

Information related to Regulation G

Telenet Group Holding NV (Telenet):

Telenet is a wholly-owned subsidiary of Liberty Global Ltd.

Telenet is a leading provider of media and telecommunication services. Its business comprises the provision of cable television, high speed internet and fixed and mobile telephony services in Belgium. For purposes of its standalone reporting obligations, Telenet prepares its consolidated financial statements in accordance with International Financial Reporting Standards as adopted by the European Union (GAAP).

Adjusted EBITDA, Adjusted EBITDA less property and equipment (P&E) additions, Adjusted EBITDA after Leases (Adjusted EBITDAaL) and Adjusted Free Cash Flow are non-GAAP measures as contemplated by the U.S. Securities and Exchange Commission's Regulation G. Telenet believes that its presentation of Adjusted EBITDA, Adjusted EBITDA less P&E Additions and Adjusted EBITDAaL provides useful information to investors, as these measures provide a transparent view of Telenet's recurring expenses necessary to operate its business and are key measures used by Telenet's chief operating decision makers to evaluate operating performance and to decide how to allocate resources.

Telenet believes that its presentation of Adjusted Free Cash Flow provides useful information to investors, as this measure can be used to gauge Telenet's ability to service debt and fund new investment opportunities. Adjusted Free Cash Flow should not be understood to represent Telenet's ability to fund discretionary amounts, as Telenet has various mandatory and contractual obligations, including debt repayments, which are not deducted to arrive at this amount.

Investors should view Telenet's Adjusted EBITDA, Adjusted EBITDA less P&E Additions, Adjusted EBITDAaL and Adjusted Free Cash Flow as supplements to, and not substitutes for, operating income, net profit, cash flows from operating activities and other GAAP measures of income or cash flows. Reconciliations of Adjusted EBITDA, Adjusted EBITDA less P&E Additions, Adjusted EBITDAaL and Adjusted Free Cash Flow to the most directly comparable GAAP financial measures are presented below:

	Three Months Ended		Year Ended	
	December 31,		December 31,	
	2023	2022	2023	2022
	in millions			
<i>Adjusted EBITDA and Adjusted EBITDA less P&E additions:</i>				
Net profit (loss)	€ (139.1)	€ 0.9	€ 295.8	€ 997.0
Income tax expense (benefit)	(14.8)	28.4	104.5	145.6
Share of the result of equity accounted investees	1.6	2.0	4.6	3.4
Impairment of investments in and/or loans to equity accounted investees	—	63.4	—	63.4
Remeasurement to fair value of pre-existing interest in an acquiree	—	(15.7)	(2.0)	(15.7)
Loss (gain) on disposal of assets/liabilities related to a subsidiary or a joint venture	0.7	(0.1)	(346.3)	(371.7)
Net finance expense (income)	213.4	29.0	395.7	(246.5)
Depreciation, amortization, impairment and gain on disposal of assets	262.3	239.3	864.0	770.5
EBITDA (a)	324.1	347.2	1,316.3	1,346.0
Share based compensation	22.2	3.6	37.2	9.2
Operating charges related to acquisitions or divestitures	1.5	3.3	14.4	15.4
Restructuring charges	1.6	1.7	6.8	2.4
Measurement period adjustments related to business acquisitions	0.2	0.1	(1.4)	0.8
Adjusted EBITDA (a)	349.6	355.9	1,373.3	1,373.8
P&E additions (b)	(264.9)	(215.9)	(806.3)	(1,419.3)
Recognition of football broadcasting rights	16.6	1.0	16.0	(0.9)
Recognition of mobile spectrum licenses	—	—	—	434.8
Recognition of certain lease-related capital additions	16.7	6.9	36.7	329.1
Adjusted EBITDA less P&E Additions (c)	€ 118.0	€ 147.9	€ 619.7	€ 717.5
<i>Adjusted EBITDAaL:</i>				
Adjusted EBITDA (a)	€ 349.6	€ 355.9	€ 1,373.3	€ 1,373.8
Depreciation on assets under leases	(10.3)	(21.5)	(63.1)	(85.1)
Interest expense on leases	(7.9)	(13.4)	(31.1)	(42.6)
Adjusted EBITDAaL (d)	€ 331.4	€ 321.0	€ 1,279.1	€ 1,246.1

Three Months Ended December 31,		Year Ended December 31,	
2023	2022	2023	2022

in millions

Adjusted Free Cash Flow:

Net cash from operating activities	€ 288.1	€ 307.9	€ 1,029.1	€ 1,092.6
Operating-related vendor financing additions	73.7	69.5	315.3	345.3
Purchases of property and equipment	(107.3)	(83.3)	(357.5)	(295.9)
Purchases of intangibles	(90.4)	(70.2)	(284.5)	(225.2)
Principal payments on operating-related vendor financing	(48.4)	(64.9)	(333.1)	(355.1)
Principal payments on capital-related vendor financing	(32.0)	(22.4)	(86.9)	(62.8)
Principal payments on leases (excluding network-related leases assumed in acquisitions)	(10.2)	(6.3)	(40.8)	(42.0)
Principal payments on post acquisition additions to network leases	—	(8.7)	—	(34.4)
Principal payments on pre-acquisition additions to network leases	—	(3.7)	—	(13.5)
Adjusted Free Cash Flow (e)	73.5	117.9	241.6	409.0
Cash compensation paid to Telenet employees in connection with Liberty Global's takeover of Telenet (f)	7.6	—	7.6	—
Adjusted Free Cash Flow As Guided	<u>€ 81.1</u>	<u>€ 117.9</u>	<u>€ 249.2</u>	<u>€ 409.0</u>

- (a) Telenet defines Adjusted EBITDA as profit (loss) before net income tax benefit (expense), our share of the result of equity-accounted investees, net finance income (expense), depreciation and amortization, share-based compensation, measurement period and post-measurement period adjustments related to business acquisitions, provisions and provision releases related to significant litigation and impairment, restructuring and other operating items.
- (b) P&E additions include capital expenditures on an accrual basis, amounts financed under vendor financing or finance lease arrangements and other non-cash additions.
- (c) Telenet defines Adjusted EBITDA less P&E additions as Adjusted EBITDA less P&E additions on an accrual basis. For this purpose, P&E additions exclude the recognition of (i) football broadcasting rights, (ii) mobile spectrum licenses and (iii) certain lease related capital additions.
- (d) Telenet defines Adjusted EBITDAaL as Adjusted EBITDA as further adjusted to include finance lease related depreciation and interest expense.
- (e) Telenet defines Adjusted Free Cash Flow as net cash provided by operating activities, plus operating-related vendor financed expenses (which represents an increase in the period to actual cash available as a result of extending vendor payment terms beyond normal payment terms, which are typically 90 days or less, through non-cash financing activities), less (i) cash payments in the period for capital expenditures as reported in Telenet's consolidated statement of cash flows, (ii) principal payments on operating- and capital-related amounts financed by vendors and intermediaries (which represents a decrease in the period to actual cash available as a result of paying amounts to vendors and intermediaries where Telenet previously had extended vendor payments beyond the normal payment terms), and (iii) principal payments on leases (which represents a decrease in the period to actual cash available), each as reported in Telenet's consolidated statements of cash flows.
- (f) Reflects certain cash share-based compensation related payments made to Telenet employees in connection with Liberty Global's takeover of Telenet. Telenet was reimbursed for these cash payments through a capital contribution by Liberty Global, such reimbursement is reflected outside of our Adjusted Free Cash Flow.