

First Quarter 2018 Results

April 27, 2018

Cautionary Statement Regarding Forward-Looking Statements

This quarterly presentation includes forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended (the “Securities Act”), and Section 21E of the Exchange Act, regarding, among other things, our plans, strategies and prospects, both business and financial. Although we believe that our plans, intentions and expectations as reflected in or suggested by these forward-looking statements are reasonable, we cannot assure you that we will achieve or realize these plans, intentions or expectations. Forward-looking statements are inherently subject to risks, uncertainties and assumptions including, without limitation, the factors described under “Risk Factors” from time to time in our filings with the Securities and Exchange Commission (“the SEC”). Many of the forward-looking statements contained in this quarterly presentation may be identified by the use of forward-looking words such as “believe,” “expect,” “anticipate,” “should,” “planned,” “will,” “may,” “intend,” “estimated,” “aim,” “on track,” “target,” “opportunity,” “tentative,” “positioning,” “designed,” “create,” “predict,” “project,” “initiatives,” “seek,” “would,” “could,” “continue,” “ongoing,” “upside,” “increases” and “potential,” among others. Important factors that could cause actual results to differ materially from the forward-looking statements we make in this quarterly presentation are set forth in this quarterly presentation, in our annual report on Form 10-K, and in other reports or documents that we file from time to time with the SEC, and include, but are not limited to:

- our ability to efficiently and effectively integrate acquired operations;
- our ability to sustain and grow revenues and cash flow from operations by offering video, Internet, voice, mobile, advertising and other services to residential and commercial customers, to adequately meet the customer experience demands in our markets and to maintain and grow our customer base, particularly in the face of increasingly aggressive competition, the need for innovation and the related expenditures;
- the impact of competition from other market participants, including but not limited to incumbent telephone companies, direct broadcast satellite operators, wireless broadband and telephone providers, digital subscriber line (“DSL”) providers, fiber to the home providers, video provided over the Internet by (i) market participants that have not historically competed in the multichannel video business, (ii) traditional multichannel video distributors, and (iii) content providers that have historically licensed cable networks to multichannel video distributors, and providers of advertising over the Internet;
- general business conditions, economic uncertainty or downturn, unemployment levels and the level of activity in the housing sector;
- our ability to obtain programming at reasonable prices or to raise prices to offset, in whole or in part, the effects of higher programming costs (including retransmission consents);
- our ability to develop and deploy new products and technologies including mobile products, our cloud-based user interface, Spectrum Guide®, and downloadable security for set-top boxes, and any other cloud-based consumer services and service platforms;
- the effects of governmental regulation on our business including costs, disruptions and possible limitations on operating flexibility related to, and our ability to comply with, regulatory conditions applicable to us as a result of the Time Warner Inc. and Bright House Networks, LLC transactions;
- any events that disrupt our networks, information systems or properties and impair our operating activities or our reputation;
- the ability to retain and hire key personnel;
- the availability and access, in general, of funds to meet our debt obligations prior to or when they become due and to fund our operations and necessary capital expenditures, either through (i) cash on hand, (ii) free cash flow, or (iii) access to the capital or credit markets; and
- our ability to comply with all covenants in our indentures and credit facilities, any violation of which, if not cured in a timely manner, could trigger a default of our other obligations under cross-default provisions.

All forward-looking statements attributable to us or any person acting on our behalf are expressly qualified in their entirety by this cautionary statement. We are under no duty or obligation to update any of the forward-looking statements after the date of this presentation.

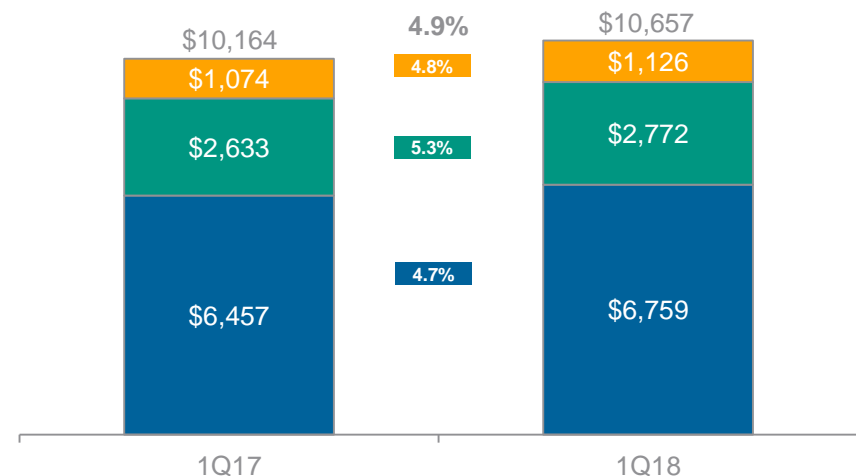
Thomas M. Rutledge

Chairman and CEO, Charter Communications

First Quarter Overview

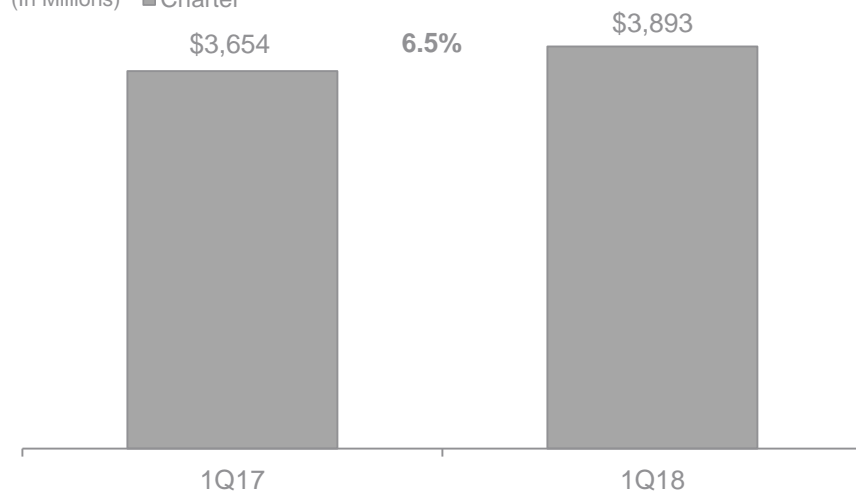
Revenue

(In Millions) ■ Legacy TWC ■ Legacy Charter ■ Legacy Bright House



Adjusted EBITDA²⁾

(In Millions) ■ Charter



Operating and Financial Overview

- Total residential and SMB customer relationship growth of 3.3% Y/Y, with net adds of 261k in 1Q18 vs. 355k in 1Q17¹⁾
- Total residential and SMB PSUs up 1.1M over last twelve months
- Revenue growth of 4.9% Y/Y, and 4.8% Y/Y excluding advertising
 - Residential revenue growth of 4.8% Y/Y
 - Commercial revenue growth of 5.3% Y/Y
 - Advertising revenue growth of 5.6% Y/Y,
- Adjusted EBITDA²⁾ growth of 6.5% Y/Y, and 6.8% when excluding mobile costs
- Net income attributable to Charter shareholders of \$168M in 1Q18 vs. \$155M in 1Q17

1) In order to provide more meaningful year-over-year customer net adds comparisons and growth rates, Legacy Bright House 1Q17 customer relationship and PSU data has been provided that excludes the impact of customer activity associated with Legacy Bright House's previous seasonal customer plan. See slide 16 for additional information.

2) See notes on slide 16.

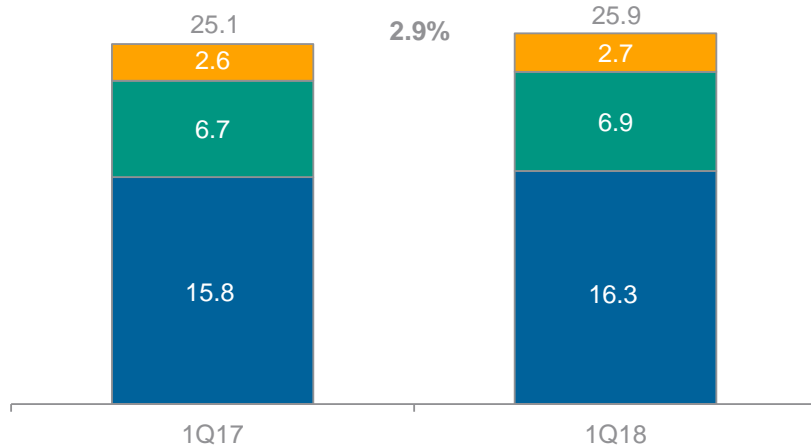
Christopher L. Winfrey

Chief Financial Officer, Charter Communications

Residential Customers¹⁾

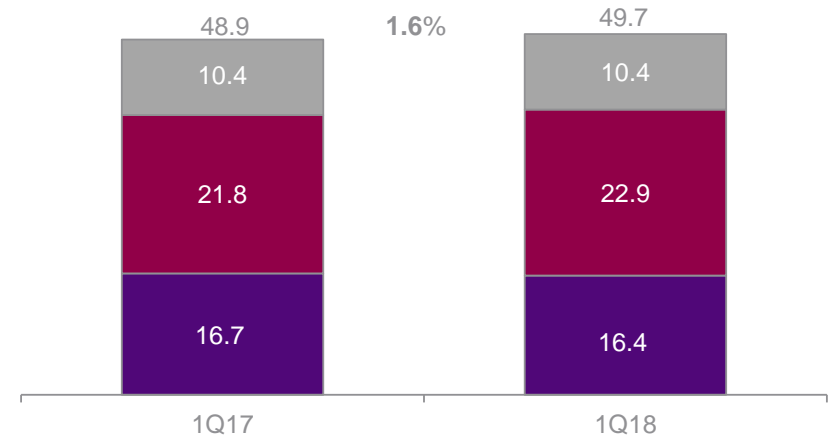
Total Residential Customer Relationships

(In Millions) ■ Legacy TWC ■ Legacy Charter ■ Legacy Bright House



Total Residential Primary Service Units (PSUs)

(In Millions) ■ Video ■ Internet ■ Voice



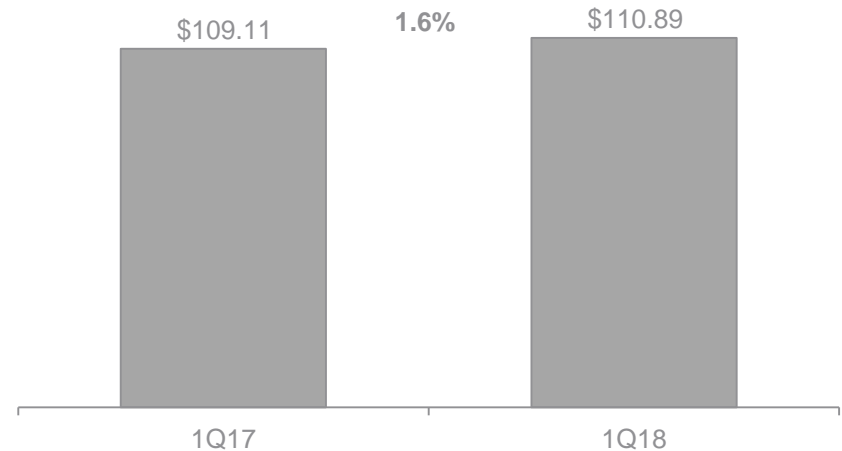
Residential Customer Net Additions / (Losses)

(In '000s)

	1Q17	1Q18	Y/Y Change
Legacy TWC	177	138	(39)
Legacy Charter	90	60	(30)
Legacy Bright House	63	33	(30)
Charter	330	231	(99)
+ L-Bright House Seasonal Impact	(10)	n/a	n/a
= Adj. Legacy Bright House ²⁾	53	33	(20)
= Adj. Charter	320	231	(89)

Residential Revenue per Residential Customer

■ Charter



1) All customer data based on legacy company reporting methodologies.

2) In order to provide more meaningful year-over-year customer net adds comparisons and growth rates, Legacy Bright House 1Q17 customer relationship and PSU data has been provided that excludes the impact of customer activity associated with Legacy Bright House's previous seasonal customer plan. See slide 16 for additional information.

Residential Customers¹⁾

Residential Video Net Additions / (Losses)

(In '000s)

	1Q17	1Q18	Y/Y Change
Legacy TWC	(108)	(90)	18
Legacy Charter	(13)	(32)	(19)
Legacy Bright House	21	0	(21)
Charter	(100)	(122)	(22)
+ L-Bright House Seasonal Impact	(8)	n/a	n/a
= Adj. Legacy Bright House ²⁾	13	0	(13)
= Adj. Charter	(108)	(122)	(14)

Residential Voice Net Additions / (Losses)

(In '000s)

	1Q17	1Q18	Y/Y Change
Legacy TWC	(27)	(60)	(33)
Legacy Charter	14	(9)	(23)
Legacy Bright House	50	17	(33)
Charter	37	(52)	(89)
+ L-Bright House Seasonal Impact	(7)	n/a	n/a
= Adj. Legacy Bright House ²⁾	43	17	(26)
= Adj. Charter	30	(52)	(82)

Residential Internet Net Additions / (Losses)

(In '000s)

	1Q17	1Q18	Y/Y Change
Legacy TWC	235	202	(33)
Legacy Charter	116	82	(34)
Legacy Bright House	77	47	(30)
Charter	428	331	(97)
+ L-Bright House Seasonal Impact	(12)	n/a	n/a
= Adj. Legacy Bright House ²⁾	65	47	(18)
= Adj. Charter	416	331	(85)

Residential PSU Net Additions / (Losses)

(In '000s)

	1Q17	1Q18	Y/Y Change
Legacy TWC	100	52	(48)
Legacy Charter	117	41	(76)
Legacy Bright House	148	64	(84)
Charter	365	157	(208)
+ L-Bright House Seasonal Impact	(27)	n/a	n/a
= Adj. Legacy Bright House ²⁾	121	64	(57)
= Adj. Charter	338	157	(181)

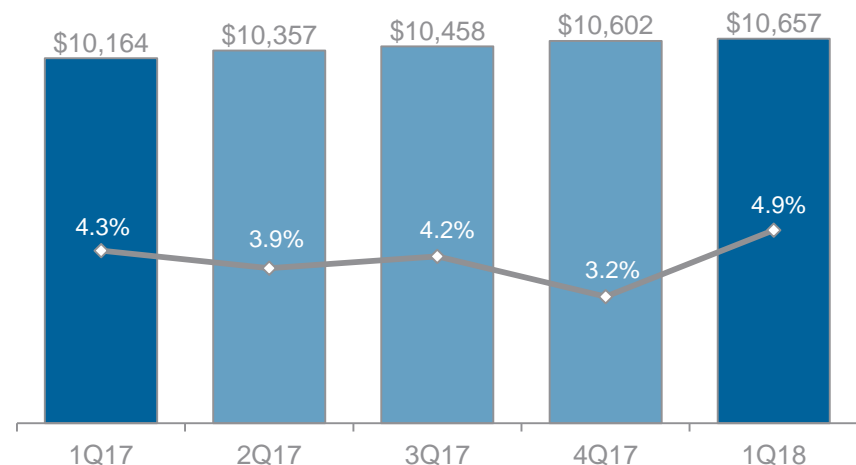
1) All customer data based on legacy company reporting methodologies.

2) In order to provide more meaningful year-over-year PSU net adds comparisons, Legacy Bright House 1Q17 PSU data has been provided that excludes the impact of customer activity associated with Legacy Bright House's previous seasonal customer plan. See slide 16 for additional information.

Revenue

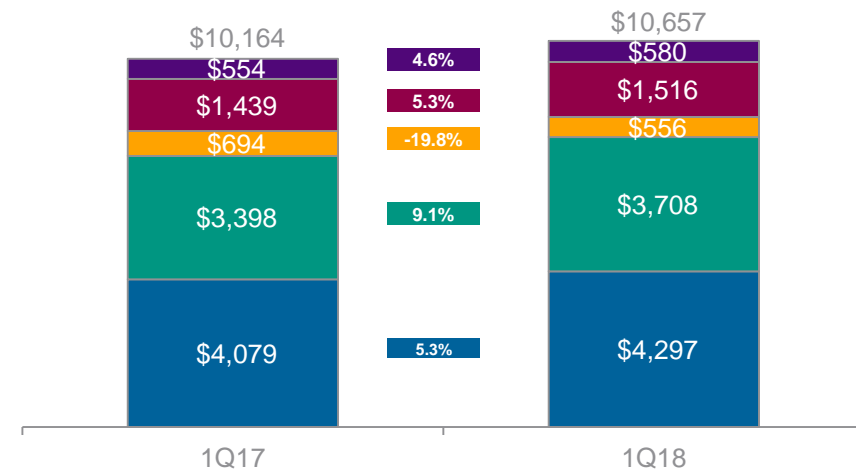
Revenue and Y/Y % Growth¹⁾

(In Millions)



Revenue Contribution

(In Millions) ■ Video ■ Internet ■ Voice ■ Commercial ■ Advertising & Other



Revenue Split by Type

(In Millions)

	1Q17	1Q18	Y/Y Change
Residential	\$8,171	\$8,561	4.8%
Commercial	1,439	1,516	5.3%
Other	217	224	3.2%
Revenue Excl. Advert.	\$9,827	\$10,301	4.8%
Advertising	337	356	5.6%
Total Revenue	\$10,164	\$10,657	4.9%

Revenue by Legacy Entity

(In Millions)

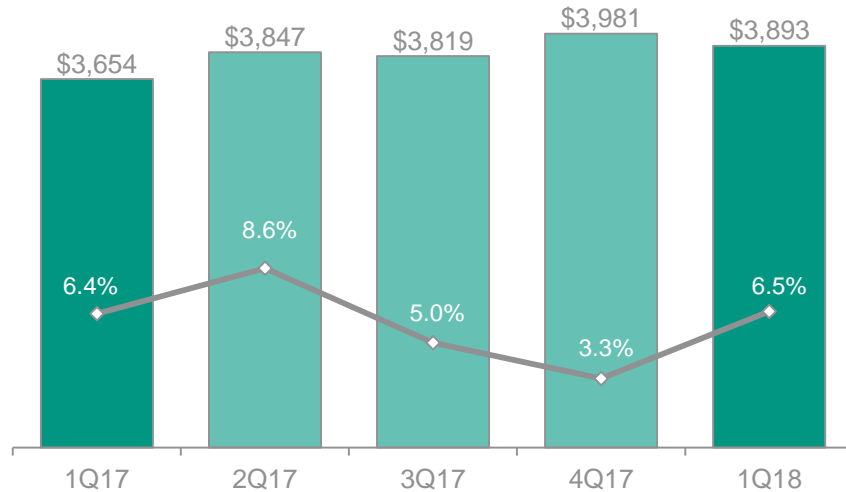
	1Q17	1Q18	Y/Y Change
Legacy TWC	\$6,457	\$6,759	4.7%
Legacy Charter	2,633	2,772	5.3%
Legacy Bright House	1,074	1,126	4.8%
Charter	\$10,164	\$10,657	4.9%

¹⁾ Growth rate comparisons to periods prior to 3Q16 are *pro forma* for certain acquisitions as if they had occurred on January 1, 2015.

Adjusted EBITDA¹⁾

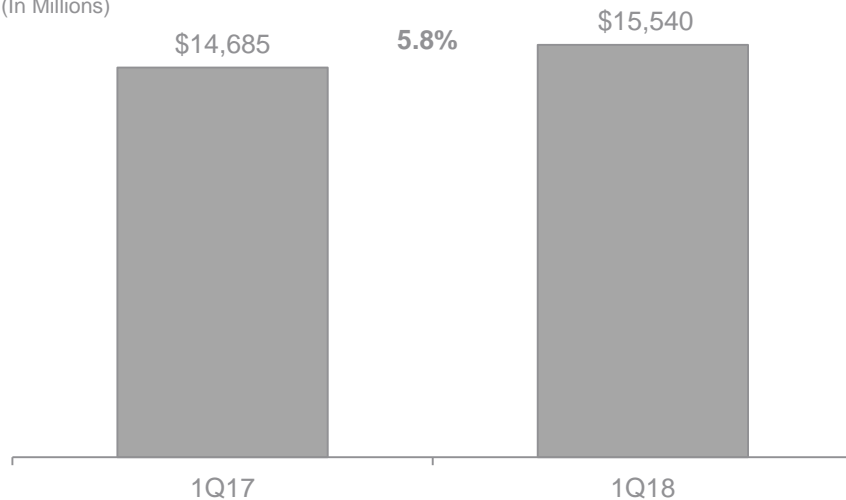
Adjusted EBITDA¹⁾ and Y/Y % Growth²⁾

(In Millions)



LTM Adjusted EBITDA¹⁾

(In Millions)



Quarterly Highlights

- Adjusted EBITDA¹⁾ grew 6.5% Y/Y and 6.8% when excluding mobile costs
 - Total operating costs rose 3.9% Y/Y
 - Programming expense increased 5.7% Y/Y, reflecting contractual rate increases and a larger base of expanded video customers Y/Y
 - Regulatory, connectivity and produced content increased 7.0% Y/Y, driven in part by the adoption of FASB's ASU 2014-09
 - Costs to service customers increased 3.0% Y/Y, driven by higher bad debt expense
 - Marketing expenses decreased 1.8% Y/Y, driven by lower transition and labor costs and marketing efficiencies
 - Other expenses increased 2.7% Y/Y, driven by higher advertising and insurance costs
- First quarter total operating costs include \$8M of mobile expense

1) See notes on slide 16.

2) Growth rate comparisons to periods prior to 3Q16 are *pro forma* for certain acquisitions as if they had occurred on January 1, 2015.

Net Income

Net Income

(In Millions, except per share data)

	1Q18A	1Q17A	Y/Y Var.
Adjusted EBITDA ¹⁾	\$ 3,893	\$ 3,654	239
Depreciation and Amortization	2,710	2,550	160
Stock compensation expense	72	69	3
Stock-awards flash vesting	5	17	(12)
Cash-based merger and restructuring	43	78	(35)
Other, net	21	(1)	22
Other operating expenses, net	69	94	(25)
Income from operations	1,042	941	101
Interest expense, net	(851)	(713)	(138)
Loss on extinguishment of debt	-	(34)	34
Gain on financial instruments, net	63	38	25
Other income (expense), net	(3)	4	(7)
	(791)	(705)	(86)
Income before income taxes	251	236	15
Income tax expense	(28)	(25)	(3)
Consolidated net income	223	211	12
Less: Noncontrolling Interest	(55)	(56)	1
Net income attributable to Charter shareholders	\$ 168	\$ 155	\$ 13
Earnings per common share attributable to Charter shareholders			
Basic	\$ 0.71	\$ 0.58	\$ 0.13
Diluted	\$ 0.70	\$ 0.57	\$ 0.13

Highlights

- Depreciation and amortization \$160M higher Y/Y
- Other operating expenses \$25M lower Y/Y driven by a decrease in stock-awards flash vesting and cash-based merger and restructuring offset by a one-time pension charge
- Interest expense reflects \$934M of interest on principal and \$21M of other non-cash interest expense and interest income, partly offset by \$104M amortization of purchase accounting premium on acquired debt
- 1Q/17 loss on extinguishment of debt due to repayment of certain CCO Holdings notes in February 2017
- Increase in gain on financial instruments represents fluctuations in the FMV of the Great Britain Pound (“GBP”) swap and the GBP principal debt

1) See notes on slide 16.

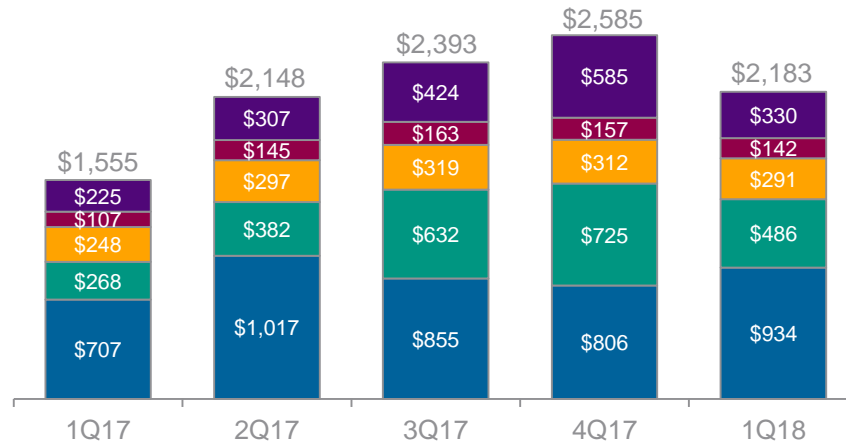
Capital Investment

Highlights

- 1Q18 capex increased \$628M Y/Y
 - \$227M Y/Y increase in CPE driven by higher connects and set-top box placement rate per connect from *Spectrum* pricing and packaging in Legacy TWC and Legacy Bright House, and the restart of all-digital
 - \$218M Y/Y increase in scalable infrastructure driven by the timing of spend and planned product improvements for video and Internet, and spending related to DOCSIS 3.1 launches
 - \$105M Y/Y increase in support capital driven by vehicles, tools and test equipment purchases, software development and facilities spending; with parts of each related to insourcing or integration

Capital Expenditures by NCTA Category

(In Millions) ■ CPE/Install ■ Scalable Infrastructure ■ Line Ext. ■ Upgrade/Rebuild ■ Support



Mobile Related	n/a	n/a	n/a	n/a	\$17
All-Digital Transition	\$1	\$5	\$47	\$69	\$186
Commercial	\$268	\$335	\$342	\$360	\$283

Free Cash Flow¹⁾

Free Cash Flow¹⁾

(In Millions)

	1Q18A	1Q17A	Y/Y Var.
Adjusted EBITDA ¹⁾	\$ 3,893	\$ 3,654	\$ 239
Capex	(2,183)	(1,555)	(628)
Cash Paid for Interest, Net	(1,006)	(889)	(117)
Cash Taxes, Net	2	-	2
Other Working Capital	(706)	8	(714)
Merger and Restructuring Costs	(43)	(78)	35
Other	(6)	(2)	(4)
Free Cash Flow¹⁾	(49)	1,138	(1,187)
Financing Activities	(6)	254	(260)
Other	10	(7)	17
Change in Cash	\$ (45)	\$ 1,385	\$ (1,430)
Total Liquidity²⁾	\$ 3,394	\$ 5,682	\$ (2,288)
Leverage (LTM Adj. EBITDA)^{1,3)}	4.46x	3.97x	0.49x

Quarterly Highlights

Free Cash Flow¹⁾

- Free Cash Flow lower Y/Y driven by an unfavorable change in working capital, higher capex and higher interest expense, partly offset by Adjusted EBITDA growth

Financing Activities and Leverage

- Borrowings of long-term debt exceeding repayments by \$744M
- Repurchase of 2.0M⁴⁾ CHTR shares, or equivalent, for \$683M
- Payment of \$37.5M preferred dividend to A/N
- Remain within target leverage 4-4.5 times

Buyback Summary

	1Q18	FY 2017	Since Sep 2016
Common Shares Repurchased (M)	1.6	33.4	40.0
x Avg. Price	\$348.90	\$346.65	\$336.46
= Total Common Shares Repurchased (\$B)	\$0.6	\$11.6	\$13.5
A/N Common Units Repurchased (M)	0.4	4.8	5.9
x Avg. Price	\$343.88	\$347.03	\$339.56
= A/N Common Units Repurchased (\$B)	\$0.1	\$1.7	\$2.0
Total Common Shares & Units Repurchased (M)	2.0	38.2	45.9
% of FDSO Repurchased ⁵⁾	0.7%	12.1%	16.8%
Total Common Share & Units Repurchased (\$B)	\$0.7	\$13.2	\$15.5

1) See notes on slide 16.

2) Includes cash on hand and revolver availability.

3) Leverage is total principal amount of debt less cash and cash equivalents divided by LTM Adjusted EBITDA¹⁾ of \$15,540M and LTM *pro forma* Adjusted EBITDA of \$14,685M as of 3/31/18 and 3/31/17, respectively. The leverage calculations do not reflect the leverage calculations pursuant to Charter's indentures or credit agreements.

4) Excludes 177,709 shares withheld from employees for the payment of taxes and exercise costs upon the exercise of stock options or vesting of other equity awards during the first quarter of 2018.

5) Represents % of fully diluted shares outstanding (FDSO), as-exchanged, as-converted, as of 6/30/16.

Capital Structure Summary

As of Mar. 31, 2018
(\$ In Millions, unless
otherwise noted)

Issue	Type	Rates ¹⁾ / Shares	Issuer Amount ²⁾	Aggregate Debt ³⁾	Leverage Ratio ⁴⁾
Charter Communications, Inc. (CCI)	Equity	• 237M • 269M ⁵⁾	Equity (Mkt Cap)		
			• \$74B • \$84B		
Charter Communications Holdings, LLC (CCH) Partnership	A/N Preferred CCH Units	Convertible Preferred	6.0%	\$2,500	
CCO Holdings, LLC (CCOH)	Sr. Notes due 2021-2028	High Yield	4.000 - 5.875%	\$18,900	\$69,811 4.46x
Charter Communications Operating, LLC (CCO)	Sr. Sec. Notes due 2018-2055	Investment Grade	3.579 - 8.750%	\$40,688	
	<u>1st Lien Bank due 2023-2025</u>	Loans / Revolver	L + 1.50 - 2.00%	<u>\$10,223</u>	
	Total CCO			\$50,911	\$50,911 3.24x
Operating Subsidiaries					

1) Interest rates are stated bank interest rates or bond coupon rates.

2) Issuer amount includes principal value of debt and current equity market capitalization of shares outstanding based on a closing share price of \$311.22 as of 3/29/18. Equity market capitalization, on an as-converted as-exchanged basis, includes the estimated market value of A/N common CCH units and the market value of A/N convertible preferred CCH units with a face value of \$2,500M.

3) Aggregate debt is total principal amount of debt, excluding intercompany loans and \$383M of letters of credit and capital leases.

4) Leverage equals aggregate debt less cash and cash equivalents divided by LTM Adjusted EBITDA⁶⁾ of \$15,540M. The leverage calculations do not reflect the leverage calculations pursuant to Charter's indentures or credit agreements.

5) Assumes exchange and conversion of Advance/Newhouse (A/N) common and preferred CCH units into Charter stock.

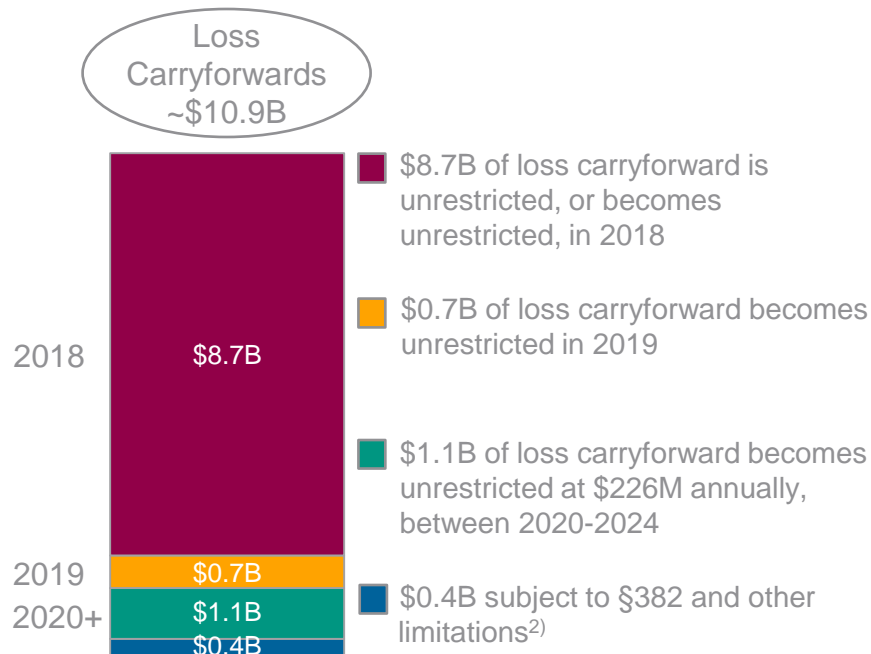
6) See notes on slide 16.

Significant Tax Assets Support Cash Flow Growth

Tax Assets as of December 31, 2017

- \$10.9B of loss carryforwards shield cash taxes
- Charter is not expected to be a significant cash taxpayer until 2021, at the earliest, with remaining NOL carryforward benefits becoming available through 2024
- Tax receivable agreement with A/N drives meaningful value for Charter shareholders via basis step-up at point of conversion and/or exchange of partnership units

Estimated Loss Carryforward Availability¹⁾



1) Current availability estimates subject to change.

2) \$415 million of the \$10.9 billion NOL is subject to a valuation allowance and may not be usable in the future.

Valuable Tax Receivables Agreement With A/N

- Charter will receive additional tax basis step-up upon any future A/N conversion and/or exchange of its partnership units into Charter stock
- Charter retains 50% of the cash tax savings value associated with the tax basis step-up received, if and when A/N converts and/or exchanges partnership units for shares in Charter
- A/N receives 50% of the net cash tax savings value associated with the tax basis step-up received by Charter, on a with and without FIFO basis, when the step-up benefits are used by Charter
- The December 2017 share exchange resulted in an estimated tax basis step-up of \$487M

Investor Inquiries:

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Appendix

Use of Non-GAAP Financial Metrics & Additional Information

We use certain measures that are not defined by U.S. generally accepted accounting principles ("GAAP") to evaluate various aspects of our business. Adjusted EBITDA and free cash flow are non-GAAP financial measures and should be considered in addition to, not as a substitute for, consolidated net income and net cash flows from operating activities reported in accordance with GAAP. These terms, as defined by us, may not be comparable to similarly titled measures used by other companies. Adjusted EBITDA and free cash flow are reconciled to consolidated net income and net cash flows from operating activities, respectively, in the appendix of this presentation.

Adjusted EBITDA is defined as consolidated net income plus net interest expense, income taxes, depreciation and amortization, stock compensation expense, loss on extinguishment of debt, (gain) loss on financial instruments, net, other pension benefits, other (income) expense, net and other operating (income) expenses, such as merger and restructuring costs, special charges and (gain) loss on sale or retirement of assets. As such, it eliminates the significant non-cash depreciation and amortization expense that results from the capital-intensive nature of our businesses as well as other non-cash or special items, and is unaffected by our capital structure or investment activities. However, this measure is limited in that it does not reflect the periodic costs of certain capitalized tangible and intangible assets used in generating revenues and our cash cost of financing. These costs are evaluated through other financial measures.

Free cash flow is defined as net cash flows from operating activities, less capital expenditures and changes in accrued expenses related to capital expenditures.

Management and Charter's board of directors use Adjusted EBITDA and free cash flow to assess Charter's performance and its ability to service its debt, fund operations and make additional investments with internally generated funds. In addition, Adjusted EBITDA generally correlates to the leverage ratio calculation under our credit facilities or outstanding notes to determine compliance with the covenants contained in the facilities and notes (all such documents have been previously filed with the Securities and Exchange Commission (the "SEC")). For the purpose of calculating compliance with leverage covenants, we use Adjusted EBITDA, as presented, excluding certain expenses paid by our operating subsidiaries to other Charter entities. Our debt covenants refer to these expenses as management fees, which were \$273 million for both the three months ended March 31, 2018 and 2017.

The Transactions closed on May 18th, 2016. We provide *pro forma* results that give effect to the Transactions as if they had occurred on January 1, 2015 and include the operations of Legacy Charter, Legacy TWC and Legacy Bright House for the full twelve months ended December 31, 2016 and 2015. Due to the transformative nature of the Transactions, the Company believes that providing a discussion of its results of operations on this *pro forma* basis provides management and investors a more meaningful perspective on the Company's financial and operational performance and trends. The results of operations data on a *pro forma* basis are provided for illustrative purposes only and are based on available information and assumptions that Charter believes are reasonable and do not purport to represent what the actual consolidated results of operations of Charter would have been had the Transactions occurred on January 1, 2015, nor are they necessarily indicative of future consolidated results of operations or consolidated financial position. Exhibit 99.1 in the Company's Quarterly Report on Form 10-Q for the three and nine months ended September 30, 2016 provides *pro forma* financial information for each quarter of 2015 and the first and second quarters of 2016 and a reconciliation of the *pro forma* financial information to the actual results of operations of the Company.

For a reconciliation of Adjusted EBITDA to the most directly comparable GAAP financial measure, see slides 17, 18 and 19.

In the second quarter of 2017, Charter conformed the seasonal customer program in the Legacy Bright House footprint to Charter's program. Prior to the plan change, Legacy Bright House customers enrolling in the seasonal plan were charged a one-time fee and counted as customer disconnects, and as new connects, when moving off the seasonal plan. Under Charter's seasonal plan, residential customers pay a reduced monthly fee while the seasonal plan is active and remain reported as customers. Excluding the impact of customer activity related to Legacy Bright House's previous seasonal plan, residential customer relationships and video, Internet and voice net additions for the second quarter of 2016 would have been higher by approximately 58,000, 52,000, 72,000 and 49,000, respectively, and residential customer relationships and video, Internet and voice PSUs at June 30, 2016, would have been higher by 58,000, 52,000, 72,000 and 49,000, respectively. Excluding the impact of customer activity related to Legacy Bright House's previous seasonal plan, residential customer relationships and video, Internet and voice net additions for the third quarter of 2016 would have been lower by 4,000, 4,000, 6,000 and 4,000, respectively, and residential customer relationships and video, Internet and voice PSUs at September 30, 2016 would have been higher by approximately 54,000, 48,000, 66,000 and 45,000, respectively. Excluding the impact of customer activity related to Legacy Bright House's previous seasonal plan, residential customer relationships and video, Internet and voice net additions for the fourth quarter of 2016 would have been lower by 44,000, 40,000, 54,000 and 38,000, respectively, and residential customer relationships and video, Internet and voice PSUs at December 31, 2016 would have been higher by approximately 10,000, 8,000, 12,000 and 7,000, respectively. Excluding the impact of customer activity related to Legacy Bright House's previous seasonal plan, residential customer relationships and video, Internet and voice net additions for the first quarter of 2017 would have been lower by 10,000, 8,000, 12,000 and 7,000, respectively, and there would have been no impact to residential customer relationships or video, Internet and voice PSUs at March 31, 2017.

GAAP Reconciliations

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED RECONCILIATION OF NON-GAAP MEASURES TO GAAP MEASURES
(DOLLARS IN MILLIONS)

	Three Months Ended	
	March 31, 2018	March 31, 2017
Consolidated net income	\$ 223	\$ 211
Plus: Interest expense, net	851	713
Income tax expense	28	25
Depreciation and amortization	2,710	2,550
Stock compensation expense	72	69
Loss on extinguishment of debt	—	34
Gain on financial instruments, net	(63)	(38)
Other pension benefits	(20)	(13)
Other, net	92	103
Adjusted EBITDA ¹⁾	<u>\$ 3,893</u>	<u>\$ 3,654</u>
Net cash flows from operating activities	\$ 2,699	\$ 2,843
Less: Purchases of property, plant and equipment	(2,183)	(1,555)
Change in accrued expenses related to capital expenditures	(565)	(150)
Free cash flow ¹⁾	<u>\$ (49)</u>	<u>\$ 1,138</u>

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

1) See notes on slide 16.

GAAP Reconciliations

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED RECONCILIATION OF NON-GAAP MEASURES TO GAAP MEASURES
(DOLLARS IN MILLIONS)

	Three Months Ended				
	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
Consolidated net income	\$ 223	\$ 9,617	\$ 92	\$ 195	\$ 211
Plus: Interest expense, net	851	840	788	749	713
Income tax (benefit) expense	28	(9,186)	26	48	25
Depreciation and amortization	2,710	2,742	2,701	2,595	2,550
Stock compensation expense	72	63	64	65	69
Loss on extinguishment of debt	—	5	—	1	34
(Gain) loss on financial instruments, net	(63)	(84)	(17)	70	(38)
Other pension (benefits) expense	(20)	8	17	(13)	(13)
Other, net	92	(24)	148	137	103
Adjusted EBITDA ¹⁾	<u>\$ 3,893</u>	<u>\$ 3,981</u>	<u>\$ 3,819</u>	<u>\$ 3,847</u>	<u>\$ 3,654</u>

The above schedules are presented in order to reconcile Adjusted EBITDA, a non-GAAP measure, to the most directly comparable GAAP measure in accordance with Section 401(b) of the Sarbanes-Oxley Act.

1) See notes on slide 16.

GAAP Reconciliations

CHARTER COMMUNICATIONS, INC. AND SUBSIDIARIES
UNAUDITED RECONCILIATION OF NON-GAAP MEASURES TO GAAP MEASURES
(DOLLARS IN MILLIONS)

	Last Twelve Months Ended March 31,	
	2018 Actual	2017 <i>Pro Forma</i>
Consolidated net income	\$ 10,127	\$ 1,361
Plus: Interest expense, net	3,228	2,888
Income tax (benefit) expense	(9,084)	408
Depreciation and amortization	10,748	9,820
Stock compensation expense	264	298
Loss on extinguishment of debt	6	145
Gain on financial instruments, net	(94)	(132)
Other pension benefits	(8)	(918)
Other, net	353	815
Adjusted EBITDA ¹⁾	<u>\$ 15,540</u>	<u>\$ 14,685</u>

The above schedules are presented in order to reconcile Adjusted EBITDA, a non-GAAP measure, to the most directly comparable GAAP measure in accordance with Section 401(b) of the Sarbanes-Oxley Act.

1) See notes on slide 16.

Shares

Shares Outstanding as of March 31, 2018

Class A Common Shares	237,453,932
Class B Common Shares ¹⁾	1
Restricted Stock ²⁾	<u>9,517</u>
Total Outstanding Common Shares	237,463,450
As-converted, as-exchanged Charter Holdings Partnership Units ³⁾	<u>31,292,396</u>
Total Shares (as-converted/as-exchanged)	268,755,846
Fully Diluted Shares (as-converted/as-exchanged)^{4,5)}	272,406,537

Note: Charter's financial statements only include partnership units, restricted stock units and options, in diluted weighted average common shares outstanding when such inclusion is dilutive to earnings per common share attributable to Charter shareholders.

1) Class B Common is a special class of stock solely owned by Advance/Newhouse and provides it with governance rights at Charter, reflecting Advance/Newhouse's ownership in the Charter Holdings Partnership.

2) Unvested restricted stock has voting rights and is therefore included in total issued and outstanding shares. Vesting occurs depending upon the terms of each award agreement.

3) Includes 21,958,896 of Advance/Newhouse as-exchanged common partnership units in Charter Holdings, and 9,333,500 of Advance/Newhouse as-converted, as-exchanged preferred partnership units in Charter Holdings.

4) Includes 1,186,682 restricted stock units based on the treasury stock method, and which vest over various periods of time depending upon the terms of each award agreement. As of March 31, 2018, there were 494,296 performance-based restricted stock units which contain price vesting hurdles, in addition to time vesting requirements, which are excluded for dilution purposes as they had not met their respective price vesting thresholds as of March 31, 2018.

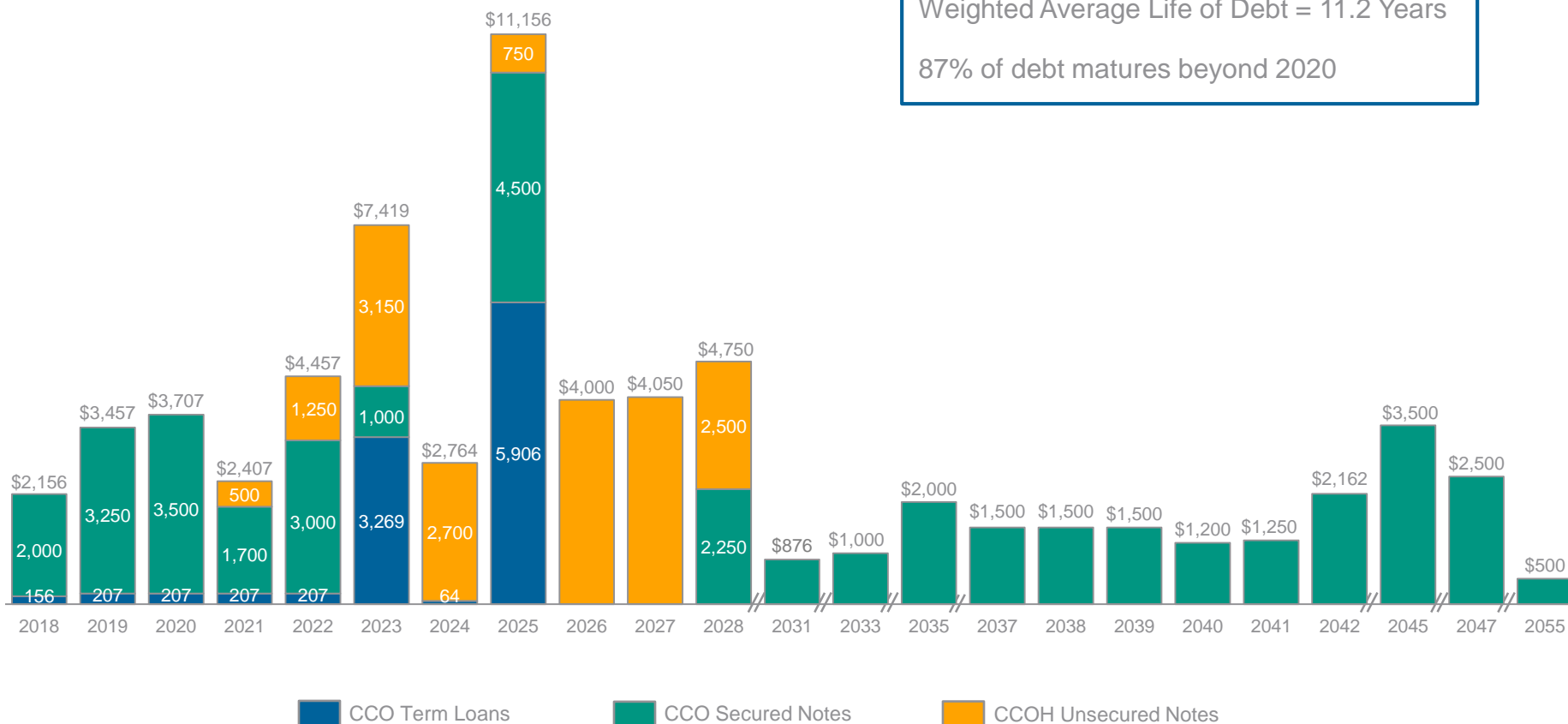
5) Includes 2,207,379 outstanding options based on the treasury stock method, with various time vesting requirements. As of March 31, 2018, there were an additional 256,630 performance-based options which contain price vesting hurdles, in addition to time vesting requirements, included in fully diluted shares based on the treasury stock method, as their price vesting thresholds would have been met at the time vesting date. An additional 3,558,932 performance-based options are excluded for dilution purposes as they had not met their respective price vesting thresholds as March 31, 2018.

Debt Maturity Profile

As of March 31, 2018¹⁾

(In Millions)

Weighted Average Cost of Debt = 5.4%
 Weighted Average Life of Debt = 11.2 Years
 87% of debt matures beyond 2020



¹⁾ Maturity towers as of 3/31/18 and include scheduled amortization for term loans. Does not include the April issuance of \$800M 5.375% CCO Senior Secured Notes due 2038 and \$1.7B 5.75% CCO Senior Secured Notes due 2048.