

Vistance Networks, Inc.
Condensed Consolidated Statements of Operations
(Unaudited -- In millions, except per share amounts)

	Three Months Ended	
	March 31,	
	2026	2025
Net sales	\$ 471.8	\$ 388.1
Cost of sales	238.1	190.5
Gross profit	233.7	197.6
Transition service agreement income	1.1	8.7
Operating expenses:		
Selling, general and administrative	109.2	108.9
Research and development	58.2	66.2
Amortization of purchased intangible assets	34.1	36.3
Restructuring costs, net	9.6	11.2
Total operating expenses	211.1	222.6
Operating income (loss)	23.7	(16.3)
Other income (expense), net	2.1	(4.5)
Interest income	20.7	4.4
Income (loss) from continuing operations before income taxes	46.5	(16.4)
Income tax benefit	185.2	357.5
Income from continuing operations	231.7	341.1
Income from discontinued operations, net of income tax benefit of \$1,609.6 and \$413.8, respectively	5,276.3	442.9
Net income	5,508.0	784.0
Series A convertible preferred stock dividends	(1.7)	(16.9)
Net income attributable to common stockholders	<u>\$ 5,506.3</u>	<u>\$ 767.1</u>
Basic:		
Earnings from continuing operations per share	\$ 1.02	\$ 1.50
Earnings from discontinued operations per share	23.43	2.05
Earnings per share	<u>\$ 24.45</u>	<u>\$ 3.55</u>
Diluted:		
Earnings from continuing operations per share	\$ 0.97	\$ 1.25
Earnings from discontinued operations per share	22.18	1.63
Earnings per share	<u>\$ 23.15</u>	<u>\$ 2.88</u>
Weighted average shares outstanding:		
Basic	225.2	216.3
Diluted (a)	237.9	271.9
(a) Calculation of diluted earnings per share:		
Net income attributable to common stockholders (basic and diluted)	\$ 5,506.3	\$ 767.1
Weighted average shares (basic)	225.2	216.3
Dilutive effect of as-if converted Series A convertible preferred stock	4.7	44.6
Dilutive effect of equity-based awards	8.0	11.0
Denominator (diluted)	<u>237.9</u>	<u>271.9</u>

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

Vistance Networks, Inc.
Condensed Consolidated Balance Sheets
(In millions, except share amounts)

Assets	Unaudited March 31, 2026	December 31, 2025
Cash and cash equivalents	\$ 2,510.0	\$ 754.4
Accounts receivable, net of allowance for doubtful accounts of \$0.7 and \$1.6, respectively	377.4	350.4
Inventories, net	336.9	310.4
Prepaid expenses and other current assets	99.5	56.5
Current assets held for sale	—	4,324.5
Total current assets	3,323.8	5,796.2
Property, plant and equipment, net of accumulated depreciation of \$178.3 and \$174.5, respectively	56.3	58.6
Goodwill	764.6	764.6
Other intangible assets, net	805.0	839.1
Deferred income taxes	303.9	1,765.9
Other noncurrent assets	189.4	146.6
Total assets	\$ 5,443.0	\$ 9,371.0
Liabilities and Stockholders' Equity (Deficit)		
Accounts payable	\$ 164.6	\$ 213.3
Accrued and other liabilities	334.0	498.3
Current liabilities held for sale	—	783.9
Total current liabilities	498.6	1,495.5
Long-term debt	—	7,260.2
Deferred income taxes	69.4	67.2
Other noncurrent liabilities	280.5	273.5
Total liabilities	848.5	9,096.4
Commitments and contingencies		
Series A convertible preferred stock, \$0.01 par value	—	1,278.7
Stockholders' equity (deficit):		
Preferred stock, \$0.01 par value: Authorized shares: 200,000,000; Issued and outstanding shares: None and 1,278,653, respectively, Series A convertible preferred stock	—	—
Common stock, \$0.01 par value: Authorized shares: 1,300,000,000; Issued and outstanding shares: 225,513,374 and 223,260,316, respectively	2.5	2.4
Additional paid-in capital	2,491.7	2,487.9
Retained earnings (accumulated deficit)	2,454.4	(3,040.8)
Accumulated other comprehensive income (loss)	1.1	(118.7)
Treasury stock, at cost: 19,766,856 shares and 18,665,426 shares, respectively	(355.2)	(334.9)
Total stockholders' equity (deficit)	4,594.5	(1,004.1)
Total liabilities and stockholders' equity (deficit)	\$ 5,443.0	\$ 9,371.0

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

Vistance Networks, Inc.
Condensed Consolidated Statements of Cash Flows ⁽¹⁾
(Unaudited -- In millions)

	Three Months Ended March 31,	
	2026	2025
Operating Activities:		
Net income	\$ 5,508.0	\$ 784.0
Adjustments to reconcile net income to net cash used in operating activities:		
Depreciation and amortization	39.1	78.0
Equity-based compensation	5.5	7.5
Deferred income taxes	1,465.5	13.3
Gain on disposal of discontinued operations	(7,007.9)	(869.7)
Noncash write-off of unamortized DFF and OID	101.3	—
Changes in assets and liabilities:		
Accounts receivable	(2.1)	(149.9)
Inventories	(54.7)	(35.9)
Prepaid expenses and other assets	(21.4)	(49.0)
Accounts payable and other liabilities	(274.5)	20.5
Other	14.6	14.3
Net cash used in operating activities	(226.6)	(186.9)
Investing Activities:		
Additions to property, plant and equipment	(2.2)	(15.5)
Net proceeds from divestitures	10,541.7	2,034.5
Net cash generated by investing activities	10,539.5	2,019.0
Financing Activities:		
Long-term debt repaid	(7,370.8)	(2,049.0)
Long-term debt proceeds	—	50.0
Debt issuance costs	—	(5.7)
Redemption of convertible preferred stock	(1,278.7)	—
Dividends paid on Series A convertible preferred stock	(1.7)	—
Proceeds from the issuance of common shares under equity-based compensation plans	0.1	—
Tax withholding payments for vested equity-based compensation awards	(20.4)	(1.5)
Net cash used in financing activities	(8,671.5)	(2,006.2)
Effect of exchange rate changes on cash and cash equivalents	2.3	4.1
Change in cash, cash equivalents and restricted cash	1,643.7	(170.0)
Cash, cash equivalents and restricted cash at beginning of period	922.8	663.3
Cash, cash equivalents and restricted cash at end of period	2,566.5	493.3
Less: Restricted cash in prepaid expenses and other assets	56.5	—
Cash and cash equivalents at end of period	<u>\$ 2,510.0</u>	<u>\$ 493.3</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.

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

	Three Months Ended	
	March 31,	
	2026	2025
Income from continuing operations, as reported	\$ 231.7	\$ 341.1
Income tax benefit, as reported	(185.2)	(357.5)
Interest income, as reported	(20.7)	(4.4)
Other (income) expense, as reported	(2.1)	4.5
Operating income (loss), as reported	\$ 23.7	\$ (16.3)
Adjustments:		
Amortization of purchased intangible assets	34.1	36.3
Restructuring costs, net	9.6	11.2
Equity-based compensation	5.3	5.6
Transaction, transformation and integration costs	10.7	4.3
Depreciation	3.9	6.1
Total adjustments to operating income (loss)	63.6	63.5
Non-GAAP adjusted EBITDA	\$ 87.3	\$ 47.2
Income from continuing operations, as reported	\$ 231.7	\$ 341.1
Adjustments:		
Total pretax adjustments to adjusted EBITDA	59.7	57.4
Pretax gain on debt transactions ⁽¹⁾	—	1.1
Tax effects of adjustments and other tax items ⁽²⁾	(211.3)	(369.0)
Non-GAAP adjusted net income	\$ 80.1	\$ 30.6
GAAP income from continuing operations per share, as reported ⁽³⁾	\$ 0.97	\$ 1.25
Non-GAAP adjusted diluted income per share ⁽⁴⁾	\$ 0.34	\$ 0.11

(1) Included in other income (expense), net.

(2) 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.

(3) 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.

(4) Diluted shares used in the calculation of non-GAAP adjusted diluted income (loss) per share are 237.9 million and 271.9 million for the three months ended March 31, 2026 and 2025, respectively.

See “Non-GAAP Financial Measures” above.

Vistance Networks, Inc.
Sales by Region
(Unaudited -- In millions)

Sales by Region

	<u>Q1 2026</u>	<u>Q1 2025</u>	<u>% Change YOY</u>
United States	\$ 327.7	\$ 264.1	24.1 %
Europe, Middle East and Africa	72.3	53.0	36.4
Asia Pacific	42.8	28.4	50.7
Caribbean and Latin America	14.4	19.0	(24.2)
Canada	14.6	23.6	(38.1)
Total net sales	<u>\$ 471.8</u>	<u>\$ 388.1</u>	21.6 %

Vistance Networks, Inc.
Segment Information
(Unaudited -- In millions)

Segment Net Sales

	<u>Q1 2026</u>	<u>Q1 2025</u>	<u>% Change YOY</u>
RUCKUS	\$ 173.4	\$ 163.1	6.3 %
Aurora	298.4	225.0	32.6
Total net sales	\$ 471.8	\$ 388.1	21.6 %

Segment Adjusted EBITDA ⁽¹⁾

	<u>Q1 2026</u>	<u>Q1 2025</u>	<u>% Change YOY</u>
RUCKUS	\$ 37.0	\$ 24.9	48.6 %
Aurora	50.3	38.2	31.7
Core adjusted EBITDA ⁽²⁾	87.3	63.1	38.4
Corporate and other ⁽³⁾	—	(15.9)	NM
Total segment adjusted EBITDA	\$ 87.3	\$ 47.2	85.0 %

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

(2) Core financial measures reflect the results of the RUCKUS and Aurora segments, in the aggregate, and exclude general corporate costs that were previously allocated to the CCS segment, OWN segment and DAS business unit, since these costs were not directly attributable to these discontinued operations.

(3) The corporate and other line item above primarily reflects general corporate costs that were previously allocated to the CCS segment, OWN segment and DAS business unit. 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 2025, the corporate and other costs related to the OWN segment and DAS business unit have been reallocated to our remaining segments and partially offset by income from the Amphenol TSA. The corporate and other costs related to the CCS segment have been reallocated to our remaining segments beginning in the first quarter of 2026 and partially offset by income from the Amphenol TSA.

Vistance Networks, Inc.
Segment Information
(Unaudited -- In millions)

RUCKUS Net Sales

	<u>Q1 2026</u>	<u>Q1 2025</u>	<u>% Change YOY</u>
Core RUCKUS ⁽¹⁾	\$ 173.4	\$ 152.5	13.7 %
OneCell	—	10.6	NM
Total RUCKUS net sales	\$ 173.4	\$ 163.1	6.3 %

(1) Core RUCKUS excludes the OneCell business that was sold in May of 2025.

Vistance Networks, Inc.
Reconciliation of GAAP to Segment Adjusted EBITDA
(Unaudited – In millions)

First Quarter 2026 Segment Adjusted EBITDA Reconciliation

	RUCKUS	Aurora	Total
Operating income, as reported	\$ 8.7	\$ 15.0	\$ 23.7
Amortization of purchased intangible assets	12.7	21.4	34.1
Restructuring costs, net	4.5	5.1	9.6
Equity-based compensation	2.5	2.8	5.3
Transaction, transformation and integration costs	7.9	2.8	10.7
Depreciation	0.8	3.1	3.9
Segment adjusted EBITDA	\$ 37.0	\$ 50.3	\$ 87.3
Segment adjusted EBITDA % of sales	21.3%	16.9%	18.5%

First Quarter 2025 Segment Adjusted EBITDA Reconciliation

	RUCKUS	Aurora	Corporate and other ⁽¹⁾	Total
Operating income (loss), as reported	\$ 7.0	\$ (1.8)	\$ (21.5)	\$ (16.3)
Amortization of purchased intangible assets	12.7	24.8	(1.2)	36.3
Restructuring costs, net	1.6	8.4	1.2	11.2
Equity-based compensation	1.8	2.0	1.9	5.6
Transaction, transformation and integration costs	0.5	1.0	2.9	4.3
Depreciation	1.3	3.9	0.9	6.1
Segment adjusted EBITDA	\$ 24.9	\$ 38.2	\$ (15.9)	\$ 47.2
Segment adjusted EBITDA % of sales	15.3%	17.0%	NM	12.2%

(1) The corporate and other line item above primarily reflects general corporate costs that were previously allocated to the CCS segment, OWN segment and DAS business unit. 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 2025, the corporate and other costs related to the OWN segment and DAS business unit have been reallocated to our remaining segments and partially offset by income from the Amphenol TSA. The corporate and other costs related to the CCS segment have been reallocated to our remaining segments beginning in the first quarter of 2026 and partially offset by income from the Amphenol TSA.

NM – Not meaningful

Components may not sum to total due to rounding.

See “Non-GAAP Financial Measures” above.

Vistance Networks, Inc.
Free Cash Flow
(Unaudited -- In millions)

Free Cash Flow ⁽¹⁾

	Q1 2025	Q2 2025	Q3 2025	Q4 2025	Q1 2026
Cash flow from operations	\$ (186.9)	\$ 77.1	\$ 151.4	\$ 281.3	\$ (226.6)
Capital expenditures	(15.5)	(12.6)	(16.4)	(25.8)	(2.2)
Free cash flow	\$ (202.4)	\$ 64.5	\$ 135.0	\$ 255.5	\$ (228.8)

(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.

Vistance Networks, Inc.
Adjusted Gross Profit and Adjusted Operating Expense
(Unaudited -- In millions)

GAAP to Non-GAAP Adjusted Gross Profit

	<u>Q1 2025</u>	<u>Q2 2025</u>	<u>Q3 2025</u>	<u>Q4 2025</u>	<u>Q1 2026</u>
Gross profit, as reported	\$ 197.6	\$ 279.6	\$ 244.4	\$ 234.3	\$ 233.7
Equity-based compensation	0.2	0.3	0.2	0.2	0.1
Adjusted gross profit	\$ 197.8	\$ 279.9	\$ 244.6	\$ 234.5	\$ 233.8
Adjusted gross profit as % of sales	51.0%	54.6%	47.4%	45.6%	49.6%

GAAP to Non-GAAP Adjusted Operating Expense

	<u>Q1 2025</u>	<u>Q2 2025</u>	<u>Q3 2025</u>	<u>Q4 2025</u>	<u>Q1 2026</u>
Selling, general and administrative, as reported	\$ 108.9	\$ 128.4	\$ 123.7	\$ 136.4	\$ 109.2
Research and development, as reported	66.2	72.1	74.6	70.6	58.2
Operating expenses	\$ 175.1	\$ 200.5	\$ 198.3	\$ 207.0	\$ 167.4
Equity-based compensation	5.4	7.1	8.4	8.6	3.3
Transaction, transformation and integration costs	4.3	7.3	1.8	16.6	10.7
Adjusted operating expense	\$ 165.4	\$ 186.1	\$ 188.1	\$ 181.8	\$ 153.4
Adjusted operating expense as % of sales	42.6%	36.3%	36.4%	35.3%	32.5%

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

Vistance Networks, Inc.
Reconciliation of GAAP Measures to Non-GAAP Adjusted Measures
(Unaudited -- In millions)

Adjusted EBITDA Outlook Reconciliation

	<u>Outlook Range</u>	
	2026	
Operating income	\$ 162	\$ 205
Adjustments:		
Amortization of purchased intangible assets	102	102
Equity-based compensation	23	24
Restructuring costs, net and transaction and transformation costs	45	50
Depreciation	18	19
Total adjustments to operating income	188	195
Adjusted EBITDA	\$ 350	\$ 400

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.

Vistance Networks, Inc.
Reconciliation of GAAP Measures to Non-GAAP Adjusted Measures
(Unaudited -- In millions)

Adjusted EBITDA Outlook Reconciliation ⁽¹⁾

	<u>Outlook Range</u>	
	<u>2026</u>	
Aurora operating income	\$ 100	\$ 125
Adjustments:		
Amortization of purchased intangible assets	78	78
Equity-based compensation	13	13
Restructuring costs, net and transaction and transformation costs	20	20
Depreciation	14	14
Total adjustments to operating income	<u>125</u>	<u>125</u>
Aurora adjusted EBITDA	<u>\$ 225</u>	<u>\$ 250</u>

(1) Financial measures exclude the results and performance of the RUCKUS segment.

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.