

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS AND OPERATING DATA
(dollars in millions, except per share data)

| | Three Months Ended December 31, | | | Year Ended December 31, | | |
|---|---------------------------------|-------------|----------|-------------------------|------------|----------|
| | 2013 | 2012 | | 2013 | 2012 | |
| | Actual | Actual | % Change | Actual | Actual | % Change |
| REVENUES: | | | | | | |
| Video | \$ 1,046 | \$ 927 | 12.8 % | \$ 4,030 | \$ 3,639 | 10.7 % |
| Internet | 590 | 482 | 22.4 % | 2,186 | 1,866 | 17.1 % |
| Voice | 154 | 186 | (17.2)% | 644 | 828 | (22.2)% |
| Commercial | 228 | 177 | 28.8 % | 822 | 658 | 24.9 % |
| Advertising sales | 83 | 96 | (13.5)% | 291 | 334 | (12.9)% |
| Other | 47 | 45 | 4.4 % | 182 | 179 | 1.7 % |
| Total Revenues | 2,148 | 1,913 | 12.3 % | 8,155 | 7,504 | 8.7 % |
| COSTS AND EXPENSES: | | | | | | |
| Programming | 561 | 491 | 14.3 % | 2,146 | 1,965 | 9.2 % |
| Franchises, regulatory and connectivity | 103 | 96 | 7.3 % | 399 | 383 | 4.2 % |
| Costs to service customers | 383 | 357 | 7.3 % | 1,514 | 1,363 | 11.1 % |
| Marketing | 127 | 98 | 29.6 % | 479 | 422 | 13.5 % |
| Other | 210 | 173 | 21.4 % | 759 | 677 | 12.1 % |
| Total operating costs and expenses (excluding depreciation and amortization) | 1,384 | 1,215 | 13.9 % | 5,297 | 4,810 | 10.1 % |
| Adjusted EBITDA | 764 | 698 | 9.5 % | 2,858 | 2,694 | 6.1 % |
| Adjusted EBITDA margin | 35.6% | 36.5% | | 35.0% | 35.9% | |
| Depreciation and amortization | 500 | 466 | | 1,854 | 1,713 | |
| Stock compensation expense | 11 | 13 | | 48 | 50 | |
| Other operating expenses, net | 7 | 13 | | 31 | 15 | |
| Income from operations | 246 | 206 | | 925 | 916 | |
| OTHER INCOME (EXPENSES): | | | | | | |
| Interest expense, net | (211) | (216) | | (846) | (907) | |
| Gain (loss) on extinguishment of debt | — | 19 | | (123) | (55) | |
| Gain on derivative instruments, net | 2 | — | | 11 | — | |
| Other expense, net | (2) | — | | (16) | (1) | |
| | (211) | (197) | | (974) | (963) | |
| Income (loss) before income taxes | 35 | 9 | | (49) | (47) | |
| Income tax benefit (expense) | 4 | (49) | | (120) | (257) | |
| Net income (loss) | \$ 39 | \$ (40) | | \$ (169) | \$ (304) | |
| EARNINGS (LOSS) PER COMMON SHARE: | | | | | | |
| Basic | \$ 0.38 | \$ (0.41) | | \$ (1.65) | \$ (3.05) | |
| Diluted | \$ 0.35 | \$ (0.41) | | \$ (1.65) | \$ (3.05) | |
| Weighted average common shares outstanding, basic | 103,836,535 | 100,003,344 | | 101,934,630 | 99,657,989 | |
| Weighted average common shares outstanding, diluted | 111,415,982 | 100,003,344 | | 101,934,630 | 99,657,989 | |

Adjusted EBITDA is a non-GAAP term. See page 7 of this addendum for the reconciliation of adjusted EBITDA to net loss as defined by GAAP.

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS AND OPERATING DATA
(dollars in millions, except per share data)

| | Three Months Ended December 31, | | | Year Ended December 31, | | |
|--|---------------------------------|---------------|----------|-------------------------|---------------|----------|
| | 2013 | 2012 | | 2013 | 2012 | |
| | Actual | Pro Forma (a) | % Change | Pro Forma (a) | Pro Forma (a) | % Change |
| REVENUES: | | | | | | |
| Video | \$ 1,046 | \$ 994 | 5.2 % | \$ 4,167 | \$ 3,902 | 6.8 % |
| Internet | 590 | 513 | 15.0 % | 2,253 | 1,986 | 13.4 % |
| Voice | 154 | 199 | (22.6)% | 668 | 884 | (24.4)% |
| Commercial | 228 | 191 | 19.4 % | 850 | 711 | 19.5 % |
| Advertising sales | 83 | 101 | (17.8)% | 297 | 349 | (14.9)% |
| Other | 47 | 47 | — % | 184 | 185 | (0.5)% |
| Total Revenues | 2,148 | 2,045 | 5.0 % | 8,419 | 8,017 | 5.0 % |
| COSTS AND EXPENSES: | | | | | | |
| Programming | 561 | 523 | 7.3 % | 2,214 | 2,091 | 5.9 % |
| Franchises, regulatory and connectivity | 103 | 105 | (1.9)% | 417 | 419 | (0.5)% |
| Costs to service customers | 383 | 384 | (0.3)% | 1,566 | 1,472 | 6.4 % |
| Marketing | 127 | 106 | 19.8 % | 497 | 457 | 8.8 % |
| Other | 210 | 182 | 15.4 % | 777 | 714 | 8.8 % |
| Total operating costs and expenses (excluding depreciation and amortization) | 1,384 | 1,300 | 6.5 % | 5,471 | 5,153 | 6.2 % |
| Adjusted EBITDA | 764 | 745 | 2.6 % | 2,948 | 2,864 | 2.9 % |
| Adjusted EBITDA margin | 35.6% | 36.4% | | 35.0% | 35.7% | |
| Depreciation and amortization | 500 | 507 | | 1,908 | 1,877 | |
| Stock compensation expense | 11 | 13 | | 48 | 50 | |
| Other operating expenses, net | 7 | 13 | | 31 | 15 | |
| Income from operations | 246 | 212 | | 961 | 922 | |
| OTHER INCOME (EXPENSES): | | | | | | |
| Interest expense, net | (211) | (229) | | (873) | (960) | |
| Gain (loss) on extinguishment of debt | — | 19 | | (123) | (55) | |
| Gain on derivative instruments, net | 2 | — | | 11 | — | |
| Other expense, net | (2) | — | | (16) | (1) | |
| | (211) | (210) | | (1,001) | (1,016) | |
| Income (loss) before income taxes | 35 | 2 | | (40) | (94) | |
| Income tax benefit (expense) | 4 | (75) | | (154) | (298) | |
| Net income (loss) | \$ 39 | \$ (73) | | \$ (194) | \$ (392) | |
| EARNINGS (LOSS) PER COMMON SHARE: | | | | | | |
| Basic | \$ 0.38 | \$ (0.73) | | \$ (1.90) | \$ (3.93) | |
| Diluted | \$ 0.35 | \$ (0.73) | | \$ (1.90) | \$ (3.93) | |
| Weighted average common shares outstanding, basic | 103,836,535 | 100,003,344 | | 101,934,630 | 99,657,989 | |
| Weighted average common shares outstanding, diluted | 111,415,982 | 100,003,344 | | 101,934,630 | 99,657,989 | |

Adjusted EBITDA is a non-GAAP term. See page 7 of this addendum for the reconciliation of adjusted EBITDA to net loss as defined by GAAP.

(a) Pro forma results reflect certain acquisitions of cable systems in 2013 as if they occurred as of January 1, 2012.

December 31, 2013. Pro forma revenues, operating expenses and net loss increased by \$264 million, \$174 million and \$25 million, respectively, for the year ended December 31, 2013.

December 31, 2012. Pro forma revenues, operating expenses and net loss increased by \$132 million, \$85 million and \$33 million, respectively, for the three months ended December 31, 2012. Pro forma revenues, operating expenses and net loss increased by \$513 million, \$343 million and \$88 million, respectively, for the year ended December 31, 2012.

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(dollars in millions)

| | December 31, | |
|---|------------------|------------------|
| | 2013 | 2012 |
| ASSETS | | |
| CURRENT ASSETS: | | |
| Cash and cash equivalents | \$ 21 | \$ 7 |
| Restricted cash and cash equivalents | — | 27 |
| Accounts receivable, net | 234 | 234 |
| Prepaid expenses and other current assets | 67 | 62 |
| Total current assets | <u>322</u> | <u>330</u> |
| INVESTMENT IN CABLE PROPERTIES: | | |
| Property, plant and equipment, net | 7,981 | 7,206 |
| Franchises | 6,009 | 5,287 |
| Customer relationships, net | 1,389 | 1,424 |
| Goodwill | 1,177 | 953 |
| Total investment in cable properties, net | <u>16,556</u> | <u>14,870</u> |
| OTHER NONCURRENT ASSETS | <u>417</u> | <u>396</u> |
| Total assets | <u>\$ 17,295</u> | <u>\$ 15,596</u> |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| CURRENT LIABILITIES: | | |
| Accounts payable and accrued liabilities | \$ 1,467 | \$ 1,224 |
| Total current liabilities | <u>1,467</u> | <u>1,224</u> |
| LONG-TERM DEBT | <u>14,181</u> | <u>12,808</u> |
| DEFERRED INCOME TAXES | <u>1,431</u> | <u>1,321</u> |
| OTHER LONG-TERM LIABILITIES | <u>65</u> | <u>94</u> |
| SHAREHOLDERS' EQUITY | <u>151</u> | <u>149</u> |
| Total liabilities and shareholders' equity | <u>\$ 17,295</u> | <u>\$ 15,596</u> |

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
(dollars in millions)

| | Three Months Ended December 31, | | Year Ended December 31, | |
|---|------------------------------------|---------------|-------------------------|----------------|
| | 2013 | 2012 | 2013 | 2012 |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | | |
| Net income (loss) | \$ 39 | \$ (40) | \$ (169) | \$ (304) |
| Adjustments to reconcile net income (loss) to net cash flows from operating activities: | | | | |
| Depreciation and amortization | 500 | 466 | 1,854 | 1,713 |
| Stock compensation expense | 11 | 13 | 48 | 50 |
| Noncash interest expense | 10 | 12 | 43 | 45 |
| (Gain) loss on extinguishment of debt | — | (19) | 123 | 55 |
| Gain on derivative instruments, net | (2) | — | (11) | — |
| Deferred income taxes | — | 47 | 112 | 250 |
| Other, net | 2 | 7 | 34 | (5) |
| Changes in operating assets and liabilities, net of effects from acquisitions: | | | | |
| Accounts receivable | — | 16 | 10 | 34 |
| Prepaid expenses and other assets | 13 | 4 | — | (8) |
| Accounts payable, accrued liabilities and other | 22 | (21) | 114 | 46 |
| Net cash flows from operating activities | <u>595</u> | <u>485</u> | <u>2,158</u> | <u>1,876</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | | |
| Purchases of property, plant and equipment | (566) | (449) | (1,825) | (1,745) |
| Change in accrued expenses related to capital expenditures | 55 | (3) | 76 | 13 |
| Sales (purchases) of cable systems, net | (3) | — | (676) | 19 |
| Other, net | (3) | (6) | (18) | (24) |
| Net cash flows from investing activities | <u>(517)</u> | <u>(458)</u> | <u>(2,443)</u> | <u>(1,737)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES: | | | | |
| Borrowings of long-term debt | 213 | 1,477 | 6,782 | 5,830 |
| Repayments of long-term debt | (343) | (2,347) | (6,520) | (5,901) |
| Payments for debt issuance costs | — | (12) | (50) | (53) |
| Purchase of treasury stock | (4) | (7) | (15) | (11) |
| Proceeds from exercise of options and warrants | 37 | 2 | 104 | 15 |
| Other, net | (1) | (1) | (2) | (14) |
| Net cash flows from financing activities | <u>(98)</u> | <u>(888)</u> | <u>299</u> | <u>(134)</u> |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | (20) | (861) | 14 | 5 |
| CASH AND CASH EQUIVALENTS, beginning of period | 41 | 868 | 7 | 2 |
| CASH AND CASH EQUIVALENTS, end of period | \$ 21 | \$ 7 | \$ 21 | \$ 7 |
| CASH PAID FOR INTEREST | \$ 179 | \$ 257 | \$ 763 | \$ 904 |

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED SUMMARY OF OPERATING STATISTICS
(in thousands, except per customer and penetration data)

| | Approximate as of | | |
|---|--------------------------|---------------------------|--------------------------|
| | Actual | | Pro Forma |
| | December 31, 2013 (a) | September 30, 2013 (a) | December 31, 2012 (a) |
| <u>Footprint</u> | | | |
| Estimated Video Passings (b) | 12,799 | 12,794 | 12,741 |
| Estimated Internet Passings (b) | 12,467 | 12,475 | 12,427 |
| Estimated Voice Passings (b) | 11,898 | 11,815 | 11,752 |
| <u>Penetration Statistics</u> | | | |
| Video Penetration of Estimated Video Passings (c) | 33.9% | 34.0% | 35.0% |
| Internet Penetration of Estimated Internet Passings (c) | 37.2% | 36.4% | 34.4% |
| Voice Penetration of Estimated Voice Passings (c) | 20.3% | 19.9% | 18.6% |
| <u>Residential</u> | | | |
| Residential Customer Relationships (d) | 5,561 | 5,498 | 5,389 |
| Residential Non-Video Customers | 1,384 | 1,319 | 1,103 |
| % Non-Video | 24.9% | 24.0% | 20.5% |
| <u>Customers</u> | | | |
| Video (e) | 4,177 | 4,179 | 4,286 |
| Internet (f) | 4,383 | 4,290 | 4,059 |
| Voice (g) | 2,273 | 2,217 | 2,073 |
| Residential PSUs (h) | 10,833 | 10,686 | 10,418 |
| Residential PSU / Customer Relationships (d)(h) | 1.95 | 1.94 | 1.93 |
| <u>Quarterly Net Additions/(Losses) (i)</u> | | | |
| Video (e) | (2) | (27) | (36) |
| Internet (f) | 93 | 86 | 59 |
| Voice (g) | 56 | 41 | 34 |
| Residential PSUs (h) | 147 | 100 | 57 |
| Single Play Penetration (j) | 37.6% | 37.7% | 37.3% |
| Double Play Penetration (k) | 29.8% | 30.2% | 32.0% |
| Triple Play Penetration (l) | 32.6% | 32.2% | 30.7% |
| Digital Penetration (m) | 91.8% | 91.2% | 86.8% |
| Revenue per Customer Relationship (d)(n) | \$ 107.97 | \$ 108.52 | \$ 105.76 |
| <u>Commercial</u> | | | |
| Commercial Customer Relationships (d)(o) | 375 | 359 | 341 |
| <u>Customers</u> | | | |
| Video (e)(o) | 165 | 166 | 177 |
| Internet (f) | 257 | 245 | 210 |
| Voice (g) | 145 | 138 | 116 |
| Commercial PSUs (h) | 567 | 549 | 503 |
| <u>Quarterly Net Additions/(Losses) (i)</u> | | | |
| Video (e)(o) | (1) | 2 | (3) |
| Internet (f) | 12 | 12 | 8 |
| Voice (g) | 7 | 7 | 7 |
| Commercial PSUs (h) | 18 | 21 | 12 |

Pro forma operating statistics reflect certain acquisitions of cable systems in 2013 as if such transactions had occurred as of the last day of the respective period for all periods presented.

At December 31, 2012, actual residential video, Internet and voice customers were 3,989,000, 3,785,000 and 1,914,000, respectively; actual commercial video, Internet and voice customers were 169,000, 193,000 and 105,000, respectively.

See footnotes to unaudited summary of operating statistics on page 6 of this addendum.

- (a) We calculate the aging of customer accounts based on the monthly billing cycle for each account. On that basis, at December 31, 2013, September 30, 2013 and December 31, 2012, customers include approximately 11,300, 9,700 and 18,400 customers, respectively, whose accounts were over 60 days past due in payment, approximately 800, 1,000 and 2,600 customers, respectively, whose accounts were over 90 days past due in payment and approximately 900, 900 and 1,700 customers, respectively, whose accounts were over 120 days past due in payment.
- (b) "Passings" represent our estimate of the number of units, such as single family homes, apartment and condominium units and commercial establishments passed by our cable distribution network in the areas where we offer the service indicated. These estimates are updated for all periods presented based upon the information available at that time.
- (c) "Penetration" represents residential and commercial customers as a percentage of estimated passings for the service indicated.
- (d) "Customer Relationships" include the number of customers that receive one or more levels of service, encompassing video, Internet and voice services, without regard to which service(s) such customers receive. This statistic is computed in accordance with the guidelines of the National Cable & Telecommunications Association ("NCTA"). Commercial customer relationships include video customers in commercial structures, which are calculated on an EBU basis (see footnote (o)) and non-video commercial customer relationships.
- (e) "Video Customers" represent those customers who subscribe to our video services.
- (f) "Internet Customers" represent those customers who subscribe to our Internet services.
- (g) "Voice Customers" represent those customers who subscribe to our voice services.
- (h) "Primary Service Units" or "PSUs" represent the total of video, Internet and voice customers.
- (i) "Quarterly Net Additions/(Losses)" represent the net gain or loss in the respective quarter for the service indicated.
- (j) "Single Play Penetration" represents residential customers receiving only one Charter service offering, including video, Internet or voice, as a % of residential customer relationships.
- (k) "Double Play Penetration" represents residential customers receiving only two Charter service offering, including video, Internet and/or voice, as a % of residential customer relationships.
- (l) "Triple Play Penetration" represents residential customers receiving all three Charter service offerings, including video, Internet and voice, as a % of residential customer relationships.
- (m) "Digital Penetration" represents the number of residential digital video customers as a percentage of residential video customers.
- (n) "Revenue per Customer Relationship" is calculated as total residential video, Internet and voice quarterly revenue divided by three divided by average residential customer relationships during the respective quarter.
- (o) Included within commercial video customers are those in commercial structures, which are calculated on an equivalent bulk unit ("EBU") basis. We calculate EBUs by dividing the bulk price charged to accounts in an area by the published rate charged to non-bulk residential customers in that market for the comparable tier of service. This EBU method of estimating basic video customers is consistent with the methodology used in determining costs paid to programmers and is consistent with the methodology used by other multiple system operators. As we increase our published video rates to residential customers without a corresponding increase in the prices charged to commercial service customers, our EBU count will decline even if there is no real loss in commercial service customers. For example, commercial video customers decreased by 10,000 during the year ended December 31, 2013 due to published video rate increases.

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED RECONCILIATION OF NON-GAAP MEASURES TO GAAP MEASURES
(dollars in millions)

| | Three Months Ended December 31, | | Year Ended December 31, | |
|--|---------------------------------|----------------|-------------------------|----------------|
| | 2013 Actual | 2012 Actual | 2013 Actual | 2012 Actual |
| Net income (loss) | \$ 39 | \$ (40) | \$ (169) | \$ (304) |
| Plus: Interest expense, net | 211 | 216 | 846 | 907 |
| Income tax (benefit) expense | (4) | 49 | 120 | 257 |
| Depreciation and amortization | 500 | 466 | 1,854 | 1,713 |
| Stock compensation expense | 11 | 13 | 48 | 50 |
| (Gain) loss on extinguishment of debt | — | (19) | 123 | 55 |
| Gain on derivative instruments, net | (2) | — | (11) | — |
| Other, net | 9 | 13 | 47 | 16 |
| Adjusted EBITDA (b) | 764 | 698 | 2,858 | 2,694 |
| Less: Purchases of property, plant and equipment | (566) | (449) | (1,825) | (1,745) |
| Adjusted EBITDA less capital expenditures | <u>\$ 198</u> | <u>\$ 249</u> | <u>\$ 1,033</u> | <u>\$ 949</u> |
| Net cash flows from operating activities | \$ 595 | \$ 485 | \$ 2,158 | \$ 1,876 |
| Less: Purchases of property, plant and equipment | (566) | (449) | (1,825) | (1,745) |
| Change in accrued expenses related to capital expenditures | 55 | (3) | 76 | 13 |
| Free cash flow | <u>\$ 84</u> | <u>\$ 33</u> | <u>\$ 409</u> | <u>\$ 144</u> |

| | Three Months Ended December 31, | | Year Ended December 31, | |
|--|---------------------------------|-----------------------|-------------------------|-----------------------|
| | 2013 Actual | 2012 Pro Forma (a) | 2013 Pro Forma (a) | 2012 Pro Forma (a) |
| Net income (loss) | \$ 39 | \$ (73) | \$ (194) | \$ (392) |
| Plus: Interest expense, net | 211 | 229 | 873 | 960 |
| Income tax (benefit) expense | (4) | 75 | 154 | 298 |
| Depreciation and amortization | 500 | 507 | 1,908 | 1,877 |
| Stock compensation expense | 11 | 13 | 48 | 50 |
| (Gain) loss on extinguishment of debt | — | (19) | 123 | 55 |
| Gain on derivative instruments, net | (2) | — | (11) | — |
| Other, net | 9 | 13 | 47 | 16 |
| Adjusted EBITDA (b) | 764 | 745 | 2,948 | 2,864 |
| Less: Purchases of property, plant and equipment | (566) | (469) | (1,854) | (1,816) |
| Adjusted EBITDA less capital expenditures | <u>\$ 198</u> | <u>\$ 276</u> | <u>\$ 1,094</u> | <u>\$ 1,048</u> |

(a) Pro forma results reflect certain acquisitions of cable systems in 2013 as if they occurred as of January 1, 2012.

(b) See page 1 and 2 of this addendum for detail of the components included within adjusted EBITDA. Political advertising contributed to Adjusted EBITDA \$1 million and \$17 million for the three months ended December 31, 2013 and 2012, respectively.

The above schedules are presented in order to reconcile adjusted EBITDA and free cash flows, both non-GAAP measures, to the most directly comparable GAAP measures in accordance with Section 401(b) of the Sarbanes-Oxley Act.

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
CAPITAL EXPENDITURES
(dollars in millions)

| | Three Months Ended December 31, | | Year Ended December 31, | |
|-----------------------------------|---------------------------------|---------------|-------------------------|-----------------|
| | 2013 | 2012 | 2013 | 2012 |
| | Actual | Actual | Actual | Actual |
| Customer premise equipment (a) \$ | 223 | \$ 164 | \$ 841 | \$ 795 |
| Scalable infrastructure (b) | 142 | 86 | 352 | 387 |
| Line extensions (c) | 57 | 61 | 219 | 192 |
| Upgrade/Rebuild (d) | 46 | 74 | 183 | 212 |
| Support capital (e) | 98 | 64 | 230 | 159 |
| Total capital expenditures (f) | <u>\$ 566</u> | <u>\$ 449</u> | <u>\$ 1,825</u> | <u>\$ 1,745</u> |

| | Three Months Ended December 31, | | Year Ended December 31, | |
|-----------------------------------|---------------------------------|---------------|-------------------------|-----------------|
| | 2013 | 2012 | 2013 | 2012 |
| | Actual | Pro Forma (g) | Pro Forma (g) | Pro Forma (g) |
| Customer premise equipment (a) \$ | 223 | \$ 169 | \$ 854 | \$ 826 |
| Scalable infrastructure (b) | 142 | 92 | 362 | 407 |
| Line extensions (c) | 57 | 62 | 221 | 196 |
| Upgrade/Rebuild (d) | 46 | 78 | 185 | 220 |
| Support capital (e) | 98 | 68 | 232 | 167 |
| Total capital expenditures | <u>\$ 566</u> | <u>\$ 469</u> | <u>\$ 1,854</u> | <u>\$ 1,816</u> |

- (a) Customer premise equipment includes costs incurred at the customer residence to secure new customers and revenue generating units, including customer installation costs and customer premise equipment (e.g., set-top boxes and cable modems).
- (b) Scalable infrastructure includes costs, not related to customer premise equipment, to secure growth of new customers and revenue generating units, or provide service enhancements (e.g., headend equipment).
- (c) Line extensions include network costs associated with entering new service areas (e.g., fiber/coaxial cable, amplifiers, electronic equipment, make-ready and design engineering).
- (d) Upgrade/rebuild includes costs to modify or replace existing fiber/coaxial cable networks, including betterments.
- (e) Support capital includes costs associated with the replacement or enhancement of non-network assets due to technological and physical obsolescence (e.g., non-network equipment, land, buildings and vehicles).
- (f) Total capital expenditures include \$98 million and \$88 million for the three months ended December 31, 2013 and 2012, respectively, and \$319 million and \$269 million for the year months ended December 31, 2013 and 2012, respectively, of capital expenditures related to commercial services.
- (g) Pro forma results reflect certain acquisitions of cable systems in 2013 as if they occurred as of January 1, 2012.