

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

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2025	2024	2025	2024
Net sales	\$ 1,388.1	\$ 1,053.6	\$ 2,500.3	\$ 1,954.6
Cost of sales	796.4	654.6	1,440.0	1,260.5
Gross profit	591.7	399.0	1,060.3	694.1
Transition service agreement income	10.3	8.4	19.0	18.0
Operating expenses:				
Selling, general and administrative	215.6	187.0	409.8	362.1
Research and development	90.9	72.6	174.8	157.3
Amortization of purchased intangible assets	51.6	55.5	105.6	124.6
Restructuring costs, net	3.0	0.9	14.2	31.5
Other	4.9	—	4.9	—
Total operating expenses	366.0	316.0	709.3	675.5
Operating income	236.0	91.4	370.0	36.6
Other income (expense), net	(12.2)	5.4	(21.3)	8.4
Interest expense	(156.1)	(167.5)	(329.8)	(335.2)
Interest income	3.1	2.1	7.5	5.8
Income (loss) from continuing operations before income taxes	70.8	(68.6)	26.4	(284.4)
Income tax (expense) benefit	(41.4)	12.4	292.7	(14.8)
Income (loss) from continuing operations	29.4	(56.2)	319.1	(299.2)
Income from discontinued operations, net of income tax (expense) benefit of \$6.6, \$38.1, \$(383.7) and \$(51.6), respectively	2.4	100.6	496.7	9.9
Net income (loss)	31.8	44.4	815.8	(289.3)
Series A convertible preferred stock dividends	(17.1)	(16.2)	(34.0)	(32.2)
Net income (loss) attributable to common stockholders	<u>\$ 14.7</u>	<u>\$ 28.2</u>	<u>\$ 781.8</u>	<u>\$ (321.5)</u>
Basic:				
Earnings (loss) from continuing operations per share	\$ 0.06	\$ (0.34)	\$ 1.31	\$ (1.56)
Earnings from discontinued operations per share	0.01	0.47	2.29	0.05
Earnings per share	<u>\$ 0.07</u>	<u>\$ 0.13</u>	<u>\$ 3.60</u>	<u>\$ (1.51)</u>
Diluted:				
Earnings (loss) from continuing operations per share	\$ 0.05	\$ (0.34)	\$ 1.17	\$ (1.56)
Earnings from discontinued operations per share	0.01	0.47	1.83	0.05
Earnings per share	<u>\$ 0.06</u>	<u>\$ 0.13</u>	<u>\$ 3.00</u>	<u>\$ (1.51)</u>
Weighted average shares outstanding:				
Basic	218.1	213.5	217.2	212.9
Diluted (a)	227.3	213.5	272.3	212.9
(a) Calculation of diluted earnings (loss) per share:				
Net income (loss) attributable to common stockholders (basic and diluted)	\$ 14.7	\$ 28.2	\$ 781.8	\$ (321.5)
Weighted average shares (basic)	218.1	213.5	217.2	212.9
Dilutive effect of as-if converted Series A convertible preferred stock	—	—	45.0	—
Dilutive effect of equity-based awards	9.2	—	10.1	—
Denominator (diluted)	<u>227.3</u>	<u>213.5</u>	<u>272.3</u>	<u>212.9</u>

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

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

	Unaudited June 30, 2025	December 31, 2024
Assets		
Cash and cash equivalents	\$ 571.1	\$ 564.9
Accounts receivable, net of allowance for doubtful accounts of \$13.9 and \$16.5, respectively	935.1	685.9
Inventories, net	822.8	736.8
Prepaid expenses and other current assets	192.3	139.4
Current assets held for sale	—	1,357.5
Total current assets	2,521.3	3,484.5
Property, plant and equipment, net of accumulated depreciation of \$719.5 and \$710.2, respectively	337.7	342.2
Goodwill	2,926.6	2,867.3
Other intangible assets, net	1,114.2	1,216.2
Deferred income taxes	521.1	537.7
Other noncurrent assets	322.5	299.6
Total assets	<u>\$ 7,743.4</u>	<u>\$ 8,747.5</u>
Liabilities and Stockholders' Deficit		
Accounts payable	\$ 531.2	\$ 370.7
Accrued and other liabilities	627.0	613.7
Current liabilities held for sale	—	245.3
Total current liabilities	1,158.2	1,229.7
Long-term debt	7,249.7	9,238.4
Deferred income taxes	93.6	99.4
Other noncurrent liabilities	421.2	408.8
Total liabilities	8,922.7	10,976.3
Commitments and contingencies		
Series A convertible preferred stock, \$0.01 par value	1,261.3	1,227.3
Stockholders' deficit:		
Preferred stock, \$0.01 par value: Authorized shares: 200,000,000; Issued and outstanding shares: 1,261,310 and 1,227,328, respectively, Series A convertible preferred stock	—	—
Common stock, \$0.01 par value: Authorized shares: 1,300,000,000; Issued and outstanding shares: 221,451,007 and 215,887,001, respectively	2.4	2.3
Additional paid-in capital	2,496.7	2,514.2
Accumulated deficit	(4,508.7)	(5,324.5)
Accumulated other comprehensive loss	(116.5)	(344.5)
Treasury stock, at cost: 17,505,567 shares and 15,647,303 shares, respectively	(314.5)	(303.6)
Total stockholders' deficit	(2,440.6)	(3,456.1)
Total liabilities and stockholders' deficit	<u>\$ 7,743.4</u>	<u>\$ 8,747.5</u>

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

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

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
Operating Activities:				
Net income (loss)	\$ 31.8	\$ 44.4	\$ 815.8	\$ (289.3)
Adjustments to reconcile net income (loss) to net cash generated by (used in) operating activities:				
Depreciation and amortization	75.2	89.8	153.2	202.5
Equity-based compensation	9.1	1.6	16.6	12.8
Deferred income taxes	(12.0)	(80.6)	1.3	5.9
Asset impairments	—	17.2	—	17.2
(Gain) loss on disposal of discontinued operations	0.5	—	(869.2)	21.9
Changes in assets and liabilities:				
Accounts receivable	(88.6)	(160.6)	(238.5)	(190.7)
Inventories	(54.1)	15.3	(90.0)	46.7
Prepaid expenses and other assets	(27.1)	(29.7)	(76.1)	(101.6)
Accounts payable and other liabilities	105.4	144.2	125.9	129.4
Other	36.9	9.2	51.2	18.3
Net cash generated by (used in) operating activities	77.1	50.8	(109.8)	(126.9)
Investing Activities:				
Additions to property, plant and equipment	(12.6)	(5.3)	(28.1)	(11.3)
Proceeds from sale of property, plant and equipment	10.0	0.2	10.0	0.2
Net proceeds from divestitures	7.3	—	2,041.8	—
Acquisition of a business	—	(45.1)	—	(45.1)
Other	—	—	—	8.6
Net cash generated by (used in) investing activities	4.7	(50.2)	2,023.7	(47.6)
Financing Activities:				
Long-term debt repaid	—	(8.0)	(2,049.0)	(16.0)
Long-term debt proceeds	—	—	50.0	—
Debt issuance costs	—	—	(5.7)	—
Tax withholding payments for vested equity-based compensation awards	(9.4)	(1.6)	(10.9)	(1.8)
Net cash used in financing activities	(9.4)	(9.6)	(2,015.6)	(17.8)
Effect of exchange rate changes on cash and cash equivalents	5.4	(2.3)	9.5	(5.6)
Change in cash and cash equivalents	77.8	(11.3)	(92.2)	(197.9)
Cash and cash equivalents at beginning of period	493.3	357.2	663.3	543.8
Cash and cash equivalents at end of period	<u>\$ 571.1</u>	<u>\$ 345.9</u>	<u>\$ 571.1</u>	<u>\$ 345.9</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.

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

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2025	2024	2025	2024
Income (loss) from continuing operations, as reported	\$ 29.4	\$ (56.2)	\$ 319.1	\$ (299.2)
Income tax expense (benefit), as reported	41.4	(12.4)	(292.7)	14.8
Interest income, as reported	(3.1)	(2.1)	(7.5)	(5.8)
Interest expense, as reported	156.1	167.5	329.8	335.2
Other (income) expense, as reported	12.2	(5.4)	21.3	(8.4)
Operating income, as reported	<u>\$ 236.0</u>	<u>\$ 91.4</u>	<u>\$ 370.0</u>	<u>\$ 36.6</u>
Adjustments:				
Amortization of purchased intangible assets	51.6	55.5	105.6	124.6
Restructuring costs, net	3.0	0.9	14.2	31.5
Equity-based compensation	9.1	1.1	16.2	10.9
Transaction, transformation and integration costs	15.2	19.9	30.8	26.5
Other	4.9	—	4.9	—
Depreciation	18.0	19.9	36.4	42.7
Total adjustments to operating income	<u>101.8</u>	<u>97.3</u>	<u>208.1</u>	<u>236.2</u>
Non-GAAP adjusted EBITDA	<u>\$ 337.8</u>	<u>\$ 188.7</u>	<u>\$ 578.1</u>	<u>\$ 272.8</u>
Income (loss) from continuing operations, as reported	\$ 29.4	\$ (56.2)	\$ 319.1	\$ (299.2)
Adjustments:				
Total pretax adjustments to adjusted EBITDA	83.8	77.4	171.7	193.5
Pretax amortization of debt issuance costs and OID ⁽¹⁾	5.5	6.7	18.4	13.3
Pretax gain on debt transactions ⁽²⁾	—	—	1.1	—
Tax effects of adjustments and other tax items ⁽³⁾	0.7	(19.3)	(352.2)	50.2
Non-GAAP adjusted net income (loss)	<u>\$ 119.4</u>	<u>\$ 8.6</u>	<u>\$ 158.1</u>	<u>\$ (42.2)</u>
GAAP income (loss) from continuing operations per share, as reported ⁽⁴⁾	\$ 0.05	\$ (0.34)	\$ 1.17	\$ (1.56)
Non-GAAP adjusted diluted income (loss) per share ⁽⁵⁾	\$ 0.44	\$ 0.03	\$ 0.58	\$ (0.20)

(1) Included in interest expense.

(2) Included in other income (expense), 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 income (loss) from continuing operations per share was calculated using income (loss) from continuing operations in the numerator, and includes the impact of the Series A convertible preferred stock dividend for all periods except the six months ended June 30, 2025.

(5) Diluted shares used in the calculation of non-GAAP adjusted diluted income (loss) per share are 272.6 million and 258.3 million for the three months ended June 30, 2025 and 2024, respectively, and 272.3 million and 212.9 million for the six months ended June 30, 2025 and 2024, respectively.

See “Non-GAAP Financial Measures” above.

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

Sales by Region

	<u>Q2 2025</u>	<u>Q2 2024</u>	<u>% Change YOY</u>
United States	\$ 1,011.1	\$ 681.1	48.5 %
Europe, Middle East and Africa	144.7	137.8	5.0
Asia Pacific	145.7	139.0	4.8
Caribbean and Latin America	47.5	52.4	(9.4)
Canada	39.1	43.3	(9.7)
Total net sales	<u>\$ 1,388.1</u>	<u>\$ 1,053.6</u>	31.7 %

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

Segment Net Sales

	<u>Q2 2025</u>	<u>Q2 2024</u>	<u>% Change YOY</u>
CCS	\$ 875.4	\$ 728.4	20.2 %
Ruckus	190.2	129.8	46.5
ANS	322.5	195.4	65.0
Total net sales	\$ 1,388.1	\$ 1,053.6	31.7 %

Segment Adjusted EBITDA ⁽¹⁾

	<u>Q2 2025</u>	<u>Q2 2024</u>	<u>% Change YOY</u>
CCS	\$ 211.1	\$ 171.4	23.2 %
Ruckus	46.5	(4.9)	NM
ANS	80.2	34.6	131.8
Corporate and other ⁽²⁾	—	(12.4)	NM
Total segment adjusted EBITDA	\$ 337.8	\$ 188.7	79.0 %

NM – Not meaningful

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

(2) The corporate and other line item above reflects general corporate costs that were previously allocated to the OWN segment, DAS business unit and Home segment. These indirect expenses have been classified as continuing operations, since the costs were not directly attributable to these discontinued operations. Beginning in the first quarter of 2024, the corporate and other costs related to the Home segment have been reallocated to the remaining segments and partially offset by income from the Vantiva TSA. Beginning in the first quarter of 2025, the corporate and other costs related to the OWN segment and DAS business unit have been reallocated to the Company's remaining segments and partially offset by income from the Amphenol TSA.

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

Second Quarter 2025 Segment Adjusted EBITDA Reconciliation

	CCS	Ruckus	ANS	Total
Operating income, as reported	\$ 164.9	\$ 21.6	\$ 49.5	\$ 236.0
Amortization of purchased intangible assets	17.6	12.7	21.4	51.6
Restructuring costs, net	1.2	1.3	0.5	3.0
Equity-based compensation	4.4	2.2	2.5	9.1
Transaction, transformation and integration costs	9.8	2.8	2.5	15.2
Other	—	4.9	—	4.9
Depreciation	13.3	1.1	3.6	18.0
Segment adjusted EBITDA	\$ 211.1	\$ 46.5	\$ 80.2	\$ 337.8
Segment adjusted EBITDA % of sales	24.1%	24.4%	24.9%	24.3%

Second Quarter 2024 Segment Adjusted EBITDA Reconciliation

	CCS	Ruckus	ANS	Corporate and other ⁽¹⁾	Total
Operating income (loss), as reported	\$ 130.6	\$ (25.3)	\$ 2.5	\$ (16.4)	\$ 91.4
Amortization of purchased intangible assets	18.3	12.7	24.3	0.2	55.5
Restructuring costs (credits), net	0.5	0.5	(0.3)	0.2	0.9
Equity-based compensation	0.7	0.4	0.2	(0.1)	1.1
Transaction, transformation and integration costs	7.6	5.4	3.8	3.1	19.9
Depreciation	13.6	1.4	4.1	0.7	19.9
Segment adjusted EBITDA	\$ 171.4	\$ (4.9)	\$ 34.6	\$ (12.4)	\$ 188.7
Segment adjusted EBITDA % of sales	23.5%	(3.8%)	17.7%	NM	17.9%

(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.

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

Free Cash Flow ⁽¹⁾

	Q2 2024	Q3 2024	Q4 2024	Q1 2025	Q2 2025
Cash flow from operations	\$ 50.8	\$ 122.2	\$ 277.8	\$ (186.9)	\$ 77.1
Capital expenditures	(5.3)	(6.7)	(7.3)	(15.5)	(12.6)
Free cash flow	45.5	115.5	270.5	(202.4)	64.5

(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.

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

GAAP to Non-GAAP Adjusted Gross Profit

	<u>Q2 2024</u>	<u>Q3 2024</u>	<u>Q4 2024</u>	<u>Q1 2025</u>	<u>Q2 2025</u>
Gross profit, as reported	\$ 399.0	\$ 435.1	\$ 447.6	\$ 468.6	\$ 591.7
Equity-based compensation	—	0.7	0.7	0.6	0.7
Patent claims and litigation settlements	—	—	(1.0)	—	—
Adjusted gross profit	\$ 399.0	\$ 435.8	\$ 447.3	\$ 469.2	\$ 592.4
Adjusted gross profit as % of sales	37.9%	40.3%	38.3%	42.2%	42.7%

GAAP to Non-GAAP Adjusted Operating Expense

	<u>Q2 2024</u>	<u>Q3 2024</u>	<u>Q4 2024</u>	<u>Q1 2025</u>	<u>Q2 2025</u>
Selling, general and administrative, as reported	\$ 187.0	\$ 203.4	\$ 190.0	\$ 194.2	\$ 215.6
Research and development, as reported	72.6	78.0	81.0	83.9	90.9
Operating expenses	\$ 259.6	\$ 281.4	\$ 271.0	\$ 278.1	\$ 306.5
Equity-based compensation	1.1	6.6	6.3	6.5	8.4
Transaction, transformation and integration costs	19.9	19.5	17.4	15.7	15.2
Adjusted operating expense	\$ 238.6	\$ 255.3	\$ 247.3	\$ 255.9	\$ 282.9
Adjusted operating expense as % of sales	22.6%	23.6%	21.2%	23.0%	20.4%

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

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>	
	2025	
Operating income	\$ 765	\$ 805
Adjustments:		
Amortization of purchased intangible assets	209	210
Equity-based compensation	30	32
Restructuring costs, net and transaction and transformation costs	70	75
Other	5	5
Depreciation	71	73
Total adjustments to operating income	385	395
Adjusted EBITDA	\$ 1,150	\$ 1,200

RemainCo⁽¹⁾ Adjusted EBITDA Outlook Reconciliation

	<u>Outlook Range</u>	
	2025	
Operating income	\$ 125	\$ 150
Adjustments:		
Amortization of purchased intangible assets	140	140
Equity-based compensation	15	15
Restructuring costs, net and transaction and transformation costs	25	25
Depreciation	20	20
Total adjustments to operating income	200	200
RemainCo adjusted EBITDA	\$ 325	\$ 350

(1) "RemainCo" outlook measures reflect the anticipated results or otherwise pertain to the expected performance of ANS and Ruckus, in the aggregate, based on the segments 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 RemainCo financial measures.

Our actual consolidated and RemainCo 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.

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

RemainCo⁽¹⁾ Adjusted EBITDA Reconciliation

	Twelve Months Ended June 30, 2025	
Operating income, as reported	\$	76.2
Amortization of purchased intangible assets		145.7
Restructuring costs, net		16.5
Equity-based compensation		16.3
Transaction, transformation and integration costs		19.4
Other		4.9
Depreciation		21.3
RemainCo adjusted EBITDA	\$	<u>300.3</u>

(1) "RemainCo" financial measures reflect the results or otherwise pertain to the performance of ANS and Ruckus, in the aggregate.

See Description of Non-GAAP Financial Measures.