

**ARRIS INTERNATIONAL PLC**  
**PRELIMINARY SUPPLEMENTAL SALES & NET INCOME RECONCILIATION**  
(in thousands, except per share data) (unaudited)

(in thousands, except per share data)

	Q2 2015		Q1 2016		Q2 2016		YTD Jun 2015		YTD Jun 2016	
	Amount	Per Diluted Share	Amount	Per Diluted Share	Amount	Per Diluted Share	Amount	Per Diluted Share	Amount	Per Diluted Share
Sales	\$ 1,260,077		\$ 1,614,706		\$ 1,730,044		\$ 1,225,017		\$ 3,344,750	
Highlighted items:										
Reduction in revenue related to warrants	-		-		4,283		-		4,283	
Sales excluding highlighted items	<u>\$ 1,260,077</u>		<u>\$ 1,614,706</u>		<u>\$ 1,734,327</u>		<u>\$ 1,225,017</u>		<u>\$ 3,349,033</u>	
Net income (loss) attributable to ARRIS International plc	\$ 16,758	\$ 0.11	\$ (202,573)	\$ (1.06)	\$ 84,228	\$ 0.44	\$ 35,883	\$ 0.24	\$ (118,347)	\$ (0.62)
Highlighted items:										
<i>Impacting gross margin:</i>										
Stock compensation expense	2,214	0.01	2,239	0.01	1,997	0.01	4,005	0.03	4,236	0.02
Reduction in revenue related to warrants	-	-	-	-	4,283	0.02	-	-	4,283	0.02
Acquisition accounting impacts of fair valuing inventory	-	-	30,292	0.16	20,039	0.10	-	-	50,331	0.26
<i>Impacting operating expenses:</i>										
Integration, acquisition, restructuring and other costs	12,566	0.08	90,921	0.47	43,138	0.23	13,464	0.09	134,059	0.70
Amortization of intangible assets	56,783	0.38	98,493	0.51	109,883	0.57	113,930	0.76	208,376	1.08
Stock compensation expense	14,079	0.09	12,037	0.06	9,905	0.05	26,262	0.18	21,942	0.11
Noncontrolling interest share of Non-GAAP adjustments	(799)	(0.01)	(776)	-	(776)	-	(799)	(0.01)	(1,552)	(0.01)
<i>Impacting other (income) / expense:</i>										
Impairment of Investments	150	-	-	-	5,000	0.03	150	-	5,000	0.03
Debt amendment fees	14,382	0.10	-	-	-	-	14,382	0.10	-	-
Credit facility - ticking fees	-	-	(9)	-	-	-	-	-	(9)	-
Foreign exchange contract losses related to cash consideration of Pace acquisition	(6,845)	(0.05)	1,610	0.01	-	-	(6,845)	(0.05)	1,610	0.01
Loss on sale of building	-	-	-	-	-	-	5,142	0.03	-	-
<i>Impacting income tax expense:</i>										
Foreign withholding tax	-	-	54,741	0.28	-	-	-	-	54,741	0.28
Net tax items	(30,122)	(0.20)	3,417	0.02	(117,291)	(0.61)	(60,655)	(0.41)	(113,874)	(0.59)
Total highlighted items	<u>62,408</u>	<u>0.42</u>	<u>292,965</u>	<u>1.51</u>	<u>76,178</u>	<u>0.40</u>	<u>109,036</u>	<u>0.73</u>	<u>369,143</u>	<u>1.92</u>
Net income excluding highlighted items	<u>\$ 79,166</u>	<u>\$ 0.53</u>	<u>\$ 90,392</u>	<u>\$ 0.47</u>	<u>\$ 160,406</u>	<u>\$ 0.84</u>	<u>\$ 144,919</u>	<u>\$ 0.97</u>	<u>\$ 250,796</u>	<u>\$ 1.30</u>
Weighted average common shares - basic		146,293		191,743		190,409		145,823		191,076
Weighted average common shares - diluted		149,276		193,591		191,250		149,133		192,421