

Reconciliation of Consolidated income (loss) available to common shareholders and diluted earnings (loss) per share (GAAP) to non-GAAP income and non-GAAP diluted earnings per share

	Quarter Ended							
	March 31, 2021							
	Utility Operations		Midstream Investments		Corporate and Other ⁽⁵⁾		Consolidated	
Dollars in millions	Diluted EPS ⁽¹⁾	Dollars in millions	Diluted EPS ⁽¹⁾	Dollars in millions	Diluted EPS ⁽¹⁾	Dollars in millions	Diluted EPS ⁽¹⁾	
Consolidated income (loss) available to common shareholders	\$ 304		\$ 71		\$ (41)		\$ 334	
Add back: Series B preferred stock dividend⁽²⁾	—		—		17		17	
Consolidated income (loss) available to common shareholders - diluted and diluted EPS⁽¹⁾	\$ 304	\$ 0.48	\$ 71	\$ 0.12	\$ (24)	\$ (0.04)	\$ 351	\$ 0.56
ZENS-related mark-to-market (gains) losses:								
Marketable securities (net of taxes of \$4) ⁽³⁾⁽⁴⁾	—	—	—	—	19	0.03	19	0.03
Indexed debt securities (net of taxes of \$5) ⁽³⁾	—	—	—	—	(21)	(0.03)	(21)	(0.03)
Impacts associated with the Vectren merger (net of taxes of \$1)⁽³⁾	2	—	—	—	—	—	2	—
Cost associated with the early extinguishment of debt (net of taxes of \$6)⁽³⁾	—	—	—	—	21	0.03	21	0.03
Corporate and Other Allocation	(7)	(0.01)	2	—	5	0.01	—	—
Consolidated on a non-GAAP basis	<u>\$ 299</u>	<u>\$ 0.47</u>	<u>\$ 73</u>	<u>\$ 0.12</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 372</u>	<u>\$ 0.59</u>

(1) Quarterly diluted EPS on both a GAAP and non-GAAP basis are based on the weighted average number of shares of common stock outstanding during the quarter, and the sum of the quarters may not equal year-to-date diluted EPS. EPS figures for Utility Operations, Midstream Investments and Corporate and Other are non-GAAP financial measures.

(2) To reflect income and earnings per diluted share as if the Series B preferred stock were converted to common stock

(3) Taxes are computed based on the impact removing such item would have on tax expense

(4) Comprised of common stock of AT&T Inc. and Charter Communications, Inc.

(5) Corporate and Other, plus income allocated to preferred shareholders

**Quarter Ended
March 31, 2020**

	Utility Operations		Midstream Investments		Corporate and Other ⁽⁶⁾		CES ⁽¹⁾ & CIS ⁽²⁾ (Disc. Operations)		Consolidated	
	Dollars in millions	Diluted EPS ⁽³⁾	Dollars in millions	Diluted EPS ⁽³⁾	Dollars in millions	Diluted EPS ⁽³⁾	Dollars in millions	Diluted EPS ⁽³⁾	Dollars in millions	Diluted EPS ⁽³⁾
Consolidated income (loss) available to common shareholders and diluted EPS ⁽³⁾	\$ 67	\$ 0.13	\$ (1,127)	\$ (2.24)	\$ (22)	\$ (0.04)	\$ (146)	\$ (0.29)	\$ (1,228)	\$ (2.44)
Timing effects impacting CES ⁽¹⁾:										
Mark-to-market (gains) losses (net of taxes of \$11) ⁽⁴⁾	—	—	—	—	—	—	(35)	(0.07)	(35)	(0.07)
ZENS-related mark-to-market (gains) losses:										
Marketable securities (net of taxes of \$30) ⁽⁴⁾⁽⁵⁾	—	—	—	—	114	0.23	—	—	114	0.23
Indexed debt securities (net of taxes of \$28) ⁽⁴⁾	—	—	—	—	(107)	(0.21)	—	—	(107)	(0.21)
Impacts associated with the Vectren merger (net of taxes of \$1)⁽⁴⁾	—	—	—	—	6	0.01	—	—	6	0.01
Severance costs (net of taxes of \$2, \$0)⁽⁴⁾	6	0.01	—	—	1	—	—	—	7	0.01
Impacts associated with the sales of CES⁽¹⁾ and CIS⁽²⁾ (net of taxes of \$28)⁽⁴⁾	—	—	—	—	—	—	206	0.41	206	0.41
Losses on impairment (net of taxes of \$0, \$379)⁽⁴⁾	185	0.37	1,177	2.34	—	—	—	—	1,362	2.71
Corporate and Other Allocation	(5)	(0.01)	(1)	—	8	0.01	(2)	—	—	—
Exclusion of Discontinued Operations⁽⁷⁾	—	—	—	—	—	—	(23)	(0.05)	(23)	(0.05)
Consolidated on a non-GAAP basis	<u>\$ 253</u>	<u>\$ 0.50</u>	<u>\$ 49</u>	<u>\$ 0.10</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 302</u>	<u>\$ 0.60</u>

(1) Energy Services segment

(2) Infrastructure Services segment

(3) Quarterly diluted EPS on both a GAAP and non-GAAP basis are based on the weighted average number of shares of common stock outstanding during the quarter, and the sum of the quarters may not equal year-to-date diluted EPS. EPS figures for Utility Operations, Midstream Investments, Corporate and Other and Discontinued Operations are non-GAAP financial measures.

(4) Taxes are computed based on the impact removing such item would have on tax expense

(5) Comprised of common stock of AT&T Inc. and Charter Communications, Inc.

(6) Corporate and Other, plus income allocated to preferred shareholders

(7) Results related to discontinued operations are excluded from the company's non-GAAP results