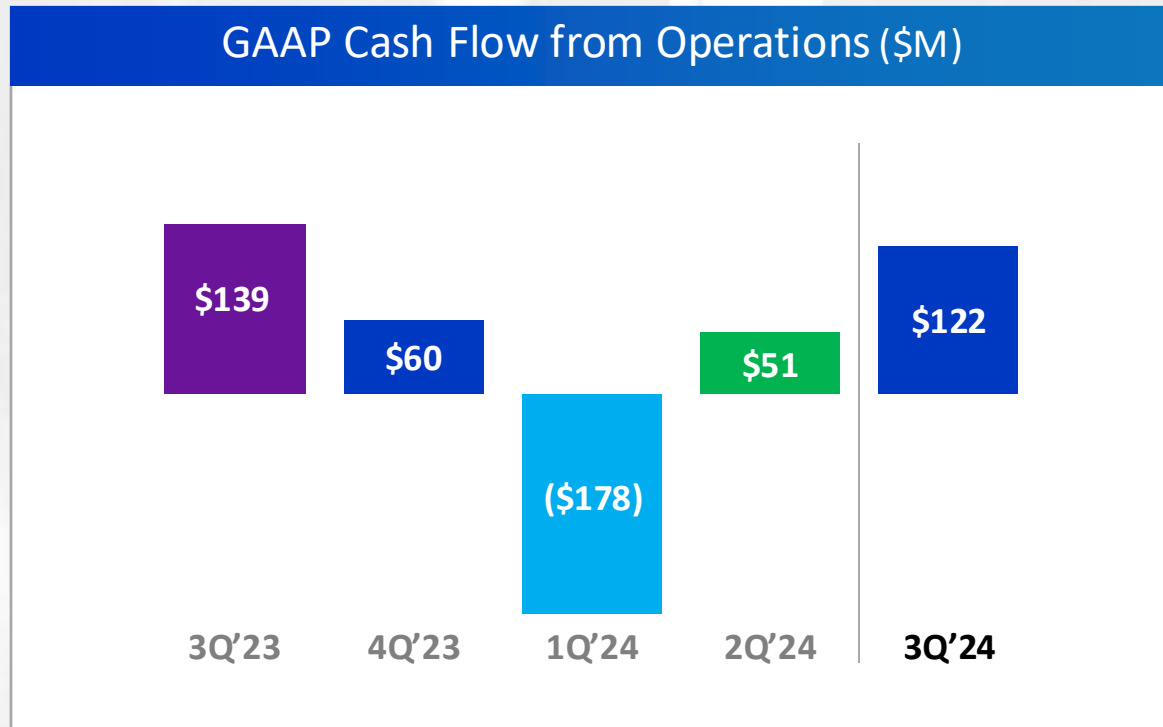
(3) See appendix for reconciliation of non-GAAP adjusted measures.

Third quarter Core business highlights

Business Segment		Net Sales (\$M)		Y-Y%	Adj. EBITDA ⁽¹⁾ (\$M)		Y-Y%	Observations
		3Q'23	3Q'24		3Q'23	3Q'24		
CCS	Connectivity and Cable Solutions	\$631	\$737	+17%	\$81	\$174	+115%	<ul style="list-style-type: none"> Continued YoY revenue growth driven by cloud and hyperscale datacenter growth including GenAI projects Revenue growth in structured cabling solutions due to market recovery EBITDA margin percentage remained strong at 23.6% BEAD impact starting in late 2025 Momentum in universal Prodigy Connector Solution
Core NICS	Networking, Intelligent Cellular and Security Solutions excl. DAS	\$203	\$157	-22%	\$39	\$28	-29%	<ul style="list-style-type: none"> Third quarter revenue increased 19% sequentially Strong EBITDA growth of \$31 million QoQ from revenue and gross margin improvements Launched RUCKUS Edge Service Delivery Platform extending cloud capabilities to the network edge Vertical market strategy extending into ProAV markets
ANS	Access Network Solutions	\$220	\$188	-15%	\$56	\$19	-67%	<ul style="list-style-type: none"> Revenues and Adjusted EBITDA impacted by customers' project delays, customer inventory positions, and product mix Announced new vCCAP solution customer win Comcast deployed first FDX amp in Q3 Expect significant increase of FDX nodes/amplifiers shipment to Comcast in next few quarters

(1) See appendix for reconciliation of non-GAAP adjusted measures.

Cash flow update (1)

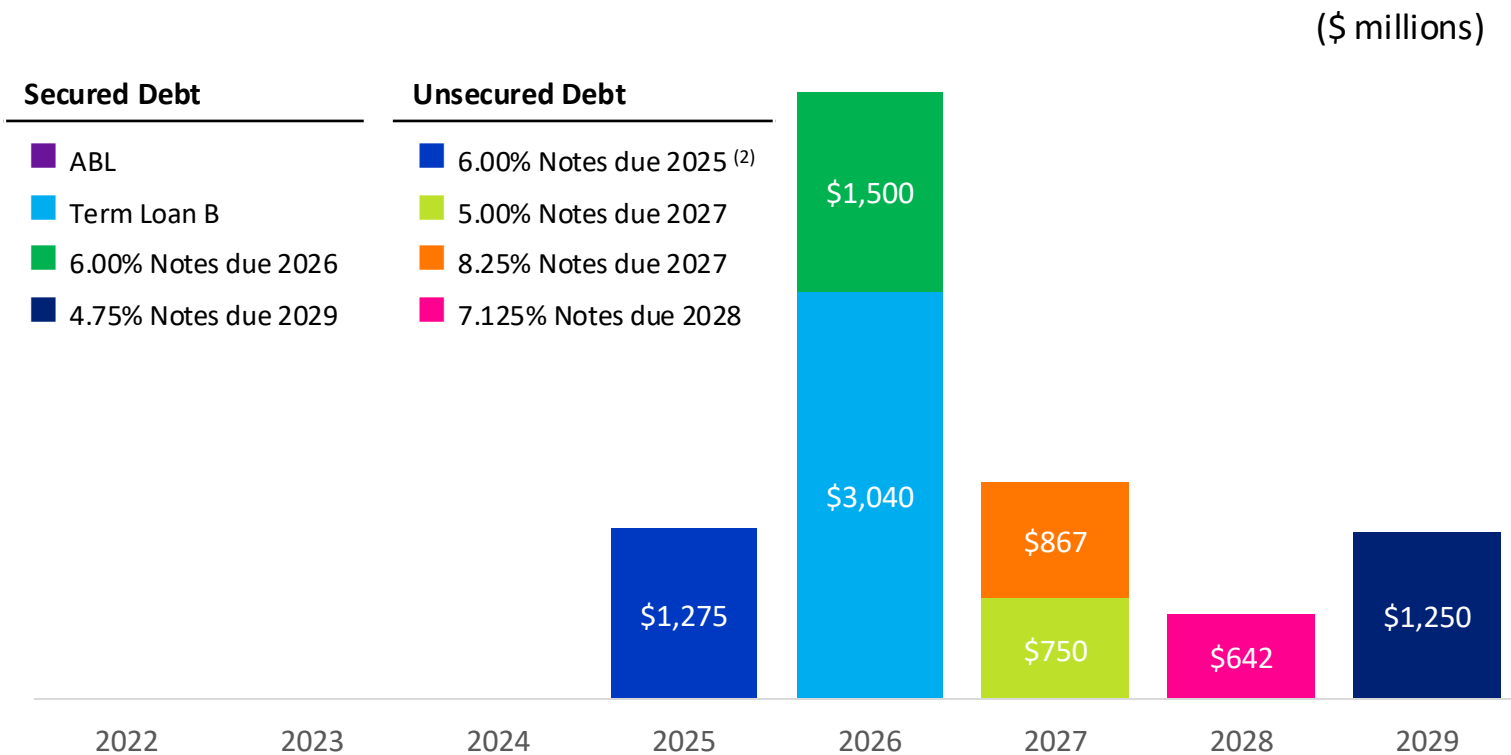


- Year over year decrease driven by increased working capital needs.
- 2024 free cash flow expected to be lower than 2023 primarily driven by working capital needs.

(1) The cash flows related to discontinued operations have not been segregated. Accordingly, this cash flow information includes the results of continuing and discontinued operations.

Strong liquidity & balance sheet management

Debt Maturities (as of 9/30/24)



Required TLB amortization payments \$32mm annually for 2024-2025 are not shown.
Debt balances do not reflect unamortized OID or deferred financing fees.

- (1) Net leverage based on pro forma Adj. EBITDA including OWN and DAS of approximately \$972 million (including \$19 million of annualized savings expected from cost reduction initiatives). The Carlyle investment is characterized as equity. The ratio of net debt plus preferred equity to pro forma Adj. EBITDA including OWN and DAS is ~10.4x. Net leverage based on pro forma Adj. EBITDA from continuing operations of approximately \$615 million (including \$19 million of annualized savings expected from cost reduction initiatives) was 14.5x. The Carlyle investment is characterized as equity. The ratio of net debt plus preferred equity to pro forma Adj. EBITDA from continuing operations is ~16.4x.
- (2) The 6.00% senior notes due June 2025 will mature in the next twelve months and has been reclassified from long-term debt to current portion of long-term debt in the Condensed Consolidated Balance Sheets as of September 30, 2024.
- (3) Includes cash and cash equivalents in assets held for sale of \$64 million.

Cash & liquidity remain strong

- Ended the quarter with available liquidity over \$1,024 million⁽³⁾
- No outstanding ABL revolver draws as of 9/30/24
- Expect to lose approximately \$140 million in ABL capacity due to OWN/DAS Sale

Leverage

- 9.1x net leverage⁽¹⁾ (including OWN & DAS) as of 9/30/24

Closing Remarks



Chuck Treadway
President and Chief Executive Officer

now meets next

Q&A

Third Quarter 2024 Results

COMMSCOPE®

Appendix

Statements of Operations

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

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2024	2023	2024	2023
Net sales	\$ 1,082.2	\$ 1,053.4	\$ 3,036.7	\$ 3,642.1
Cost of sales	647.1	673.2	1,909.9	2,320.1
Gross profit	435.1	380.2	1,126.8	1,322.0
Transition service agreement income	4.4	—	22.4	—
Operating expenses:				
Selling, general and administrative	203.4	186.4	565.5	602.1
Research and development	78.0	85.4	235.2	297.9
Amortization of purchased intangible assets	56.8	68.9	181.4	231.8
Restructuring costs (credits), net	(0.9)	22.0	30.6	43.1
Asset impairments	—	425.9	—	425.9
Total operating expenses	337.3	788.6	1,012.7	1,600.8
Operating income (loss)	102.2	(408.4)	136.5	(278.8)
Other income (expense), net	(6.8)	8.0	1.7	19.6
Interest expense	(168.0)	(171.3)	(503.2)	(504.9)
Interest income	2.6	3.4	8.3	7.8
Loss from continuing operations before income taxes	(70.0)	(568.3)	(356.7)	(756.3)
Income tax (expense) benefit	(26.7)	34.5	(41.2)	74.4
Loss from continuing operations	(96.7)	(533.8)	(397.9)	(681.9)
Income (loss) from discontinued operations, net of income tax (expense) benefit of \$(22.1), \$124.1, \$(74.7) and \$83.6, respectively	63.7	(294.9)	50.1	(243.8)
Net loss	(33.0)	(828.7)	(347.8)	(925.7)
Series A convertible preferred stock dividends	(16.4)	(15.5)	(48.6)	(45.9)
Net loss attributable to common stockholders	\$ (49.4)	\$ (844.2)	\$ (396.4)	\$ (971.6)
Basic:				
Loss from continuing operations per share	\$ (0.52)	\$ (2.59)	\$ (2.09)	\$ (3.46)
Earnings (loss) from discontinued operations per share	0.30	(1.39)	0.23	(1.17)
Loss per share	\$ (0.23)	\$ (3.98)	\$ (1.85)	\$ (4.62)
Diluted:				
Loss from continuing operations per share	\$ (0.52)	\$ (2.59)	\$ (2.09)	\$ (3.46)
Earnings (loss) from discontinued operations per share	0.30	(1.39)	0.23	(1.17)
Loss per share	\$ (0.23)	\$ (3.98)	\$ (1.85)	\$ (4.62)
Weighted average shares outstanding:				
Basic	215.9	211.9	213.9	210.4
Diluted (a)	215.9	211.9	213.9	210.4
(a) Calculation of diluted loss per share:				
Net loss attributable to common stockholders (basic and diluted)	\$ (49.4)	\$ (844.2)	\$ (396.4)	\$ (971.6)
Weighted average shares (basic)	215.9	211.9	213.9	210.4
Dilutive effect of equity-based awards	—	—	—	—
Denominator (diluted)	215.9	211.9	213.9	210.4

See notes to unaudited condensed consolidated financial statements included in our Form 10-Q.

Balance Sheets

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

	Unaudited September 30, 2024	December 31, 2023
Assets		
Cash and cash equivalents	\$ 392.1	\$ 500.3
Accounts receivable, net of allowance for doubtful accounts of \$17.9 and \$24.3, respectively	664.8	592.1
Inventories, net	843.5	900.8
Prepaid expenses and other current assets	178.0	135.0
Current assets held for sale	1,345.5	734.4
Total current assets	3,423.9	2,862.6
Property, plant and equipment, net of accumulated depreciation of \$757.5 and \$713.4, respectively	365.0	433.3
Goodwill	2,906.9	2,897.7
Other intangible assets, net	1,276.2	1,459.5
Deferred income taxes	553.6	614.4
Other noncurrent assets	285.1	274.6
Noncurrent assets held for sale	—	829.8
Total assets	\$ 8,810.7	\$ 9,371.9
Liabilities and Stockholders' Deficit		
Accounts payable	\$ 381.7	\$ 330.7
Accrued and other liabilities	527.0	566.8
Current portion of long-term debt	1,306.6	32.0
Current liabilities held for sale	235.4	479.9
Total current liabilities	2,450.7	1,409.4
Long-term debt	7,966.4	9,246.6
Deferred income taxes	101.0	94.8
Other noncurrent liabilities	404.4	406.9
Noncurrent liabilities held for sale	—	20.9
Total liabilities	10,922.5	11,178.6
Commitments and contingencies		
Series A convertible preferred stock, \$0.01 par value	1,210.7	1,162.1
Stockholders' deficit:		
Preferred stock, \$0.01 par value: Authorized shares: 200,000,000; Issued and outstanding shares: 1,210,682 and 1,162,085, respectively, Series A convertible preferred stock	—	—
Common stock, \$0.01 par value: Authorized shares: 1,300,000,000; Issued and outstanding shares: 215,857,513 and 212,108,634, respectively	2.3	2.3
Additional paid-in capital	2,522.9	2,550.4
Accumulated deficit	(5,300.9)	(4,953.1)
Accumulated other comprehensive loss	(243.2)	(266.7)
Treasury stock, at cost: 15,636,515 shares and 14,424,126 shares, respectively	(303.6)	(301.7)
Total stockholders' deficit	(3,322.5)	(2,968.8)
Total liabilities and stockholders' deficit	\$ 8,810.7	\$ 9,371.9

See notes to unaudited condensed consolidated financial statements included in our Form 10-Q.

Statements of Cash Flows

CommScope Holding Company, Inc.
Condensed Consolidated Statements of Cash Flows ⁽¹⁾
(Unaudited -- In millions)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2024	2023	2024	2023
Operating Activities:				
Net loss	\$ (33.0)	\$ (828.7)	\$ (347.8)	\$ (925.7)
Adjustments to reconcile net income (loss) to net cash generated by operating activities:				
Depreciation and amortization	85.2	138.7	287.7	442.2
Equity-based compensation	8.3	11.3	21.1	35.5
Deferred income taxes	(4.9)	(188.0)	1.9	(249.9)
Asset impairments	—	895.1	17.2	895.1
Changes in assets and liabilities:				
Accounts receivable	81.4	200.6	(99.1)	375.0
Inventories	11.6	82.4	58.2	218.0
Prepaid expenses and other assets	(7.1)	(3.1)	(108.7)	13.2
Accounts payable and other liabilities	(35.6)	(113.6)	81.8	(524.8)
Other	16.3	(55.9)	82.9	(49.1)
Net cash generated by (used in) operating activities	122.2	138.8	(4.8)	229.5
Investing Activities:				
Additions to property, plant and equipment	(6.7)	(8.7)	(18.0)	(43.9)
Proceeds from sale of property, plant and equipment	—	0.1	0.2	41.8
Acquisition of a business	—	—	(45.1)	—
Other	—	—	8.6	20.4
Net cash generated by (used in) investing activities	(6.7)	(8.6)	(54.3)	18.3
Financing Activities:				
Long-term debt repaid	(8.0)	(8.0)	(24.0)	(24.0)
Long-term debt repurchases	—	(17.1)	—	(92.1)
Tax withholding payments for vested equity-based compensation awards	—	—	(1.8)	(8.9)
Other	—	—	—	2.1
Net cash used in financing activities	(8.0)	(25.1)	(25.8)	(122.9)
Effect of exchange rate changes on cash and cash equivalents	2.9	(4.3)	(2.5)	(4.1)
Change in cash and cash equivalents	110.4	100.8	(87.4)	120.8
Cash and cash equivalents at beginning of period	346.0	418.1	543.8	398.1
Cash and cash equivalents at end of period	<u>\$ 456.4</u>	<u>\$ 518.9</u>	<u>\$ 456.4</u>	<u>\$ 518.9</u>

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

See notes to unaudited condensed consolidated financial statements included in our Form 10-Q.

Adjusted EBITDA and Adjusted Net Income Reconciliation

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

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Loss from continuing operations, as reported	\$ (96.7)	\$ (533.8)	\$ (397.9)	\$ (681.9)
Income tax expense (benefit), as reported	26.7	(34.5)	41.2	(74.4)
Interest income, as reported	(2.6)	(3.4)	(8.3)	(7.8)
Interest expense, as reported	168.0	171.3	503.2	504.9
Other (income) expense, as reported	6.8	(8.0)	(1.7)	(19.6)
Operating income (loss), as reported	\$ 102.2	\$ (408.4)	\$ 136.5	\$ (278.8)
Adjustments:				
Amortization of purchased intangible assets	56.8	68.9	181.4	231.8
Restructuring costs (credits), net	(0.9)	22.0	30.6	43.1
Equity-based compensation	7.3	9.4	18.3	29.1
Asset impairments	—	425.9	—	425.9
Transaction, transformation and integration costs	19.5	14.6	45.8	17.7
Acquisition accounting adjustments	—	0.4	—	1.3
Patent claims and litigation settlements	—	(3.5)	—	(3.5)
Recovery for Russian accounts receivable	—	—	—	(2.0)
Cyber incident costs	—	1.5	—	5.1
Depreciation	19.3	26.0	62.0	75.2
Total adjustments to operating income (loss)	102.0	565.2	338.1	823.7
Non-GAAP adjusted EBITDA	\$ 204.2	\$ 156.8	\$ 474.6	\$ 544.9
Loss from continuing operations, as reported	\$ (96.7)	\$ (533.8)	\$ (397.9)	\$ (681.9)
Adjustments:				
Total pretax adjustments to adjusted EBITDA	82.7	539.2	276.1	748.5
Pretax amortization of debt issuance costs and OID ⁽¹⁾	6.8	6.7	20.1	20.5
Pretax gain on debt transactions ⁽²⁾	—	(8.6)	—	(19.1)
Tax effects of adjustments and other tax items ⁽³⁾	(6.0)	(33.8)	44.3	(73.0)
Non-GAAP adjusted net loss	\$ (13.2)	\$ (30.3)	\$ (57.4)	\$ (5.0)
GAAP loss from continuing operations per share, as reported ⁽⁴⁾	\$ (0.52)	\$ (2.59)	\$ (2.09)	\$ (3.46)
Non-GAAP adjusted diluted loss per share ⁽⁵⁾	\$ (0.05)	\$ (0.12)	\$ (0.22)	\$ (0.02)

(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 loss from continuing operations per share was calculated using loss from continuing operations 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 loss per share are 266.3 million and 253.7 million for the three months ended September 30, 2024 and 2023, respectively, and 260.2 million and 253.0 million for the nine months ended September 30, 2024 and 2023, respectively.

See “Non-GAAP Financial Measures” above.

Sales by Region

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

Sales by Region

	<u>Q3 2024</u>	<u>Q3 2023</u>	<u>% Change YOY</u>
United States	\$ 714.6	\$ 693.2	3.1 %
Europe, Middle East and Africa	159.3	153.1	4.0
Asia Pacific	126.6	126.1	0.4
Caribbean and Latin America	47.5	50.0	(5.0)
Canada	34.2	31.0	10.3
Total net sales	<u>\$ 1,082.2</u>	<u>\$ 1,053.4</u>	2.7 %

Sales and Adjusted EBITDA by Segment

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

Segment Net Sales

	Q3 2024	Q3 2023	% Change YOY
CCS	\$ 736.7	\$ 630.5	16.8 %
NICS	157.5	202.6	(22.3)
ANS	188.0	220.3	(14.7)
Total net sales	\$ 1,082.2	\$ 1,053.4	2.7 %

Segment Adjusted EBITDA ⁽¹⁾

	Q3 2024	Q3 2023	% Change YOY
CCS	\$ 173.9	\$ 80.9	115.0 %
NICS	27.8	39.2	(29.1)
ANS	18.7	56.2	(66.7)
Core adjusted EBITDA ⁽²⁾	220.4	176.3	25.0
Corporate and other ⁽²⁾	(16.2)	(19.5)	(16.9)
Total segment adjusted EBITDA	\$ 204.2	\$ 156.8	30.2 %

(1) See “Non-GAAP Financial Measures” above.

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

Adjusted EBITDA Reconciliation by Segment

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

Third Quarter 2024 Segment Adjusted EBITDA Reconciliation

	CCS	NICS	ANS	Corporate and other ⁽¹⁾	Total
Operating income (loss), as reported	\$ 136.5	\$ 9.1	\$ (18.0)	\$ (25.4)	\$ 102.2
Amortization of purchased intangible assets	18.1	12.7	24.3	1.7	56.8
Restructuring costs (credits), net	(0.6)	(0.2)	0.1	(0.2)	(0.9)
Equity-based compensation	2.8	1.9	2.2	0.4	7.3
Transaction, transformation and integration costs	3.6	2.8	5.7	7.4	19.5
Depreciation	13.5	1.5	4.3	—	19.3
Segment adjusted EBITDA	\$ 173.9	\$ 27.8	\$ 18.7	\$ (16.2)	\$ 204.2
Segment adjusted EBITDA % of sales	23.6%	17.7%	9.9%	NM	18.9%

Third Quarter 2023 Segment Adjusted EBITDA Reconciliation

	CCS	NICS	ANS	Corporate and other ⁽¹⁾	Total
Operating income (loss), as reported	\$ 26.3	\$ 21.3	\$ (429.8)	\$ (26.2)	\$ (408.4)
Amortization of purchased intangible assets	18.9	12.7	37.4	(0.1)	68.9
Restructuring costs, net	16.0	0.7	2.8	2.5	22.0
Equity-based compensation	3.7	2.0	2.6	1.1	9.4
Asset impairments	—	—	425.9	—	425.9
Transaction, transformation and integration costs	0.1	3.1	11.3	0.1	14.6
Acquisition accounting adjustments	—	0.2	—	—	0.4
Patent claims and litigation settlements	—	(3.5)	—	—	(3.5)
Cyber incident costs	0.7	0.2	0.3	0.3	1.5
Depreciation	15.2	2.5	5.6	2.7	26.0
Segment adjusted EBITDA	\$ 80.9	\$ 39.2	\$ 56.2	\$ (19.5)	\$ 156.8
Segment adjusted EBITDA % of sales	12.8%	19.3%	25.5%	NM	14.9%

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

NM – Not meaningful

Components may not sum to total due to rounding.

See “Non-GAAP Financial Measures” above.

Adjusted EBITDA Reconciliation (including OWN & DAS)

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

CommScope (including OWN & DAS) Adjusted EBITDA Reconciliation

	Q3 2024	Q3 2023
Operating income (loss), as reported	\$ 193.0	\$ (331.8)
Amortization of purchased intangible assets	58.5	75.4
Restructuring costs (credits), net	(0.9)	20.0
Equity-based compensation	8.3	10.5
Asset impairments	—	425.9
Transaction, transformation and integration costs	28.7	14.5
Acquisition accounting adjustments	—	0.3
Patent claims and litigation settlements	—	(3.5)
Cyber incident costs	—	1.5
Depreciation	20.0	29.1
Segment adjusted EBITDA	\$ 307.6	\$ 241.9
Segment adjusted EBITDA % of sales	21.8%	17.9%

Free Cash Flow Reconciliation

CommScope Holding Company, Inc.

Free Cash Flow

(Unaudited -- In millions)

Free Cash Flow⁽¹⁾

	<u>Q3</u> <u>2023</u>	<u>Q4</u> <u>2023</u>	<u>Q1</u> <u>2024</u>	<u>Q2</u> <u>2024</u>	<u>Q3</u> <u>2024</u>
Cash flow from operations	\$ 138.8	\$ 60.4	\$ (177.7)	\$ 50.8	\$ 122.2
Capital expenditures	(8.7)	(9.4)	(6.0)	(5.3)	(6.7)
Free cash flow	<u>130.1</u>	<u>51.0</u>	<u>(183.7)</u>	<u>45.5</u>	<u>115.5</u>

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

Adjusted Gross Profit and Adjusted Operating Expense Reconciliations

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

GAAP to Non-GAAP Adjusted Gross Profit

	Q3 2023	Q4 2023	Q1 2024	Q2 2024	Q3 2024
Gross profit, as reported	\$ 380.2	\$ 344.5	\$ 292.7	\$ 399.0	\$ 435.1
Equity-based compensation	0.9	1.1	0.9	—	0.7
Acquisition accounting adjustments	0.3	—	0.1	—	—
Patent claims and litigation settlements	(3.5)	—	—	—	—
Adjusted gross profit	\$ 377.9	\$ 345.6	\$ 293.7	\$ 399.0	\$ 435.8
Adjusted gross profit as % of sales	35.9%	37.4%	32.6%	37.9%	40.3%

GAAP to Non-GAAP Adjusted Operating Expense

	Q3 2023	Q4 2023	Q1 2024	Q2 2024	Q3 2024
Selling, general and administrative, as reported	\$ 186.4	\$ 181.2	\$ 175.1	\$ 187.0	\$ 203.4
Research and development, as reported	85.4	85.2	84.6	72.6	78.0
Operating expenses	\$ 271.8	\$ 266.4	\$ 259.7	\$ 259.6	\$ 281.4
Equity-based compensation	8.5	8.4	8.9	1.1	6.6
Transaction, transformation and integration costs	14.6	9.4	6.6	19.9	19.5
Cyber incident costs	1.5	0.4	—	—	—
Adjusted operating expense	\$ 247.2	\$ 248.2	\$ 244.2	\$ 238.6	\$ 255.3
Adjusted operating expense as % of sales	23.5%	26.9%	27.1%	22.6%	23.6%

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

Adjusted EBITDA Outlook Reconciliation

CommScope Holding Company, Inc.
Reconciliation of GAAP Measures to Non-GAAP Adjusted Measures
(Unaudited -- In millions)

Consolidated Adjusted EBITDA Outlook Reconciliation

	<u>Outlook Range</u>	
	<u>2024</u>	
Operating income	\$ 223	\$ 253
Adjustments:		
Amortization of purchased intangible assets	232	237
Equity-based compensation	25	27
Restructuring costs, net and transaction and transformation costs	85	95
Depreciation	80	83
Total adjustments to operating income	422	442
Adjusted EBITDA	\$ 645	\$ 695

Our actual results may be impacted by additional events for which information is not currently available, such as additional restructuring activities, asset impairments, additional transaction, transformation and integration costs and other gains or losses related to events that are not currently known or measurable.

See "Forward-Looking Statements" and "Non-GAAP Financial Measures" above.

Core Adjusted EBITDA Outlook Reconciliation

	<u>Outlook Range</u>	
	<u>2024</u>	
Core operating income ⁽¹⁾	\$ 285	\$ 315
Adjustments:		
Amortization of purchased intangible assets	232	237
Equity-based compensation	23	25
Restructuring costs, net and transaction and transformation costs	80	90
Depreciation	80	83
Total adjustments to core operating income ⁽¹⁾	415	435
Core adjusted EBITDA ⁽¹⁾	\$ 700	\$ 750

(1) Core financial measures reflect the results of the CCS, NICS (excluding DAS) and ANS segments, in the aggregate, and exclude general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment, since these costs were not directly attributable to these discontinued operations. Beginning in the first quarter of 2024, these costs related to the Home segment have been reallocated to our remaining segments. These costs related to the OWN segment and DAS business unit will be reallocated to our remaining segments beginning in the first quarter of 2025.

Our actual results may be impacted by additional events for which information is not currently available, such as additional restructuring activities, asset impairments, additional transaction, transformation and integration costs and other gains or losses related to events that are not currently known or measurable.

See "Forward-Looking Statements" and "Non-GAAP Financial Measures" above.

Free Cash Flow Outlook Reconciliation

Free Cash Flow⁽¹⁾ Outlook Reconciliation

	Outlook Range	
	2024	
Cash flow from operations	\$ -	\$ 60
Capital expenditures	(25)	(35)
Free cash flow	\$ (25)	\$ 25
Cash paid for restructuring, transaction, transformation and integration costs	70	90
Adjusted free cash flow	\$ (25)	\$ 25

(1) The cash flows related to discontinued operations have not been segregated. Accordingly, free cash flow includes the results of continuing and discontinued operations.

Our actual results may be impacted by additional events for which information is not currently available, such as additional restructuring activities, asset impairments, additional transaction, transformation and integration costs and other gains or losses related to events that are not currently known or measurable.

See "Forward-Looking Statements" and "Non-GAAP Financial Measures" above.