Information related to Regulation G

LGI:

Operating cash flow, free cash flow and adjusted free cash flow are non-GAAP measures as contemplated by the U.S. Securities and Exchange Commission's Regulation G. A reconciliation of historical operating cash flow, free cash flow and adjusted free cash flow to the most directly comparable GAAP financial measure is presented below:

2010 2009 2010 2009 2010 2009 2010			e months		Nine months ended September 30,	
Total segment operating cash flow from continuing operations (a)		201	0	2009	2010	2009
operations (a) \$1,079.0 \$88.9 \$3,038.9 \$2,447.3 Stock-based compensation expense (25.1) (39.5) (91.8) (98.3) Depreciation and amortization (580.7) (538.4) (1,760.2) (1,528.7) Impairment, restructuring and other operating charges, net (26.5) (1.8) (109.5) (125.8) Operating income 446.7 309.2 1,077.4 694.5 Interest expense (329.6) (210.1) (988.8) (590.3) Interest and dividend income 12.0 13.1 30.2 40.4 Realized and unrealized losses on derivative instruments, net (610.9) (221.3) (974.6) (767.4) Foreign currency transaction gains (losses) due to changes in fair values of certain investments and debt, net 83.0 (51.0) 106.7 16.2 Losses on debt modifications and extinguishments, net (25.2) (9.7) (24.9) (34.0) Other income (expense), net (1.4) 3.2 (3.2) 0.6 Earnings (loss) from continuing operations \$ 300.7 \$ (102.2) \$ (944				in millions		
Stock-based compensation expense. (25.1) (39.5) (91.8) (98.3)	Total segment operating cash flow from continuing					
Depreciation and amortization	operations (a)	. \$ 1,079	9.0 \$	888.9	\$ 3,038.9	\$ 2,447.3
Impairment, restructuring and other operating charges, net	Stock-based compensation expense	. (25	5.1)	(39.5)	(91.8)	(98.3)
Impairment, restructuring and other operating charges, net	Depreciation and amortization	. (580).7)	(538.4)	(1,760.2)	(1,528.7)
Operating income 446.7 (309.2 (210.1) 1,077.4 (988.8) 694.5 (590.3) Interest expense (329.6) (210.1) (988.8) (590.3) Interest and dividend income 12.0 13.1 30.2 40.4 Realized and unrealized losses on derivative instruments, net (610.9) (221.3) (974.6) (767.4) Foreign currency transaction gains (losses), net 726.1 64.4 (167.3) 101.5 Realized and unrealized gains (losses) due to changes in fair values of certain investments and debt, net 83.0 (51.0) 106.7 16.2 Losses on debt modifications and extinguishments, net (25.2) (9.7) (24.9) (34.0) Other income (expense), net (1.4) 3.2 (3.2) 0.6 Earnings (loss) from continuing operations before income taxes \$ 300.7 \$ (102.2) \$ (944.5) \$ (538.5) Net cash provided by operating activities from continuing operations \$ 418.5 \$ 396.4 \$ 1,411.7 \$ 1,354.2 Capital expenditures (457.9) (404.2) (1.297.3) (1.239.8) Free cash flow (b) \$ (39						
Interest expense	charges, net	. (26	<u>.5)</u>	(1.8)	(109.5)	(125.8)
Interest and dividend income	Operating income	. 446	5.7	309.2	1,077.4	694.5
Realized and unrealized losses on derivative instruments, net	Interest expense	(329	9.6)	(210.1)	(988.8)	(590.3)
net (610.9) (221.3) (974.6) (767.4) Foreign currency transaction gains (losses), net 726.1 64.4 (167.3) 101.5 Realized and unrealized gains (losses) due to changes in fair values of certain investments and debt, net 83.0 (51.0) 106.7 16.2 Losses on debt modifications and extinguishments, net (25.2) (9.7) (24.9) (34.0) Other income (expense), net (1.4) 3.2 (3.2) 0.6 Earnings (loss) from continuing operations before income taxes \$300.7 \$(102.2) \$(944.5) \$(538.5) Net cash provided by operating activities from continuing operations \$418.5 \$396.4 \$1,411.7 \$1,354.2 Capital expenditures (457.9) (404.2) (1,297.3) (1,239.8) Free cash flow (b) \$(39.4) \$(7.8) \$114.4 \$114.4 Free cash flow \$(39.4) \$(7.8) \$114.4 \$114.4 Old Unitymedia's free cash flow adjustment for preacquisition Q1 2010 period — — — (42.0) — Post-acquisition payments associated with Old Unitymedi	Interest and dividend income	12	2.0	13.1	30.2	40.4
Foreign currency transaction gains (losses), net 726.1 64.4 (167.3) 101.5 Realized and unrealized gains (losses) due to changes in fair values of certain investments and debt, net 83.0 (51.0) 106.7 16.2 Losses on debt modifications and extinguishments, net (25.2) (9.7) (24.9) (34.0) Other income (expense), net (1.4) 3.2 (3.2) 0.6 Earnings (loss) from continuing operations before income taxes \$ 300.7 \$ (102.2) \$ (944.5) \$ (538.5) Net cash provided by operating activities from continuing operations \$ 418.5 \$ 396.4 \$ 1,411.7 \$ 1,354.2 Capital expenditures (457.9) (404.2) (1.297.3) (1.239.8) Free cash flow (b) \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow \$ (39.4) \$ (7.8) \$ 114	Realized and unrealized losses on derivative instruments,					
Realized and unrealized gains (losses) due to changes in fair values of certain investments and debt, net	net	(610).9)	(221.3)	(974.6)	(767.4)
Realized and unrealized gains (losses) due to changes in fair values of certain investments and debt, net	Foreign currency transaction gains (losses), net	. 726	5.1	64.4	(167.3)	101.5
fair values of certain investments and debt, net						
Other income (expense), net (1.4) 3.2 (3.2) 0.6 Earnings (loss) from continuing operations before income taxes \$300.7 \$(102.2) \$(944.5) \$(538.5) Net cash provided by operating activities from continuing operations \$418.5 \$396.4 \$1,411.7 \$1,354.2 Capital expenditures (457.9) (404.2) (1,297.3) (1,239.8) Free cash flow (b) \$(39.4) \$(7.8) \$114.4 \$114.4 Old Unitymedia's free cash flow adjustment for preacquisition Q1 2010 period — — (42.0) — Post-acquisition payments associated with Old Unitymedia's capital structure 6.9 — 51.7 — Unitymedia direct acquisition costs 0.7 — 50.0 — Excess tax benefits from stock-based compensation 14.5 — 48.9 — Tax payments on J:COM disposal 57.1 — 183.1 —		83	3.0	(51.0)	106.7	16.2
Other income (expense), net (1.4) 3.2 (3.2) 0.6 Earnings (loss) from continuing operations before income taxes \$300.7 \$(102.2) \$(944.5) \$(538.5) Net cash provided by operating activities from continuing operations \$418.5 \$396.4 \$1,411.7 \$1,354.2 Capital expenditures (457.9) (404.2) (1,297.3) (1,239.8) Free cash flow (b) \$(39.4) \$(7.8) \$114.4 \$114.4 Old Unitymedia's free cash flow adjustment for preacquisition Q1 2010 period — — (42.0) — Post-acquisition payments associated with Old Unitymedia's capital structure 6.9 — 51.7 — Unitymedia direct acquisition costs 0.7 — 50.0 — Excess tax benefits from stock-based compensation 14.5 — 48.9 — Tax payments on J:COM disposal 57.1 — 183.1 —	Losses on debt modifications and extinguishments, net	. (25	5.2)	(9.7)	(24.9)	(34.0)
Earnings (loss) from continuing operations before income taxes \$ 300.7 \$ (102.2) \$ (944.5) \$ (538.5) Net cash provided by operating activities from continuing operations \$ 418.5 \$ 396.4 \$ 1,411.7 \$ 1,354.2 Capital expenditures (457.9) (404.2) (1,297.3) (1,239.8) Free cash flow (b) \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Old Unitymedia's free cash flow adjustment for preacquisition Q1 2010 period - - (42.0) - Post-acquisition payments associated with Old Unitymedia's capital structure 6.9 - 51.7 - Unitymedia direct acquisition costs 0.7 - 50.0 - Excess tax benefits from stock-based compensation 14.5 - 48.9 - Tax payments on J:COM disposal 57.1 - 183.1 -			.4)	3.2	(3.2)	0.6
Sample S				<u> </u>	<u> </u>	
Net cash provided by operating activities from continuing operations	3 · · · 3 ·	. \$ 300).7 \$	(102.2)	\$ (944.5)	\$ (538.5)
operations. \$ 418.5 \$ 396.4 \$ 1,411.7 \$ 1,354.2 Capital expenditures (457.9) (404.2) (1,297.3) (1,239.8) Free cash flow (b) \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow. \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Old Unitymedia's free cash flow adjustment for preacquisition Q1 2010 period. - - (42.0) - Post-acquisition payments associated with Old Unitymedia's capital structure 6.9 - 51.7 - Unitymedia direct acquisition costs 0.7 - 50.0 - Excess tax benefits from stock-based compensation 14.5 - 48.9 - Tax payments on J:COM disposal 57.1 - 183.1 -		·	<u> </u>	, ,		
operations. \$ 418.5 \$ 396.4 \$ 1,411.7 \$ 1,354.2 Capital expenditures (457.9) (404.2) (1,297.3) (1,239.8) Free cash flow (b) \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow	Net cash provided by operating activities from continuing					
Capital expenditures (457.9) (404.2) (1.297.3) (1.239.8) Free cash flow (b) \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Old Unitymedia's free cash flow adjustment for preacquisition Q1 2010 period — — — (42.0) — Post-acquisition payments associated with Old Unitymedia's capital structure 6.9 — 51.7 — Unitymedia direct acquisition costs 0.7 — 50.0 — Excess tax benefits from stock-based compensation 14.5 — 48.9 — Tax payments on J:COM disposal 57.1 — 183.1 —		\$ 418	3.5 \$	396.4	\$ 1,411.7	\$ 1,354.2
Free cash flow (b) \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Free cash flow \$ (39.4) \$ (7.8) \$ 114.4 \$ 114.4 Old Unitymedia's free cash flow adjustment for preacquisition Q1 2010 period — — — (42.0) — Post-acquisition payments associated with Old Unitymedia's capital structure 6.9 — 51.7 — Unitymedia direct acquisition costs 0.7 — 50.0 — Excess tax benefits from stock-based compensation 14.5 — 48.9 — Tax payments on J:COM disposal 57.1 — 183.1 —	•					
Free cash flow						
Old Unitymedia's free cash flow adjustment for pre- acquisition Q1 2010 period	riee casil flow (b)	<u>v (57</u>	<u>,,4)</u> <u>v</u>	(7.0)	<u>Ψ 114.4</u>	<u>Ψ 114.4</u>
Old Unitymedia's free cash flow adjustment for pre- acquisition Q1 2010 period		ተ /ጋር) 4)	(7.0)	ф 114 <i>4</i>	ф 114 <i>4</i>
acquisition Q1 2010 period — — — — — — — — — — — — — — — — — — —		\$ (35	7.4) \$	(7.8)	\$ 114.4	\$ 114.4
Post-acquisition payments associated with Old Unitymedia's capital structure	· · · · · · · · · · · · · · · · · · ·				(42.0)	
capital structure 6.9 — 51.7 — Unitymedia direct acquisition costs 0.7 — 50.0 — Excess tax benefits from stock-based compensation 14.5 — 48.9 — Tax payments on J:COM disposal 57.1 — 183.1 —		. –	-	_	(42.0)	_
Unitymedia direct acquisition costs			. 0		E1 7	
Excess tax benefits from stock-based compensation 14.5 — 48.9 — Tax payments on J:COM disposal 57.1 — 183.1 —		•		_		_
Tax payments on J:COM disposal 57.1	· ·	•		_		_
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	Tax payments on J:COM disposal	-				
Adjusted free cash flow	Adjusted free cash flow	. \$ 39	<u>9.8</u> \$	(7.8)	<u>\$ 406.1</u>	<u>\$ 114.4</u>

⁽a) LGI defines operating cash flow as revenue less operating and SG&A expenses (excluding stock-based compensation, depreciation and amortization, provisions for litigation and impairment, restructuring and other operating charges or credits).

⁽b) LGI defines free cash flow as net cash provided by operating activities of our continuing operations less capital expenditures of our continuing operations.