

Business Segment Information

Three Months Ended March 31, 2019	TDS Telecom					Corporate, Eliminations and Other	Total
	U.S Cellular	Wireline	Cable	TDS Telecom Total ¹			
(Dollars in thousands)							
Operating revenues							
Service	\$ 741,321	\$ 170,409	\$ 59,779	\$ 229,877	\$ 24,032	\$ 995,230	
Equipment and product sales	224,432	338	39	377	37,160	261,969	
Total operating revenues	965,753	170,747	59,818	230,253	61,193	1,257,199	
Cost of services (excluding Depreciation, amortization, and accretion reported below)							
Cost of services (excluding Depreciation, amortization, and accretion reported below)	176,178	62,989	25,759	88,486	18,871	283,535	
Cost of equipment and products	233,495	323	9	331	29,843	263,669	
Selling, general and administrative	325,325	46,890	14,294	61,134	11,704	398,163	
Depreciation, amortization and accretion	167,950	33,523	16,926	50,449	7,929	226,328	
(Gain) loss on asset disposals, net	2,111	(7,449)	405	(7,044)	39	(4,894)	
(Gain) loss on sale of business and other exit costs, net	(1,671)	—	—	—	—	(1,671)	
(Gain) loss on license sales and exchanges, net	(2,100)	—	—	—	—	(2,100)	
Operating income (loss)	64,465	34,471	2,426	36,897	(7,193)	94,169	
Equity in earnings of unconsolidated entities	43,629	4	—	4	408	44,041	
Interest and dividend income	5,763	2,560	414	2,974	(117)	8,620	
Interest expense	(29,147)	520	(40)	480	(14,385)	(43,052)	
Other, net	225	98	(19)	79	2	306	
Income (loss) before income taxes	84,935	37,653	2,781	40,434	(21,285)	104,084	
Income tax expense (benefit)	26,705	—	—	9,920	(2,684)	33,941	
Net income (loss)	58,230	—	—	30,513	(18,600)	70,143	
Add back:							
Depreciation, amortization and accretion	167,950	33,523	16,926	50,449	7,929	226,328	
(Gain) loss on asset disposals, net	2,111	(7,449)	405	(7,044)	39	(4,894)	
(Gain) loss on sale of business and other exit costs, net	(1,671)	—	—	—	—	(1,671)	
(Gain) loss on license sales and exchanges, net	(2,100)	—	—	—	—	(2,100)	
Interest expense	29,147	(520)	40	(480)	14,385	43,052	
Income tax expense (benefit)	26,705	—	—	9,920	(2,684)	33,941	
Adjusted EBITDA	\$ 280,372	\$ 63,207	\$ 20,152	\$ 83,359	\$ 1,068	\$ 364,799	
Investments in unconsolidated entities	\$ 467,836	\$ 3,810	\$ —	\$ 3,810	\$ 35,165	\$ 506,811	
Total assets	\$ 8,229,281	\$ 1,352,790	\$ 640,614	\$ 1,985,811	\$ 572,265	\$ 10,787,357	
Capital expenditures	\$ 101,928	\$ 29,416	\$ 12,826	\$ 42,241	\$ 2,357	\$ 146,526	

Numbers may not foot due to rounding.

¹ TDS Telecom Total includes eliminations between the Wireline and Cable segments.