



# The Sprint **QUARTERLY INVESTOR UPDATE**

4Q13 - Feb. 11, 2014

**Sprint Framily<sup>SM</sup>**



# SPRINT REPORTS FOURTH QUARTER AND FULL YEAR 2013 RESULTS

- Fourth quarter Operating Loss improved 22 percent to \$576 million; Adjusted EBITDA\* of \$1.15 billion improved by nearly 40 percent or more than \$300 million year-over-year compared to combined prior year results
  - Combined annual Operating Loss of \$1.9 billion
  - Annual Adjusted EBITDA\* of \$5.4 billion grew 13 percent year-over-year
- Highest-ever annual Sprint platform wireless service revenue of \$28.6 billion grew more than 5 percent year-over-year
  - Fourth quarter Sprint platform wireless service revenue of \$7.2 billion grew year-over-year for the 15th consecutive quarter
  - Best-ever annual Sprint platform postpaid ARPU of \$64.07
- Highest-ever Sprint platform subscribers at 53.9 million
  - 682,000 total Sprint platform net additions in the fourth quarter
  - 58,000 Sprint platform postpaid net additions in the fourth quarter
- Annual retail smartphone sales of 20.5 million and a record 95 percent of quarterly Sprint platform postpaid handset sales were smartphones
- Continued progress on the Network
  - More than 200 million people covered by 4G LTE
  - Sprint Spark™ available in 14 of the largest U.S. cities including today's launches in Philadelphia and Baltimore
- Launched revolutionary new Sprint Family<sup>SM</sup> that redefines traditional wireless family plans



Financial results in the enclosed tables for 2013 and 2012 include a predecessor period from January 1, 2012, through the closing of the SoftBank transaction on July 10, 2013, and a successor period from October 5, 2012 through December 31, 2013. In order to present financial results in a way that offers investors a more meaningful calendar period-to-period comparison, we have combined the current year and prior year results of operations for the predecessor and successor periods. The enclosed remarks are in reference to the unaudited combined period unless otherwise noted. For additional information please reference the section titled Financial Measures.



## SPRINT'S 4Q13 EARNINGS CONFERENCE CALL – 8 A.M. ET TODAY

U.S. or Canada: 800-938-1120

Internationally: 706-634-7849

Conference ID: 31411101

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**Sprint Corporation (NYSE: S)** today reported operating revenue, which grew year-over-year to more than \$9.1 billion for the fourth quarter and to \$35.5 billion for the full year 2013. Operating loss was \$576 million in the fourth quarter, a 22 percent year-over-year improvement. Quarterly Adjusted EBITDA\* of \$1.15 billion improved nearly 40 percent year-over-year. Annual Adjusted EBITDA\* of \$5.4 billion improved by 13 percent.

"In 2013 Adjusted EBITDA\* and Sprint platform wireless revenues grew significantly while we made investments to improve network performance and expand 4G LTE to more than 200 million people," said Dan Hesse, Sprint CEO. "As we roll out Sprint Spark™ and create innovative offers like Sprint Family™, we are building a foundation for future success."

### ***Sprint Platform Subscriber Net Additions of 682,000 and Record Smartphone Sales Mix***

Sprint ended the year with 53.9 million Sprint platform subscribers – its highest level ever – after adding 58,000 postpaid subscribers, 322,000 prepaid subscribers and 302,000 wholesale and affiliate subscribers in the fourth quarter. Sprint sold 5.6 million smartphones in the fourth quarter and 20.5 million smartphones for the year with smartphone sales mix reaching 95 percent for postpaid and 66 percent for prepaid in the quarter.

### ***Net Income and Operating Loss Improve Year-Over-Year; Adjusted EBITDA\* Up Nearly 40 percent Year-Over-Year***

Quarterly net loss was \$1 billion in the fourth quarter as compared to a loss of \$1.3 billion in the fourth quarter of 2012. Operating loss for the quarter was \$576 million as compared to an operating loss of \$738 million in the fourth quarter of 2012.

Quarterly Adjusted EBITDA\* of \$1.15 billion improved nearly 40 percent year-over-year as growth in Sprint platform service revenue, network savings resulting from the Nextel platform shutdown and lower net subsidy expense were partially offset by the loss of Nextel platform revenue and the consolidation of Clearwire's results.

### ***LTE Coverage Now Available to More than 200 Million People; Sprint Spark™ Now in 14 Markets***

Sprint currently has nearly 33,000 Network Vision sites on air, an increase of more than 24,000 sites over the last 12 months. LTE coverage is now available to more than 200 million people. The company continues to expect that by the middle of this year LTE coverage will reach 250 million people and the voice/3G network modernization deployment will be complete.

During the fourth quarter the company unveiled Sprint Spark – a combination of advanced network and device technology with the potential to surpass wireless speeds of any U.S. network provider, capable of delivering 50-60 Megabits per second peak speeds today with potential speeds three times as fast by late 2015. Sprint Spark leverages the company's 800MHz, 1.9GHz and 2.5GHz spectrum together with devices offering tri-band capability and high-definition voice<sup>1</sup>.

Sprint plans to deploy Sprint Spark in about 100 of America's largest cities during the next three years. By the end of this year, 100 million Americans are expected to have Sprint Spark coverage. Today, Sprint Spark launches in Philadelphia and Baltimore and, with the recent launch in Kansas City, is currently available in 14 markets including New York, Los Angeles and Chicago. Ten Sprint Spark-capable devices are currently available, including the recently updated Samsung Galaxy S® 4, Samsung Galaxy MEGA™, HTC One® max, LG G Flex and NETGEAR® Zing Mobile Hotspot™.



## ***Sprint Family Pricing Program Lets Customers Decide***

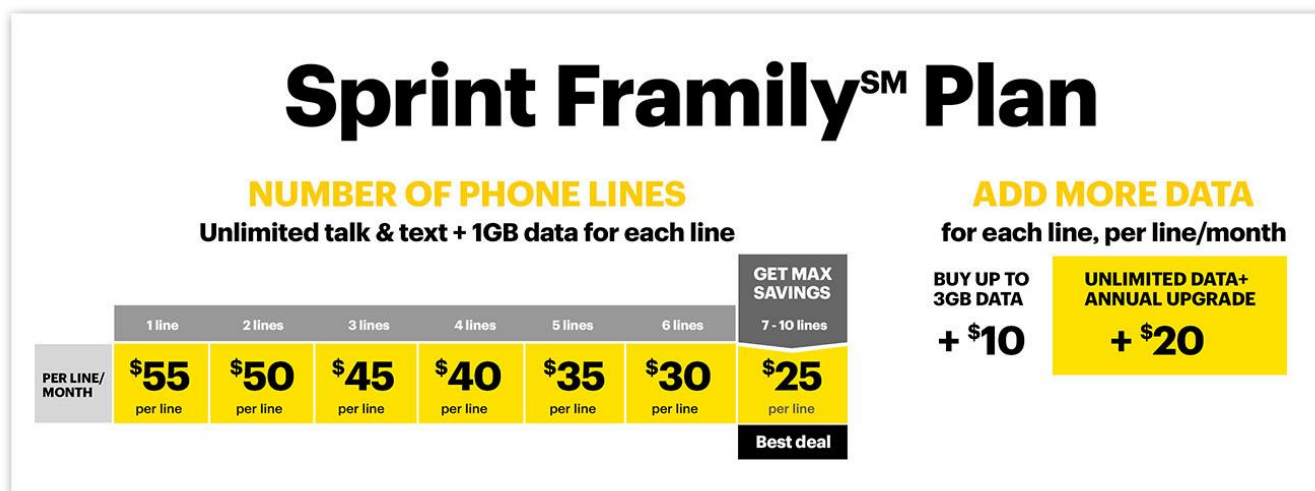
Earlier this year, Sprint introduced Sprint Family, a new pricing program available to new and existing customers that lets consumers decide who they consider family. With Sprint Family, the more people added to the group (up to 10 phone lines), the greater the savings for everyone on the plan.

For one line of service, new Sprint customers pay \$55 per month per line for unlimited talk, text and 1GB of data while on the Sprint network. For each additional new Sprint customer who joins the Family group, the cost per person goes down \$5 a month up to a maximum monthly discount of \$30 per line. With a group of at least seven people, each customer gets unlimited talk, text and 1GB of data while on the Sprint network for \$25 per month per line (pricing excludes taxes and surcharges).

All members of the group can customize their plan and for an additional \$20 per month per line, Family members can buy up to unlimited data plus get a new phone every year. Each account can be billed separately.

## ***Sprint Garners Third-Party Recognition***

Sprint received notable awards in the fourth quarter. In particular CEVA Logistics, one of the world's leading supply chain companies, named Sprint as Technology Supplier of the Year. Pinsight Media+, Sprint's mobile media company, received the 2013 North American Mobile Advertising Product Leadership Award from Frost & Sullivan, and Dan Hesse was named *Corporate Responsibility Magazine's* Lifetime Achievement Award winner for 2013. Last month, Compass Intelligence named Sprint the most "Eco Focused Wireless Carrier," and Sprint was the only U.S. telecommunications company to be named an Efficiency Leader to the 2014 National Capital Leaders Index by GreenBiz Group and Trucost. Additionally, for the second year in a row, Sprint was rated 16<sup>th</sup> in *Chief Executive Magazine's* Best Companies for Leaders list.



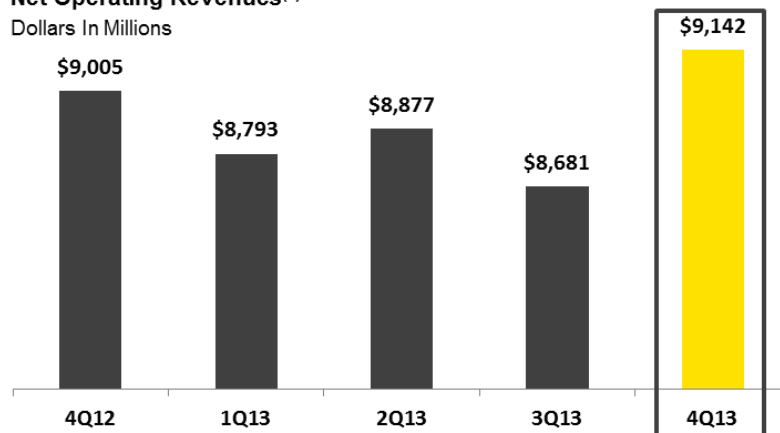
***“In 2013 Adjusted EBITDA\* and Sprint platform wireless revenues grew significantly while we made investments to improve network performance and expand 4G LTE to more than 200 million people,” said Dan Hesse, Sprint CEO. “As we roll out Sprint Spark<sup>TM</sup> and create innovative offers like Sprint Family<sup>SM</sup>, we are building a foundation for future success.”***

--Dan Hesse, Sprint CEO

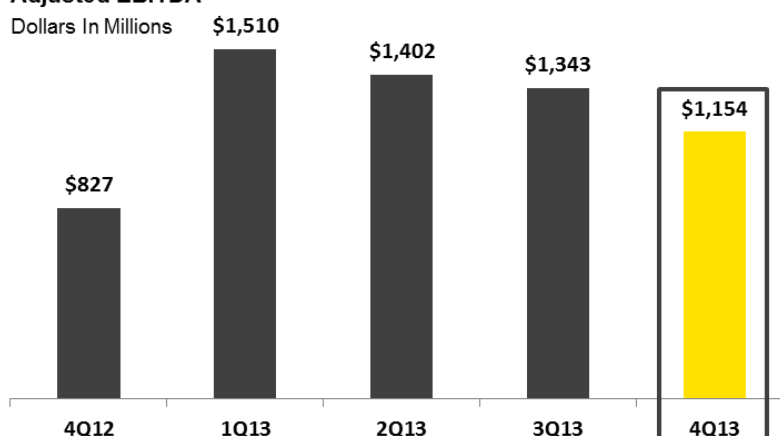


**Net Operating Revenues<sup>(1)</sup>**

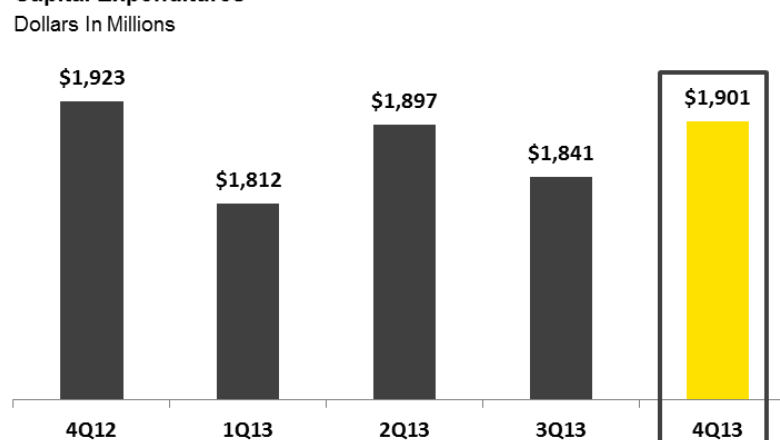
Dollars In Millions

**Adjusted EBITDA<sup>(1)</sup>**

Dollars In Millions

**Capital Expenditures<sup>(1)</sup>**

Dollars In Millions

**CONSOLIDATED RESULTS**

**Net operating revenues** of \$9.1 billion for the quarter were up over 1 percent when compared to the fourth quarter of 2012 and 5 percent when compared to the third quarter of 2013. Revenues for the quarter increased year-over-year and sequentially primarily due to higher equipment revenues.

**Operating loss** was \$576 million compared to an operating loss of \$738 million for the fourth quarter of 2012 and operating loss of \$398 million for the third quarter of 2013. The year-over-year and sequential changes in operating loss were primarily driven by items identified below in Adjusted EBITDA\*.

**Adjusted EBITDA\*** was \$1.15 billion for the quarter, compared to \$827 million for the fourth quarter of 2012 and \$1.34 billion in the third quarter of 2013. This represents nearly a 40 percent year-over-year increase, primarily due to a decline in net subsidy expense, growth in Sprint platform service revenue, and network expense savings resulting from the shutdown of the Nextel platform, partially offset by the loss of Nextel platform service revenue and the consolidation of Clearwire's results. Sequentially, Adjusted EBITDA\* decreased 14 percent primarily as a result of higher net subsidy and sales expenses due in part to seasonally higher sales volume, which was partially offset by lower care expenses.

**Capital expenditures<sup>(2)</sup>** were \$1.9 billion in the quarter, compared to \$1.9 billion in the fourth quarter of 2012 and \$1.8 billion in the third quarter of 2013. Wireless capital expenditures were \$1.7 billion in the fourth quarter of 2013, compared to \$1.8 billion in the fourth quarter of 2012 and \$1.7 billion in the third quarter of 2013. During the quarter, the company invested approximately \$1.3 billion for Network Vision.

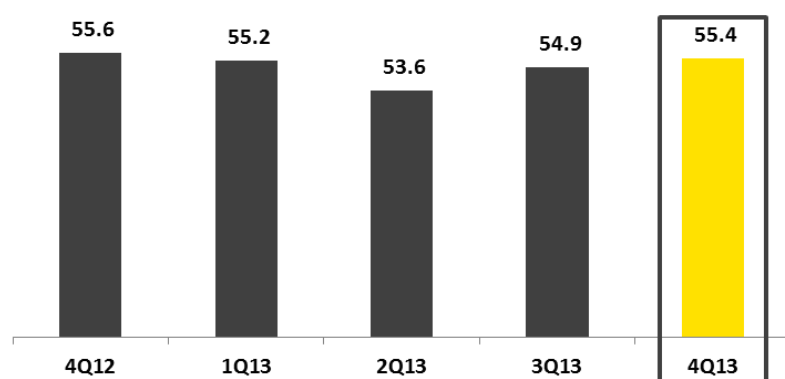
**Net cash used in operating activities** was \$761 million for the quarter, compared to net cash provided by operating activities of \$216 million for the fourth quarter of 2012 and \$1.2 billion for the third quarter of 2013. The decline in cash provided by operating activities in the year-over-year and sequential periods is primarily due to changes in working capital, mostly related to the timing and volume of payments and receipts for inventory and network equipment, increased cash paid for interest related to debt acquired from the Clearwire acquisition, and call premiums paid on Clearwire debt redemptions.

**Free Cash Flow\*** was negative \$2.8 billion for the quarter, compared to negative \$1.3 billion for the fourth quarter of 2012 and negative \$909 million for the third quarter of 2013.

**The company's total cash**, cash equivalents, and short-term investments at the end of the fourth quarter 2013 were \$7.5 billion. During the quarter, the company redeemed in full \$2.85 billion principal amount of 12 percent Clearwire notes due in 2015 and

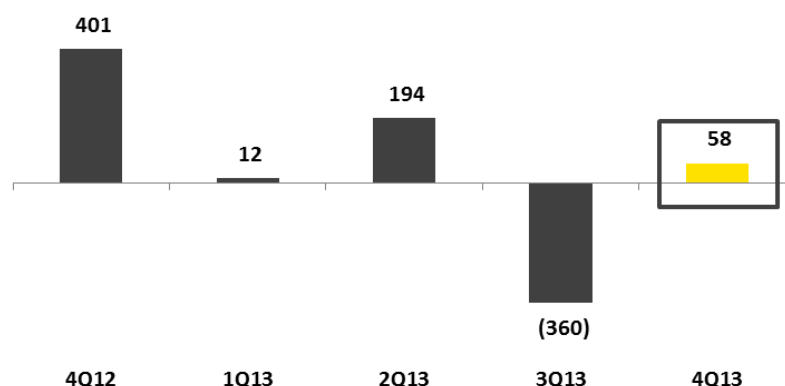
## Total Wireless Subscribers

In Millions

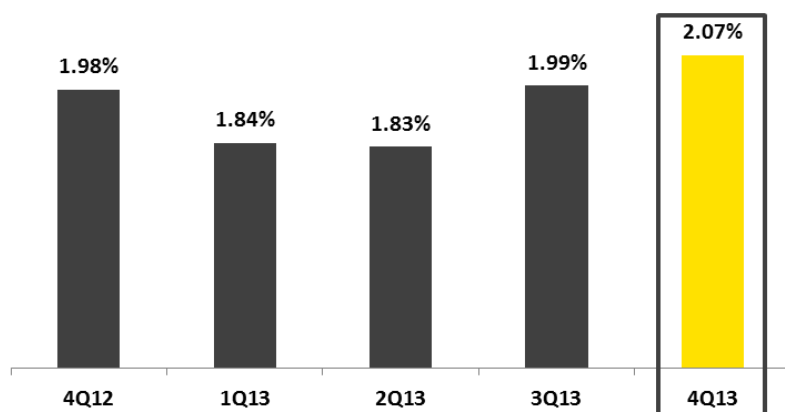


## Sprint Platform Postpaid Net Adds

In Thousands



## Sprint Platform Postpaid Churn

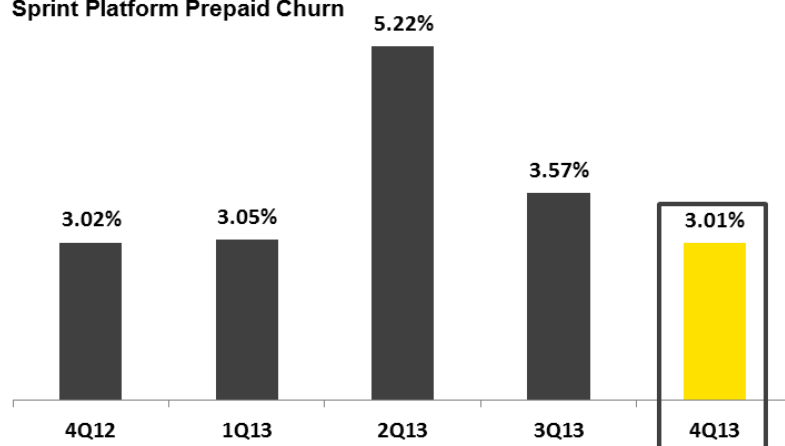


2017. Also, during the quarter, the company issued \$2.5 billion principal amount of notes due in 2024.

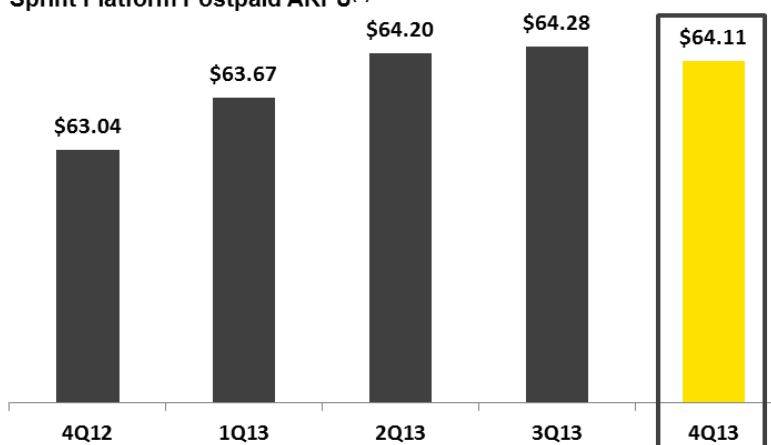
## WIRELESS RESULTS

- **The company served 55.4 million customers** at the end of 2013. Total customers include 30.8 million postpaid subscribers, 16.2 million prepaid subscribers and approximately 8.3 million wholesale and affiliate subscribers.
- **The Sprint platform added 58,000 net postpaid customers** during the quarter. Sprint platform postpaid net additions included 466,000 tablets and 157,000 smartphones partially offset by feature phone and other device net subscriber losses of 565,000. This compares to net additions of 401,000 in the fourth quarter of 2012, which included 333,000 subscribers recaptured from the Nextel platform, and subscriber losses of 360,000 in the third quarter of 2013.
- **The Sprint platform added 322,000 net prepaid customers** during the quarter, as a result of net additions by all three prepaid brands including Assurance Wireless®, Virgin Mobile, and Boost.
- **Wholesale and affiliate net subscriber additions** on the Sprint platform were 302,000 in the fourth quarter. Wholesale subscriber additions were primarily driven by an increase in connected device subscribers, largely related to connected vehicles.
- **Sprint platform postpaid churn** was 2.07 percent, compared to 1.98 percent for the year-ago period and 1.99 percent for the third quarter of 2013. Sprint platform quarterly postpaid churn increased year-over-year primarily due to an increase in voluntary churn.
- **Approximately 9 percent** of Sprint platform postpaid customers upgraded their devices during the fourth quarter of 2013, compared to approximately 11 percent for the year-ago period and 7 percent for the third quarter of 2013. The year-over-year decrease in the upgrade rate was primarily driven by elevated levels of upgrades during the fourth quarter of 2012 related to subscribers leaving the Nextel platform and being recaptured on the Sprint platform and changes in our upgrade eligibility policies, partially offset by the introduction of installment billing. The sequential increase in the upgrade rate was driven by normal seasonality and the introduction of installment billing.
- **Sprint platform prepaid churn** for the fourth quarter was 3.01 percent, compared to 3.02 percent for the year-ago period and 3.57 percent for the third quarter of 2013. Churn improved sequentially for each of the prepaid brands.
- **Wireless retail service revenue** of \$7.2 billion for the quarter grew slightly when compared to the fourth quarter of 2012 and the third quarter of 2013. Postpaid revenue was relatively flat year-over-year as the loss of Nextel platform subscribers was offset

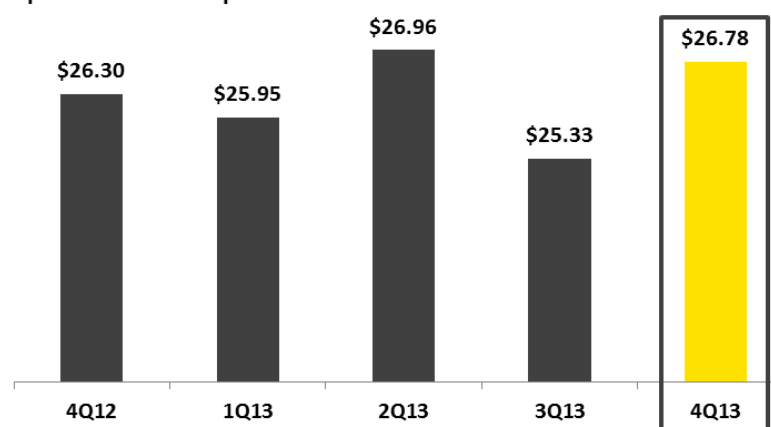
### Sprint Platform Prepaid Churn



### Sprint Platform Postpaid ARPU<sup>(1)</sup>



### Sprint Platform Prepaid ARPU<sup>(1)</sup>

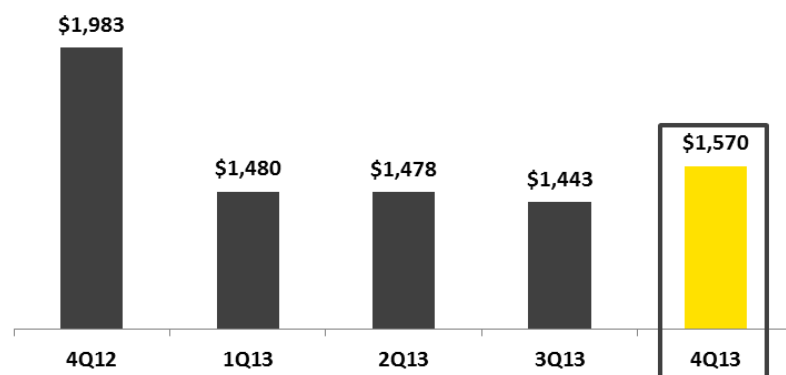


by growth in Sprint platform postpaid ARPU. In the third quarter prepaid revenue included approximately \$100 million of purchase price accounting dilution which did not recur in the fourth quarter.

- **Sprint platform postpaid ARPU** of \$64.11, for the quarter, increased by \$1.07 year-over-year, and decreased \$.17 sequentially. Year-over-year Sprint platform postpaid ARPU benefited from lower customer discounts and higher handset insurance revenue, partially offset by lower usage based revenue and \$.35 of purchase price accounting dilution. The sequential decline in Sprint platform postpaid ARPU was a result of a decrease in usage based revenue and higher mix of tablets, which generally have a lower ARPU than phones, partially offset by lower customer discounts and higher handset insurance revenue.
- **Sprint platform prepaid ARPU** of \$26.78 increased from \$26.30 in the fourth quarter of 2012 and from \$25.33 in the third quarter of 2013. The year-over-year improvement was primarily driven by changes in the mix of our subscriber base among our prepaid brands. The sequential improvement was primarily the result of \$2.09 of purchase price accounting dilution in the third quarter, which impacted all of our prepaid brands.
- **Quarterly wholesale, affiliate and other revenues** of \$142 million increased by \$7 million, compared to the year-ago period and approximately \$3 million sequentially. The year-over-year and sequential increases were a result of revenues from subscribers acquired from Clearwire and U.S. Cellular.
- **Wireless equipment net subsidy** in the fourth quarter was \$1.6 billion (equipment revenue of \$1.2 billion, less cost of products of \$2.8 billion). Net subsidy declined \$413 million year-over-year and increased \$127 million sequentially. The year-over-year decrease was a result of lower upgrade volumes, the introduction of installment billing for devices, and a higher mix of tablet sales. The sequential increase was a result of higher smartphone sales, partially offset by the introduction of installment billing for devices and a higher mix of tablet sales.
- **Wireless cost of service** of \$2.2 billion, increased 2 percent year-over-year, primarily due to the net impact of the Clearwire acquisition and higher estimated Network Vision expenses, partially offset by the elimination of network expenses related to the Nextel platform, and lower service and repair and licensing expenses. Wireless cost of service decreased 3 percent sequentially, primarily as a result of lower roaming expenses and the elimination of additional network expenses related to the Nextel platform, partially offset by the net full quarter impact of the Clearwire acquisition.

### Wireless Equipment Net Subsidy<sup>(1)</sup>

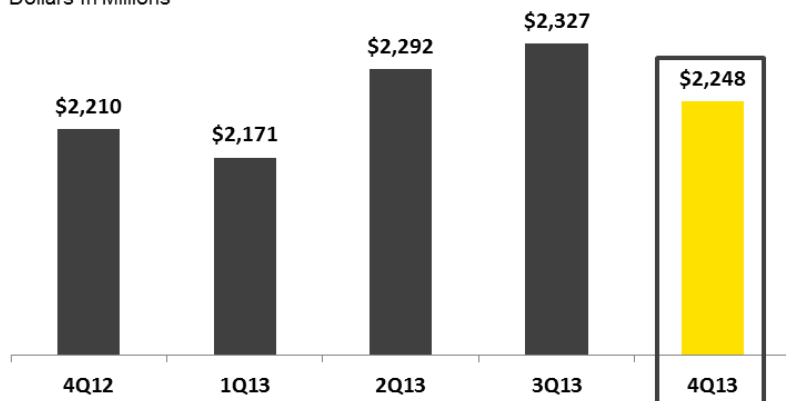
Dollars In Millions



- **Wireless SG&A expenses** were relatively flat year-over-year and increased 4 percent sequentially. The sequential increase in wireless SG&A was primarily the result of higher sales expense, partially offset by lower care expenses.
- **Wireless depreciation and amortization** expense increased \$79 million year-over-year and \$22 million sequentially. The year-over-year increase in wireless depreciation and amortization was primarily related to higher amortization of customer relationships as a result of purchase accounting, partially offset by a decline in depreciation as a result of the shutdown of the Nextel platform.

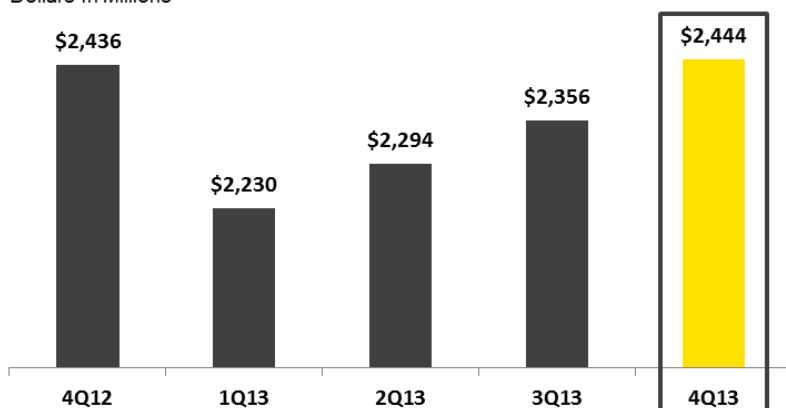
### Wireless Cost of Service<sup>(1)</sup>

Dollars In Millions



### Wireless SG&A<sup>(1)</sup>

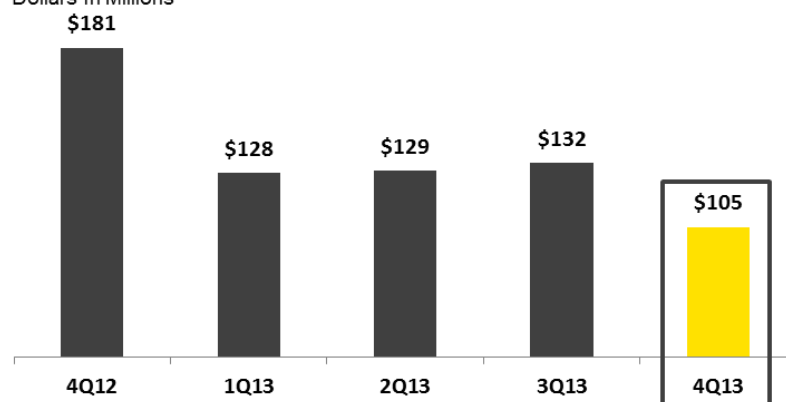
Dollars In Millions





### Wireline Adjusted EBITDA<sup>\*(1)</sup>

Dollars In Millions



## WIRELINE RESULTS

- **Wireline revenue** of \$859 million for the quarter declined approximately 9 percent year-over-year and 2 percent sequentially. The year-over-year decline was primarily a result of the migration of wholesale cable VoIP customers off of Sprint's IP platform, an intercompany rate reduction based on current market prices for voice and IP services sold to the wireless segment, and lower voice volumes. The sequential decrease was primarily a result of the migration of wholesale cable VoIP customers off of Sprint's IP platform.
- **Wireline net operating expenses** were \$836 million in the fourth quarter of 2013. Net operating expenses declined 5 percent year-over-year and increased nearly 2 percent sequentially. The year-over-year decline was due to lower depreciation and cost of service.

## FORECAST

- The company expects 2014 Adjusted EBITDA\* to be between \$6.5 billion and \$6.7 billion.

The company expects 2014 capital expenditures of approximately \$8 billion.

**Wireless Operating Statistics (Unaudited)**

|  | Quarter To Date |              |              | Year To Date   |            |
|--|-----------------|--------------|--------------|----------------|------------|
|  | 12/31/13        | 9/30/13      | 12/31/12     | 12/31/13       | 12/31/12   |
| <b>Net (Losses) Additions (in thousands)</b>         |                 |              |              |                |            |
| Sprint platform:                                     |                 |              |              |                |            |
| Postpaid <sup>(3)</sup>                              | 58              | (360)        | 401          | (96)           | 1,516      |
| Prepaid <sup>(4)</sup>                               | 322             | 84           | 525          | 488            | 2,305      |
| Wholesale and affiliate                              | 302             | 181          | (243)        | 31             | 944        |
| Total Sprint platform                                | 682             | (95)         | 683          | 423            | 4,765      |
| Nextel platform:                                     |                 |              |              |                |            |
| Postpaid <sup>(3)</sup>                              | -               | -            | (644)        | (1,632)        | (2,653)    |
| Prepaid <sup>(4)</sup>                               | -               | -            | (376)        | (454)          | (1,507)    |
| Total Nextel platform                                | -               | -            | (1,020)      | (2,086)        | (4,160)    |
| Transactions: <sup>(a)</sup>                         |                 |              |              |                |            |
| Postpaid <sup>(3)</sup>                              | (127)           | (175)        | -            | (481)          | -          |
| Prepaid <sup>(4)</sup>                               | (103)           | (56)         | -            | (179)          | -          |
| Wholesale  | 25              | 13           | -            | 38             | -          |
| Total transactions                                   | (205)           | (218)        | -            | (622)          | -          |
| Total retail postpaid net losses                     | (69)            | (535)        | (243)        | (2,209)        | (1,137)    |
| Total retail prepaid net additions (losses)          | 219             | 28           | 149          | (145)          | 798        |
| Total wholesale and affiliate net additions (losses) | 327             | 194          | (243)        | 69             | 944        |
| <b>Total Wireless Net Additions (Losses)</b>         | <b>477</b>      | <b>(313)</b> | <b>(337)</b> | <b>(2,285)</b> | <b>605</b> |

|   |               |               |               |               |               |
|---|---------------|---------------|---------------|---------------|---------------|
| <b>End of Period Subscribers (in thousands)</b>         |               |               |               |               |               |
| Sprint platform:  |               |               |               |               |               |
| Postpaid <sup>(3)</sup>                                 | 30,149        | 30,091        | 30,245        | 30,149        | 30,245        |
| Prepaid <sup>(4)</sup>                                  | 15,621        | 15,299        | 15,133        | 15,621        | 15,133        |
| Wholesale and affiliate                                 | 8,164         | 7,862         | 8,162         | 8,164         | 8,162         |
| Total Sprint platform                                   | 53,934        | 53,252        | 53,540        | 53,934        | 53,540        |
| Nextel platform:  |               |               |               |               |               |
| Postpaid <sup>(3)</sup>                                 | -             | -             | 1,632         | -             | 1,632         |
| Prepaid <sup>(4)</sup>                                  | -             | -             | 454           | -             | 454           |
| Total Nextel platform                                   | -             | -             | 2,086         | -             | 2,086         |
| Transactions: <sup>(a)</sup>                            |               |               |               |               |               |
| Postpaid <sup>(3)</sup>                                 | 688           | 815           | -             | 688           | -             |
| Prepaid <sup>(4)</sup>                                  | 601           | 704           | -             | 601           | -             |
| Wholesale   | 131           | 106           | -             | 131           | -             |
| Total transactions                                      | 1,420         | 1,625         | -             | 1,420         | -             |
| Total retail postpaid end of period subscribers         | 30,837        | 30,906        | 31,877        | 30,837        | 31,877        |
| Total retail prepaid end of period subscribers          | 16,222        | 16,003        | 15,587        | 16,222        | 15,587        |
| Total wholesale and affiliate end of period subscribers | 8,295         | 7,968         | 8,162         | 8,295         | 8,162         |
| <b>Total End of Period Subscribers</b>                  | <b>55,354</b> | <b>54,877</b> | <b>55,626</b> | <b>55,354</b> | <b>55,626</b> |

|   |              |              |              |              |              |
|---|--------------|--------------|--------------|--------------|--------------|
| <b>Supplemental Data - Connected Devices</b>    |              |              |              |              |              |
| <b>End of Period Subscribers (in thousands)</b> |              |              |              |              |              |
| Retail postpaid                                 | 922          | 834          | 813          | 922          | 813          |
| Wholesale and affiliate                         | 3,578        | 3,298        | 2,670        | 3,578        | 2,670        |
| <b>Total</b>                                    | <b>4,500</b> | <b>4,132</b> | <b>3,483</b> | <b>4,500</b> | <b>3,483</b> |

|                              |       |       |       |        |       |
|------------------------------|-------|-------|-------|--------|-------|
| <b>Churn</b>                 |       |       |       |        |       |
| Sprint platform:             |       |       |       |        |       |
| Postpaid                     | 2.07% | 1.99% | 1.98% | 1.93%  | 1.89% |
| Prepaid                      | 3.01% | 3.57% | 3.02% | 3.72%  | 3.01% |
| Nextel platform:             |       |       |       |        |       |
| Postpaid                     | -     | -     | 5.27% | 16.40% | 3.24% |
| Prepaid                      | -     | -     | 9.79% | 18.58% | 8.55% |
| Transactions: <sup>(a)</sup> |       |       |       |        |       |
| Postpaid                     | 5.48% | 6.38% | -     | 7.65%  | -     |
| Prepaid                      | 8.18% | 8.84% | -     | 8.66%  | -     |
| Total retail postpaid churn  | 2.15% | 2.09% | 2.18% | 2.24%  | 2.02% |
| Total retail prepaid churn   | 3.22% | 3.78% | 3.30% | 3.94%  | 3.45% |

|  |   |   |     |     |       |
|--|---|---|-----|-----|-------|
| <b>Nextel Platform Subscriber Recaptures</b> |   |   |     |     |       |
| Subscribers (in thousands) <sup>(5)</sup> :  |   |   |     |     |       |
| Postpaid                                     | - | - | 333 | 628 | 1,508 |
| Prepaid                                      | - | - | 188 | 168 | 620   |
| Rate <sup>(6)</sup> :                        |   |   |     |     |       |
| Postpaid                                     | - | - | 51% | 38% | 55%   |
| Prepaid                                      | - | - | 50% | 37% | 33%   |

<sup>(a)</sup> We acquired approximately 352,000 postpaid subscribers and 59,000 prepaid subscribers through the acquisition of assets from U.S. Cellular when the transaction closed on May 17, 2013. We acquired approximately 788,000 postpaid subscribers, 721,000 prepaid subscribers, 93,000 wholesale subscribers and transferred 29,000 Sprint wholesale subscribers that were originally recognized through our Clearwire MVNO arrangement to Transactions postpaid subscribers as a result of the Clearwire acquisition when the transaction closed on July 9, 2013.

Wireless Operating Statistics (Unaudited) (continued)

|                              | Successor             |                       |                    | Predecessor      |                   |                       |                    |
|------------------------------|-----------------------|-----------------------|--------------------|------------------|-------------------|-----------------------|--------------------|
|                              | Quarter<br>To<br>Date | Quarter<br>To<br>Date | Year<br>To<br>Date | 10 Days<br>Ended | 191 Days<br>Ended | Quarter<br>To<br>Date | Year<br>To<br>Date |
|                              | 12/31/13              | 9/30/13               | 12/31/13           | 7/10/13          | 7/10/13           | 12/31/12              | 12/31/12           |
| <b>ARPU <sup>(b)</sup></b>   |                       |                       |                    |                  |                   |                       |                    |
| Sprint platform:             |                       |                       |                    |                  |                   |                       |                    |
| Postpaid                     | \$ 64.11              | \$ 64.24              | \$ 64.17           | \$ 64.71         | \$ 63.98          | \$ 63.04              | \$ 63.05           |
| Prepaid                      | \$ 26.78              | \$ 25.14              | \$ 26.01           | \$ 26.99         | \$ 26.49          | \$ 26.30              | \$ 25.92           |
| Nextel platform:             |                       |                       |                    |                  |                   |                       |                    |
| Postpaid                     | \$ -                  | \$ -                  | \$ -               | \$ -             | \$ 35.84          | \$ 37.27              | \$ 39.65           |
| Prepaid                      | \$ -                  | \$ -                  | \$ -               | \$ -             | \$ 32.60          | \$ 35.59              | \$ 35.91           |
| Transactions: <sup>(a)</sup> |                       |                       |                    |                  |                   |                       |                    |
| Postpaid                     | \$ 36.30              | \$ 37.44              | \$ 36.89           | \$ 35.75         | \$ 56.98          | \$ -                  | \$ -               |
| Prepaid                      | \$ 40.80              | \$ 40.62              | \$ 40.71           | \$ 12.78         | \$ 18.26          | \$ -                  | \$ -               |
| Total retail postpaid ARPU   | \$ 63.44              | \$ 63.48              | \$ 63.46           | \$ 64.55         | \$ 63.10          | \$ 61.47              | \$ 60.84           |
| Total retail prepaid ARPU    | \$ 27.34              | \$ 25.86              | \$ 26.64           | \$ 26.96         | \$ 26.57          | \$ 26.69              | \$ 26.72           |

<sup>(a)</sup> We acquired approximately 352,000 postpaid subscribers and 59,000 prepaid subscribers through the acquisition of assets from U.S. Cellular when the transaction closed on May 17, 2013. We acquired approximately 788,000 postpaid subscribers, 721,000 prepaid subscribers, 93,000 wholesale subscribers and transferred 29,000 Sprint wholesale subscribers that were originally recognized through our Clearwire MVNO arrangement to Transactions postpaid subscribers as a result of the Clearwire acquisition when the transaction closed on July 9, 2013.

<sup>(b)</sup> ARPU is calculated by dividing service revenue by the sum of the average number of subscribers in the applicable service category. Changes in average monthly service revenue reflect subscribers for either the postpaid or prepaid service category who change rate plans, the level of voice and data usage, the amount of service credits which are offered to subscribers, plus the net effect of average monthly revenue generated by new subscribers and deactivating subscribers.

Wireless Operating Statistics (Unaudited) (continued)

| ARPU <sup>(b)</sup>                 | Combined <sup>(1)</sup> Quarter to Date |                 |                 | Combined <sup>(1)</sup> Year to Date |                 |
|-------------------------------------|---|-----------------|-----------------|--------------------------------------|-----------------|
|                                     | 12/31/13                                | 9/30/13         | 12/31/12        | 12/31/13                             | 12/31/12        |
| <b>Sprint platform:</b>             |   |                 |                 |                                      |                 |
| Postpaid                            | \$ 64.11                                | \$ 64.28        | \$ 63.04        | \$ 64.07                             | \$ 63.05        |
| Prepaid                             | \$ 26.78                                | \$ 25.33        | \$ 26.30        | \$ 26.26                             | \$ 25.92        |
| <b>Nextel platform:</b>             |   |                 |                 |                                      |                 |
| Postpaid                            | \$ -                                    | \$ -            | \$ 37.27        | \$ 35.84                             | \$ 39.65        |
| Prepaid                             | \$ -                                    | \$ -            | \$ 35.59        | \$ 32.60                             | \$ 35.91        |
| <b>Transactions: <sup>(a)</sup></b> |   |                 |                 |                                      |                 |
| Postpaid                            | \$ 36.30                                | \$ 40.00        | \$ -            | \$ 39.96                             | \$ -            |
| Prepaid                             | \$ 40.80                                | \$ 43.20        | \$ -            | \$ 41.55                             | \$ -            |
| <b>Total retail postpaid ARPU</b>   | <b>\$ 63.44</b>                         | <b>\$ 63.69</b> | <b>\$ 61.47</b> | <b>\$ 63.29</b>                      | <b>\$ 60.84</b> |
| <b>Total retail prepaid ARPU</b>    | <b>\$ 27.34</b>                         | <b>\$ 26.04</b> | <b>\$ 26.69</b> | <b>\$ 26.62</b>                      | <b>\$ 26.72</b> |

<sup>(a)</sup> We acquired approximately 352,000 postpaid subscribers and 59,000 prepaid subscribers through the acquisition of assets from U.S. Cellular when the transaction closed on May 17, 2013. We acquired approximately 788,000 postpaid subscribers, 721,000 prepaid subscribers, 93,000 wholesale subscribers and transferred 29,000 Sprint wholesale subscribers that were originally recognized through our Clearwire MVNO arrangement to Transactions postpaid subscribers as a result of the Clearwire acquisition when the transaction closed on July 9, 2013.

<sup>(b)</sup> ARPU is calculated by dividing service revenue by the sum of the average number of subscribers in the applicable service category. Changes in average monthly service revenue reflect subscribers for either the postpaid or prepaid service category who change rate plans, the level of voice and data usage, the amount of service credits which are offered to subscribers, plus the net effect of average monthly revenue generated by new subscribers and deactivating subscribers. Combined ARPU for the quarter-to-date September 30, 2013 period aggregate service revenue of the ten days ended July 10, 2013 Predecessor period and the quarter-to-date September 30, 2013 Successor period divided by the sum of the average subscribers during the quarter. Combined ARPU for the year-to-date December 31, 2013 period aggregate service revenue of the 191 days ended July 10, 2013 Predecessor period and the year-to-date December 31, 2013 Successor period divided by the sum of the average subscribers during the year-to-date period. Combined ARPU for the quarter-to-date December 31, 2013 period is not affected by Predecessor activity and, therefore, is consistent with the information presented in the previous table for the quarter-to-date December 31, 2013 Successor ARPU. Combined ARPU for the quarter and year-to-date December 31, 2012 periods are not affected by Successor activity, and, therefore, is consistent with the information presented in the previous table for the quarter and year-to-date Predecessor ARPU.

**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)**
*(Millions, except per Share Data)*

|  | Successor             |                       |                  |                    | Predecessor      |                   |                       |                    |
|--|-----------------------|-----------------------|------------------|--------------------|------------------|-------------------|-----------------------|--------------------|
|  | Quarter<br>To<br>Date | Quarter<br>To<br>Date | 87 Days<br>Ended | Year<br>To<br>Date | 10 Days<br>Ended | 191 Days<br>Ended | Quarter<br>To<br>Date | Year<br>To<br>Date |
|  | 12/31/13              | 9/30/13               | 12/31/12         | 12/31/13           | 7/10/13          | 7/10/13           | 12/31/12              | 12/31/12           |
| <b>Net Operating Revenues</b>  | \$ 9,142              | \$ 7,749              | \$ -             | \$ 16,891          | \$ 932           | \$ 18,602         | \$ 9,005              | \$ 35,345          |
| <b>Net Operating Expenses</b>  |                       |                       |                  |                    |                  |                   |                       |                    |
| Cost of services   | 2,704                 | 2,470                 | -                | 5,174              | 286              | 5,673             | 2,659                 | 10,936             |
| Cost of products   | 2,731                 | 1,872                 | -                | 4,603              | 281              | 4,872             | 2,993                 | 9,905              |
| Selling, general and administrative                                      | 2,546                 | 2,259                 | 33               | 4,841              | 289              | 5,067             | 2,557                 | 9,765              |
| Depreciation and amortization  | 1,531                 | 1,403                 | -                | 2,934              | 121              | 3,245             | 1,493                 | 6,543              |
| Other, net   | 206                   | 103                   | -                | 309                | (5)              | 630               | 8                     | 16                 |
| <b>Total net operating expenses</b>                                      | <b>9,718</b>          | <b>8,107</b>          | <b>33</b>        | <b>17,861</b>      | <b>972</b>       | <b>19,487</b>     | <b>9,710</b>          | <b>37,165</b>      |
| <b>Operating Loss</b>  | <b>(576)</b>          | <b>(358)</b>          | <b>(33)</b>      | <b>(970)</b>       | <b>(40)</b>      | <b>(885)</b>      | <b>(705)</b>          | <b>(1,820)</b>     |
| Interest expense   | (502)                 | (416)                 | -                | (918)              | (275)            | (1,135)           | (432)                 | (1,428)            |
| Equity in earnings (losses) of unconsolidated investments and other, net | 55                    | 165                   | 10               | 73                 | 2,905            | 2,463             | (140)                 | (923)              |
| <b>(Loss) Income before Income Taxes</b>                                 | <b>(1,023)</b>        | <b>(609)</b>          | <b>(23)</b>      | <b>(1,815)</b>     | <b>2,590</b>     | <b>443</b>        | <b>(1,277)</b>        | <b>(4,171)</b>     |
| Income tax expense   | (15)                  | (90)                  | (4)              | (45)               | (1,508)          | (1,601)           | (44)                  | (154)              |
| <b>Net (Loss) Income</b>   | <b>\$ (1,038)</b>     | <b>\$ (699)</b>       | <b>\$ (27)</b>   | <b>\$ (1,860)</b>  | <b>\$ 1,082</b>  | <b>\$ (1,158)</b> | <b>\$ (1,321)</b>     | <b>\$ (4,325)</b>  |
| <b>Basic Net (Loss) Income Per Common Share</b>                          | <b>\$ (0.26)</b>      | <b>\$ (0.18)</b>      | <b>NM</b>        | <b>\$ (0.54)</b>   | <b>\$ 0.35</b>   | <b>\$ (0.38)</b>  | <b>\$ (0.44)</b>      | <b>\$ (1.44)</b>   |
| <b>Diluted Net (Loss) Income Per Common Share</b>                        | <b>\$ (0.26)</b>      | <b>\$ (0.18)</b>      | <b>NM</b>        | <b>\$ (0.54)</b>   | <b>\$ 0.30</b>   | <b>\$ (0.38)</b>  | <b>\$ (0.44)</b>      | <b>\$ (1.44)</b>   |
| Basic Weighted Average Common Shares outstanding                         | 3,944                 | 3,802                 | NM               | 3,475              | 3,086            | 3,027             | 3,007                 | 3,002              |
| Diluted Weighted Average Common Shares outstanding                       | 3,944                 | 3,802                 | NM               | 3,475              | 3,640            | 3,027             | 3,007                 | 3,002              |
| <b>Effective Tax Rate</b>  | <b>-1.5%</b>          | <b>-14.8%</b>         | <b>-17.4%</b>    | <b>-2.5%</b>       | <b>58.2%</b>     | <b>361.4%</b>     | <b>-3.4%</b>          | <b>-3.7%</b>       |

**NON-GAAP RECONCILIATION - NET INCOME (LOSS) TO ADJUSTED EBITDA\* (Unaudited)**
*(Millions)*

|  | Successor             |                       |                  |                    | Predecessor      |                   |                       |                    |
|--|-----------------------|-----------------------|------------------|--------------------|------------------|-------------------|-----------------------|--------------------|
|  | Quarter<br>To<br>Date | Quarter<br>To<br>Date | 87 Days<br>Ended | Year<br>To<br>Date | 10 Days<br>Ended | 191 Days<br>Ended | Quarter<br>To<br>Date | Year<br>To<br>Date |
|  | 12/31/13              | 9/30/13               | 12/31/12         | 12/31/13           | 7/10/13          | 7/10/13           | 12/31/12              | 12/31/12           |
| <b>Net (Loss) Income</b>   | <b>\$ (1,038)</b>     | <b>\$ (699)</b>       | <b>\$ (27)</b>   | <b>\$ (1,860)</b>  | <b>\$ 1,082</b>  | <b>\$ (1,158)</b> | <b>\$ (1,321)</b>     | <b>\$ (4,325)</b>  |
| Income tax expense   | 15                    | 90                    | 4                | 45                 | 1,508            | 1,601             | 44                    | 154                |
| <b>(Loss) Income before Income Taxes</b>                                 | <b>(1,023)</b>        | <b>(609)</b>          | <b>(23)</b>      | <b>(1,815)</b>     | <b>2,590</b>     | <b>443</b>        | <b>(1,277)</b>        | <b>(4,171)</b>     |
| Equity in earnings (losses) of unconsolidated investments and other, net | (55)                  | (165)                 | (10)             | (73)               | (2,905)          | (2,463)           | 140                   | 923                |
| Interest expense   | 502                   | 416                   | -                | 918                | 275              | 1,135             | 432                   | 1,428              |
| <b>Operating Loss</b>  | <b>(576)</b>          | <b>(358)</b>          | <b>(33)</b>      | <b>(970)</b>       | <b>(40)</b>      | <b>(885)</b>      | <b>(705)</b>          | <b>(1,820)</b>     |
| Depreciation and amortization  | 1,531                 | 1,403                 | -                | 2,934              | 121              | 3,245             | 1,493                 | 6,543              |
| <b>EBITDA*</b>   | <b>955</b>            | <b>1,045</b>          | <b>(33)</b>      | <b>1,964</b>       | <b>81</b>        | <b>2,360</b>      | <b>788</b>            | <b>4,723</b>       |
| Severance and exit costs <sup>(7)</sup>                                  | 206                   | 103                   | -                | 309                | (5)              | 652               | (10)                  | 196                |
| Gains from asset dispositions and exchanges <sup>(8)</sup>               | -                     | -                     | -                | -                  | -                | -                 | -                     | (29)               |
| Asset impairments and abandonments <sup>(9)</sup>                        | -                     | -                     | -                | -                  | -                | -                 | 18                    | 36                 |
| Spectrum hosting contract termination, net <sup>(10)</sup>               | -                     | -                     | -                | -                  | -                | -                 | -                     | (170)              |
| Access costs <sup>(11)</sup>   | -                     | -                     | -                | -                  | -                | -                 | -                     | (17)               |
| Litigation <sup>(12)</sup>   | -                     | -                     | -                | -                  | -                | (22)              | -                     | -                  |
| Business combinations <sup>(13)</sup>                                    | -                     | 100                   | -                | 100                | 19               | 53                | 19                    | 19                 |
| Hurricane Sandy <sup>(14)</sup>  | (7)                   | -                     | -                | (7)                | -                | -                 | 45                    | 45                 |
| <b>Adjusted EBITDA*</b>  | <b>\$ 1,154</b>       | <b>\$ 1,248</b>       | <b>\$ (33)</b>   | <b>\$ 2,366</b>    | <b>\$ 95</b>     | <b>\$ 3,043</b>   | <b>\$ 860</b>         | <b>\$ 4,803</b>    |
| Capital expenditures <sup>(2)</sup>                                      | 1,901                 | 1,666                 | -                | 3,567              | 175              | 3,884             | 1,923                 | 5,370              |
| <b>Adjusted EBITDA* less Capex</b>                                       | <b>\$ (747)</b>       | <b>\$ (418)</b>       | <b>\$ (33)</b>   | <b>\$ (1,201)</b>  | <b>\$ (80)</b>   | <b>\$ (841)</b>   | <b>\$ (1,063)</b>     | <b>\$ (567)</b>    |
| <b>Adjusted EBITDA Margin*</b>   | <b>14.5%</b>          | <b>17.5%</b>          | <b>NM</b>        | <b>15.7%</b>       | <b>11.1%</b>     | <b>18.0%</b>      | <b>10.7%</b>          | <b>15.0%</b>       |

**Selected item:**

|  |        |        |      |        |        |          |        |          |
|--|--------|--------|------|--------|--------|----------|--------|----------|
| Deferred tax asset valuation allowance | \$ 381 | \$ 327 | \$ 4 | \$ 708 | \$ 524 | \$ 1,410 | \$ 546 | \$ 1,756 |
|--|--------|--------|------|--------|--------|----------|--------|----------|



**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)**
*(Millions)*

|  | Combined <sup>(1)</sup> Quarter to Date |                 |                   | Combined <sup>(1)</sup> Year to Date |                   |
|--|---|-----------------|-------------------|--------------------------------------|-------------------|
|  | 12/31/13                                | 9/30/13         | 12/31/12          | 12/31/13                             | 12/31/12          |
| <b>Net Operating Revenues</b>  | <b>\$ 9,142</b>                         | <b>\$ 8,681</b> | <b>\$ 9,005</b>   | <b>\$ 35,493</b>                     | <b>\$ 35,345</b>  |
| <b>Net Operating Expenses</b>  |   |                 |                   |                                      |                   |
| Cost of services   | 2,704                                   | 2,756           | 2,659             | 10,847                               | 10,936            |
| Cost of products   | 2,731                                   | 2,153           | 2,993             | 9,475                                | 9,905             |
| Selling, general and administrative                                      | 2,546                                   | 2,548           | 2,590             | 9,908                                | 9,798             |
| Depreciation and amortization  | 1,531                                   | 1,524           | 1,493             | 6,179                                | 6,543             |
| Other, net   | 206                                     | 98              | 8                 | 939                                  | 16                |
| <b>Total net operating expenses</b>                                      | <b>9,718</b>                            | <b>9,079</b>    | <b>9,743</b>      | <b>37,348</b>                        | <b>37,198</b>     |
| <b>Operating Loss</b>  | <b>(576)</b>                            | <b>(398)</b>    | <b>(738)</b>      | <b>(1,855)</b>                       | <b>(1,853)</b>    |
| Interest expense   | (502)                                   | (691)           | (432)             | (2,053)                              | (1,428)           |
| Equity in earnings (losses) of unconsolidated investments and other, net | 55                                      | 3,070           | (130)             | 2,536                                | (913)             |
| <b>(Loss) Income before Income Taxes</b>                                 | <b>(1,023)</b>                          | <b>1,981</b>    | <b>(1,300)</b>    | <b>(1,372)</b>                       | <b>(4,194)</b>    |
| Income tax expense   | (15)                                    | (1,598)         | (48)              | (1,646)                              | (158)             |
| <b>Net (Loss) Income</b>   | <b>\$ (1,038)</b>                       | <b>\$ 383</b>   | <b>\$ (1,348)</b> | <b>\$ (3,018)</b>                    | <b>\$ (4,352)</b> |

**NON-GAAP RECONCILIATION - NET LOSS TO ADJUSTED EBITDA\* (Unaudited)**
*(Millions)*

|  | Combined <sup>(1)</sup> Quarter to Date |                 |                   | Combined <sup>(1)</sup> Year to Date |                   |
|--|---|-----------------|-------------------|--------------------------------------|-------------------|
|  | 12/31/13                                | 9/30/13         | 12/31/12          | 12/31/13                             | 12/31/12          |
| <b>Net (Loss) Income</b>   | <b>\$ (1,038)</b>                       | <b>\$ 383</b>   | <b>\$ (1,348)</b> | <b>\$ (3,018)</b>                    | <b>\$ (4,352)</b> |
| Income tax expense   | 15                                      | 1,598           | 48                | 1,646                                | 158               |
| <b>(Loss) Income before Income Taxes</b>                                 | <b>(1,023)</b>                          | <b>1,981</b>    | <b>(1,300)</b>    | <b>(1,372)</b>                       | <b>(4,194)</b>    |
| Equity in earnings (losses) of unconsolidated investments and other, net | (55)                                    | (3,070)         | 130               | (2,536)                              | 913               |
| Interest expense   | 502                                     | 691             | 432               | 2,053                                | 1,428             |
| <b>Operating Loss</b>  | <b>(576)</b>                            | <b>(398)</b>    | <b>(738)</b>      | <b>(1,855)</b>                       | <b>(1,853)</b>    |
| Depreciation and amortization  | 1,531                                   | 1,524           | 1,493             | 6,179                                | 6,543             |
| <b>EBITDA*</b>   | <b>955</b>                              | <b>1,126</b>    | <b>755</b>        | <b>4,324</b>                         | <b>4,690</b>      |
| Severance and exit costs <sup>(7)</sup>                                  | 206                                     | 98              | (10)              | 961                                  | 196               |
| Gains from asset dispositions and exchanges <sup>(8)</sup>               | -                                       | -               | -                 | -                                    | (29)              |
| Asset impairments and abandonments <sup>(9)</sup>                        | -                                       | -               | 18                | -                                    | 36                |
| Spectrum hosting contract termination, net <sup>(10)</sup>               | -                                       | -               | -                 | -                                    | (170)             |
| Access costs <sup>(11)</sup>   | -                                       | -               | -                 | -                                    | (17)              |
| Litigation <sup>(12)</sup>   | -                                       | -               | -                 | (22)                                 | -                 |
| Business combinations <sup>(13)</sup>                                    | -                                       | 119             | 19                | 153                                  | 19                |
| Hurricane Sandy <sup>(14)</sup>  | (7)                                     | -               | 45                | (7)                                  | 45                |
| <b>Adjusted EBITDA*</b>  | <b>1,154</b>                            | <b>1,343</b>    | <b>827</b>        | <b>5,409</b>                         | <b>4,770</b>      |
| Capital expenditures <sup>(2)</sup>                                      | 1,901                                   | 1,841           | 1,923             | 7,451                                | 5,370             |
| <b>Adjusted EBITDA* less Capex</b>                                       | <b>\$ (747)</b>                         | <b>\$ (498)</b> | <b>\$ (1,096)</b> | <b>\$ (2,042)</b>                    | <b>\$ (600)</b>   |
| <b>Adjusted EBITDA Margin*</b>   | <b>14.5%</b>                            | <b>16.8%</b>    | <b>10.3%</b>      | <b>16.9%</b>                         | <b>14.9%</b>      |

**Selected item:**

|  |        |        |        |          |          |
|--|--------|--------|--------|----------|----------|
| Deferred tax asset valuation allowance | \$ 381 | \$ 851 | \$ 550 | \$ 2,118 | \$ 1,760 |
|--|--------|--------|--------|----------|----------|

**WIRELESS STATEMENTS OF OPERATIONS (Unaudited)**
*(Millions)*

|                                     | Successor       |                 |                 | Predecessor      |                   |                 |                   |
|-------------------------------------|-----------------|-----------------|-----------------|------------------|-------------------|-----------------|-------------------|
|                                     | Quarter         | Quarter         | Year            | 10 Days<br>Ended | 191 Days<br>Ended | Quarter         | Year              |
|                                     | To              | To              | To              |                  |                   | To              | To                |
|                                     | Date            | Date            | Date            |                  |                   | Date            | Date              |
|                                     | 12/31/13        | 9/30/13         | 12/31/13        | 7/10/13          | 7/10/13           | 12/31/12        | 12/31/12          |
| <b>Net Operating Revenues</b>       |                 |                 |                 |                  |                   |                 |                   |
| Service revenue                     |                 |                 |                 |                  |                   |                 |                   |
| Sprint platform:                    |                 |                 |                 |                  |                   |                 |                   |
| Postpaid <sup>(3)</sup>             | \$ 5,782        | \$ 5,201        | \$ 10,983       | \$ 634           | \$ 12,242         | \$ 5,674        | \$ 22,247         |
| Prepaid <sup>(4)</sup>              | 1,237           | 1,028           | 2,265           | 132              | 2,602             | 1,170           | 4,377             |
| Wholesale, affiliate and other      | 132             | 116             | 248             | 15               | 279               | 135             | 483               |
| Total Sprint platform               | 7,151           | 6,345           | 13,496          | 781              | 15,123            | 6,979           | 27,107            |
| Nextel platform:                    |                 |                 |                 |                  |                   |                 |                   |
| Postpaid <sup>(3)</sup>             | -               | -               | -               | -                | 217               | 218             | 1,454             |
| Prepaid <sup>(4)</sup>              | -               | -               | -               | -                | 50                | 68              | 525               |
| Total Nextel platform               | -               | -               | -               | -                | 267               | 286             | 1,979             |
| Transactions:                       |                 |                 |                 |                  |                   |                 |                   |
| Postpaid <sup>(3)</sup>             | 81              | 89              | 170             | 2                | 26                | -               | -                 |
| Prepaid <sup>(4)</sup>              | 80              | 81              | 161             | 1                | 2                 | -               | -                 |
| Wholesale                           | 10              | 8               | 18              | -                | -                 | -               | -                 |
| Total transactions                  | 171             | 178             | 349             | 3                | 28                | -               | -                 |
| Equipment revenue                   | 1,161           | 636             | 1,797           | 74               | 1,707             | 1,010           | 3,248             |
| <b>Total net operating revenues</b> | <b>8,483</b>    | <b>7,159</b>    | <b>15,642</b>   | <b>858</b>       | <b>17,125</b>     | <b>8,275</b>    | <b>32,334</b>     |
| <b>Net Operating Expenses</b>       |                 |                 |                 |                  |                   |                 |                   |
| Cost of services                    | 2,248           | 2,087           | 4,335           | 240              | 4,703             | 2,210           | 9,034             |
| Cost of products                    | 2,731           | 1,872           | 4,603           | 281              | 4,872             | 2,993           | 9,905             |
| Selling, general and administrative | 2,444           | 2,100           | 4,544           | 256              | 4,780             | 2,436           | 9,290             |
| Depreciation and amortization       | 1,470           | 1,338           | 2,808           | 110              | 3,029             | 1,391           | 6,128             |
| Other, net                          | 187             | 93              | 280             | (5)              | 627               | 3               | 28                |
| Total net operating expenses        | 9,080           | 7,490           | 16,570          | 882              | 18,011            | 9,033           | 34,385            |
| <b>Operating Loss</b>               | <b>\$ (597)</b> | <b>\$ (331)</b> | <b>\$ (928)</b> | <b>\$ (24)</b>   | <b>\$ (886)</b>   | <b>\$ (758)</b> | <b>\$ (2,051)</b> |
| <b>Supplemental Revenue Data</b>    |                 |                 |                 |                  |                   |                 |                   |
| Total retail service revenue        | \$ 7,180        | \$ 6,399        | \$ 13,579       | \$ 769           | \$ 15,139         | \$ 7,130        | \$ 28,603         |
| Total service revenue               | \$ 7,322        | \$ 6,523        | \$ 13,845       | \$ 784           | \$ 15,418         | \$ 7,265        | \$ 29,086         |

**WIRELESS NON-GAAP RECONCILIATION (Unaudited)**
*(Millions)*

|  | Successor       |                 |                   | Predecessor      |                   |                   |                   |
|--|-----------------|-----------------|-------------------|------------------|-------------------|-------------------|-------------------|
|  | Quarter         | Quarter         | Year              | 10 Days<br>Ended | 191 Days<br>Ended | Quarter           | Year              |
|  | To              | To              | To                |                  |                   | To                | To                |
|  | Date            | Date            | Date              |                  |                   | Date              | Date              |
|  | 12/31/13        | 9/30/13         | 12/31/13          | 7/10/13          | 7/10/13           | 12/31/12          | 12/31/12          |
| <b>Operating Loss</b>                                      | <b>\$ (597)</b> | <b>\$ (331)</b> | <b>\$ (928)</b>   | <b>\$ (24)</b>   | <b>\$ (886)</b>   | <b>\$ (758)</b>   | <b>\$ (2,051)</b> |
| Severance and exit costs <sup>(7)</sup>                    | 187             | 93              | 280               | (5)              | 649               | (10)              | 196               |
| Gains from asset dispositions and exchanges <sup>(8)</sup> | -               | -               | -                 | -                | -                 | -                 | (29)              |
| Asset impairments and abandonments <sup>(9)</sup>          | -               | -               | -                 | -                | -                 | 13                | 31                |
| Spectrum hosting contract termination, net <sup>(10)</sup> | -               | -               | -                 | -                | -                 | -                 | (170)             |
| Litigation <sup>(12)</sup>                                 | -               | -               | -                 | -                | (22)              | -                 | -                 |
| Business combinations <sup>(13)</sup>                      | -               | 25              | 25                | -                | -                 | -                 | -                 |
| Hurricane Sandy <sup>(14)</sup>                            | (7)             | -               | (7)               | -                | -                 | 42                | 42                |
| Depreciation and amortization                              | 1,470           | 1,338           | 2,808             | 110              | 3,029             | 1,391             | 6,128             |
| <b>Adjusted EBITDA*</b>                                    | <b>1,053</b>    | <b>1,125</b>    | <b>2,178</b>      | <b>81</b>        | <b>2,770</b>      | <b>678</b>        | <b>4,147</b>      |
| Capital expenditures <sup>(2)</sup>                        | 1,716           | 1,527           | 3,243             | 156              | 3,590             | 1,786             | 4,884             |
| <b>Adjusted EBITDA* less Capex</b>                         | <b>\$ (663)</b> | <b>\$ (402)</b> | <b>\$ (1,065)</b> | <b>\$ (75)</b>   | <b>\$ (820)</b>   | <b>\$ (1,108)</b> | <b>\$ (737)</b>   |
| <b>Adjusted EBITDA Margin*</b>                             | <b>14.4%</b>    | <b>17.2%</b>    | <b>15.7%</b>      | <b>10.3%</b>     | <b>18.0%</b>      | <b>9.3%</b>       | <b>14.2%</b>      |

**WIRELESS STATEMENTS OF OPERATIONS (Unaudited)**
*(Millions)*

|                                     | Combined <sup>(1)</sup> Quarter to Date |              |              | Combined <sup>(1)</sup> Year to Date |               |
|-------------------------------------|---|--------------|--------------|--------------------------------------|---------------|
|                                     | 12/31/13                                | 9/30/13      | 12/31/12     | 12/31/13                             | 12/31/12      |
| <b>Net Operating Revenues</b>       |   |              |              |                                      |               |
| Service revenue                     |   |              |              |                                      |               |
| Sprint platform:                    |   |              |              |                                      |               |
| Postpaid <sup>(3)</sup>             | \$ 5,782                                | \$ 5,835     | \$ 5,674     | \$ 23,225                            | \$ 22,247     |
| Prepaid <sup>(4)</sup>              | 1,237                                   | 1,160        | 1,170        | 4,867                                | 4,377         |
| Wholesale, affiliate and other      | 132                                     | 131          | 135          | 527                                  | 483           |
| Total Sprint platform               | 7,151                                   | 7,126        | 6,979        | 28,619                               | 27,107        |
| Nextel platform:                    |   |              |              |                                      |               |
| Postpaid <sup>(3)</sup>             | -                                       | -            | 218          | 217                                  | 1,454         |
| Prepaid <sup>(4)</sup>              | -                                       | -            | 68           | 50                                   | 525           |
| Total Nextel platform               | -                                       | -            | 286          | 267                                  | 1,979         |
| Transactions:                       |   |              |              |                                      |               |
| Postpaid <sup>(3)</sup>             | 81                                      | 91           | -            | 196                                  | -             |
| Prepaid <sup>(4)</sup>              | 80                                      | 82           | -            | 163                                  | -             |
| Wholesale                           | 10                                      | 8            | -            | 18                                   | -             |
| Total transactions                  | 171                                     | 181          | -            | 377                                  | -             |
| Equipment revenue                   | 1,161                                   | 710          | 1,010        | 3,504                                | 3,248         |
| <b>Total net operating revenues</b> | <b>8,483</b>                            | <b>8,017</b> | <b>8,275</b> | <b>32,767</b>                        | <b>32,334</b> |

**Net Operating Expenses**

|                                     |                 |                 |                 |                   |                   |
|-------------------------------------|-----------------|-----------------|-----------------|-------------------|-------------------|
| Cost of services                    | 2,248           | 2,327           | 2,210           | 9,038             | 9,034             |
| Cost of products                    | 2,731           | 2,153           | 2,993           | 9,475             | 9,905             |
| Selling, general and administrative | 2,444           | 2,356           | 2,436           | 9,324             | 9,290             |
| Depreciation and amortization       | 1,470           | 1,448           | 1,391           | 5,837             | 6,128             |
| Other, net                          | 187             | 88              | 3               | 907               | 28                |
| Total net operating expenses        | 9,080           | 8,372           | 9,033           | 34,581            | 34,385            |
| <b>Operating Loss</b>               | <b>\$ (597)</b> | <b>\$ (355)</b> | <b>\$ (758)</b> | <b>\$ (1,814)</b> | <b>\$ (2,051)</b> |

**Supplemental Revenue Data**

|                              |          |          |          |           |           |
|------------------------------|----------|----------|----------|-----------|-----------|
| Total retail service revenue | \$ 7,180 | \$ 7,168 | \$ 7,130 | \$ 28,718 | \$ 28,603 |
| Total service revenue        | \$ 7,322 | \$ 7,307 | \$ 7,265 | \$ 29,263 | \$ 29,086 |

**WIRELESS NON-GAAP RECONCILIATION (Unaudited)**
*(Millions)*

|  | Combined <sup>(1)</sup> Quarter to Date |                 |                   | Combined <sup>(1)</sup> Year to Date |                   |
|--|---|-----------------|-------------------|--------------------------------------|-------------------|
|  | 12/31/13                                | 9/30/13         | 12/31/12          | 12/31/13                             | 12/31/12          |
| <b>Operating Loss</b>                                      | <b>\$ (597)</b>                         | <b>\$ (355)</b> | <b>\$ (758)</b>   | <b>\$ (1,814)</b>                    | <b>\$ (2,051)</b> |
| Severance and exit costs <sup>(7)</sup>                    | 187                                     | 88              | (10)              | 929                                  | 196               |
| Gains from asset dispositions and exchanges <sup>(8)</sup> | -                                       | -               | -                 | -                                    | (29)              |
| Asset impairments and abandonments <sup>(9)</sup>          | -                                       | -               | 13                | -                                    | 31                |
| Spectrum hosting contract termination, net <sup>(10)</sup> | -                                       | -               | -                 | -                                    | (170)             |
| Litigation <sup>(12)</sup>                                 | -                                       | -               | -                 | (22)                                 | -                 |
| Business combinations <sup>(13)</sup>                      | -                                       | 25              | -                 | 25                                   | -                 |
| Hurricane Sandy <sup>(14)</sup>                            | (7)                                     | -               | 42                | (7)                                  | 42                |
| Depreciation and amortization                              | 1,470                                   | 1,448           | 1,391             | 5,837                                | 6,128             |
| <b>Adjusted EBITDA*</b>                                    | <b>1,053</b>                            | <b>1,206</b>    | <b>678</b>        | <b>4,948</b>                         | <b>4,147</b>      |
| Capital expenditures <sup>(2)</sup>                        | 1,716                                   | 1,683           | 1,786             | 6,833                                | 4,884             |
| <b>Adjusted EBITDA* less Capex</b>                         | <b>\$ (663)</b>                         | <b>\$ (477)</b> | <b>\$ (1,108)</b> | <b>\$ (1,885)</b>                    | <b>\$ (737)</b>   |
| <b>Adjusted EBITDA Margin*</b>                             | <b>14.4%</b>                            | <b>16.5%</b>    | <b>9.3%</b>       | <b>16.9%</b>                         | <b>14.2%</b>      |

**WIRELINE STATEMENTS OF OPERATIONS (Unaudited)**
*(Millions)*

|                                     | Successor             |                       |                    | Predecessor      |                   |                       |                    |
|-------------------------------------|-----------------------|-----------------------|--------------------|------------------|-------------------|-----------------------|--------------------|
|                                     | Quarter<br>To<br>Date | Quarter<br>To<br>Date | Year<br>To<br>Date | 10 Days<br>Ended | 191 Days<br>Ended | Quarter<br>To<br>Date | Year<br>To<br>Date |
|                                     | 12/31/13              | 9/30/13               | 12/31/13           | 7/10/13          | 7/10/13           | 12/31/12              | 12/31/12           |
| <b>Net Operating Revenues</b>       |                       |                       |                    |                  |                   |                       |                    |
| Voice                               | \$ 386                | \$ 333                | \$ 719             | \$ 42            | \$ 771            | \$ 385                | \$ 1,627           |
| Data                                | 81                    | 57                    | 138                | 7                | 188               | 96                    | 398                |
| Internet                            | 374                   | 373                   | 747                | 47               | 913               | 451                   | 1,781              |
| Other                               | 18                    | 14                    | 32                 | 2                | 29                | 17                    | 75                 |
| <b>Total net operating revenues</b> | <b>859</b>            | <b>777</b>            | <b>1,636</b>       | <b>98</b>        | <b>1,901</b>      | <b>949</b>            | <b>3,881</b>       |
| <b>Net Operating Expenses</b>       |                       |                       |                    |                  |                   |                       |                    |
| Costs of services and products      | 659                   | 576                   | 1,235              | 72               | 1,402             | 671                   | 2,784              |
| Selling, general and administrative | 95                    | 84                    | 179                | 11               | 227               | 100                   | 451                |
| Depreciation and amortization       | 62                    | 61                    | 123                | 10               | 213               | 102                   | 412                |
| Other, net                          | 20                    | 10                    | 30                 | -                | 3                 | 5                     | (12)               |
| <b>Total net operating expenses</b> | <b>836</b>            | <b>731</b>            | <b>1,567</b>       | <b>93</b>        | <b>1,845</b>      | <b>878</b>            | <b>3,635</b>       |
| <b>Operating Income</b>             | <b>\$ 23</b>          | <b>\$ 46</b>          | <b>\$ 69</b>       | <b>\$ 5</b>      | <b>\$ 56</b>      | <b>\$ 71</b>          | <b>\$ 246</b>      |

**WIRELINE NON-GAAP RECONCILIATION (Unaudited)**
*(Millions)*

|   | Successor             |                       |                    | Predecessor      |                   |                       |                    |
|---|-----------------------|-----------------------|--------------------|------------------|-------------------|-----------------------|--------------------|
|   | Quarter<br>To<br>Date | Quarter<br>To<br>Date | Year<br>To<br>Date | 10 Days<br>Ended | 191 Days<br>Ended | Quarter<br>To<br>Date | Year<br>To<br>Date |
|   | 12/31/13              | 9/30/13               | 12/31/13           | 7/10/13          | 7/10/13           | 12/31/12              | 12/31/12           |
| <b>Operating Income</b>                           | <b>\$ 23</b>          | <b>\$ 46</b>          | <b>\$ 69</b>       | <b>\$ 5</b>      | <b>\$ 56</b>      | <b>\$ 71</b>          | <b>\$ 246</b>      |
| Severance and exit costs <sup>(7)</sup>           | 20                    | 10                    | 30                 | -                | 3                 | -                     | -                  |
| Asset impairments and abandonments <sup>(8)</sup> | -                     | -                     | -                  | -                | -                 | 5                     | 5                  |
| Access costs <sup>(11)</sup>                      | -                     | -                     | -                  | -                | -                 | -                     | (17)               |
| Hurricane Sandy <sup>(14)</sup>                   | -                     | -                     | -                  | -                | -                 | 3                     | 3                  |
| Depreciation and amortization                     | 62                    | 61                    | 123                | 10               | 213               | 102                   | 412                |
| <b>Adjusted EBITDA*</b>                           | <b>105</b>            | <b>117</b>            | <b>222</b>         | <b>15</b>        | <b>272</b>        | <b>181</b>            | <b>649</b>         |
| Capital expenditures <sup>(2)</sup>               | 82                    | 73                    | 155                | 11               | 165               | 58                    | 242                |
| <b>Adjusted EBITDA* less Capex</b>                | <b>\$ 23</b>          | <b>\$ 44</b>          | <b>\$ 67</b>       | <b>\$ 4</b>      | <b>\$ 107</b>     | <b>\$ 123</b>         | <b>\$ 407</b>      |
| <b>Adjusted EBITDA Margin*</b>                    | <b>12.2%</b>          | <b>15.1%</b>          | <b>13.6%</b>       | <b>15.3%</b>     | <b>14.3%</b>      | <b>19.1%</b>          | <b>16.7%</b>       |

**WIRELINE STATEMENTS OF OPERATIONS (Unaudited)**
*(Millions)*

|                                     | Combined <sup>(1)</sup> Quarter to Date |              |              | Combined <sup>(1)</sup> Year to Date |               |
|-------------------------------------|---|--------------|--------------|--------------------------------------|---------------|
|                                     | 12/31/13                                | 9/30/13      | 12/31/12     | 12/31/13                             | 12/31/12      |
| <b>Net Operating Revenues</b>       |   |              |              |                                      |               |
| Voice                               | \$ 386                                  | \$ 375       | \$ 385       | \$ 1,490                             | \$ 1,627      |
| Data                                | 81                                      | 64           | 96           | 326                                  | 398           |
| Internet                            | 374                                     | 420          | 451          | 1,660                                | 1,781         |
| Other                               | 18                                      | 16           | 17           | 61                                   | 75            |
| <b>Total net operating revenues</b> | <b>859</b>                              | <b>875</b>   | <b>949</b>   | <b>3,537</b>                         | <b>3,881</b>  |
| <b>Net Operating Expenses</b>       |   |              |              |                                      |               |
| Costs of services and products      | 659                                     | 648          | 671          | 2,637                                | 2,784         |
| Selling, general and administrative | 95                                      | 95           | 100          | 406                                  | 451           |
| Depreciation and amortization       | 62                                      | 71           | 102          | 336                                  | 412           |
| Other, net                          | 20                                      | 10           | 5            | 33                                   | (12)          |
| <b>Total net operating expenses</b> | <b>836</b>                              | <b>824</b>   | <b>878</b>   | <b>3,412</b>                         | <b>3,635</b>  |
| <b>Operating Income</b>             | <b>\$ 23</b>                            | <b>\$ 51</b> | <b>\$ 71</b> | <b>\$ 125</b>                        | <b>\$ 246</b> |

**WIRELINE NON-GAAP RECONCILIATION (Unaudited)**
*(Millions)*

|   | Combined <sup>(1)</sup> Quarter to Date |              |               | Combined <sup>(1)</sup> Year to Date |               |
|---|---|--------------|---------------|--------------------------------------|---------------|
|   | 12/31/13                                | 9/30/13      | 12/31/12      | 12/31/13                             | 12/31/12      |
| <b>Operating Income</b>                           | <b>\$ 23</b>                            | <b>\$ 51</b> | <b>\$ 71</b>  | <b>\$ 125</b>                        | <b>\$ 246</b> |
| Severance and exit costs <sup>(7)</sup>           | 20                                      | 10           | -             | 33                                   | -             |
| Asset impairments and abandonments <sup>(8)</sup> | -                                       | -            | 5             | -                                    | 5             |
| Access costs <sup>(11)</sup>                      | -                                       | -            | -             | -                                    | (17)          |
| Hurricane Sandy <sup>(14)</sup>                   | -                                       | -            | 3             | -                                    | 3             |
| Depreciation and amortization                     | 62                                      | 71           | 102           | 336                                  | 412           |
| <b>Adjusted EBITDA*</b>                           | <b>105</b>                              | <b>132</b>   | <b>181</b>    | <b>494</b>                           | <b>649</b>    |
| Capital expenditures <sup>(2)</sup>               | 82                                      | 84           | 58            | 320                                  | 242           |
| <b>Adjusted EBITDA* less Capex</b>                | <b>\$ 23</b>                            | <b>\$ 48</b> | <b>\$ 123</b> | <b>\$ 174</b>                        | <b>\$ 407</b> |
| <b>Adjusted EBITDA Margin*</b>                    | <b>12.2%</b>                            | <b>15.1%</b> | <b>19.1%</b>  | <b>14.0%</b>                         | <b>16.7%</b>  |



**CONDENSED CONSOLIDATED CASH FLOW INFORMATION (Unaudited)**

(Millions)

|   | Successor       |                | Predecessor     |                 |
|---|-----------------|----------------|-----------------|-----------------|
|   | Year To Date    | 87 Days Ended  | 191 Days Ended  | Year To Date    |
|   | 12/31/13        | 12/31/12       | 7/10/13         | 12/31/12        |
| <b>Operating Activities</b>   |                 |                |                 |                 |
| Net loss  | \$ (1,860)      | \$ (27)        | \$ (1,158)      | \$ (4,325)      |
| Depreciation and amortization   | 2,934           | -              | 3,245           | 6,543           |
| Provision for losses on accounts receivable                                   | 261             | -              | 194             | 561             |
| Share-based and long-term incentive compensation expense                      | 98              | -              | 37              | 82              |
| Deferred income taxes   | 32              | 1              | 1,586           | 209             |
| Gain on previously-held equity interests                                      | -               | -              | (2,926)         | -               |
| Equity in losses of unconsolidated investments, net                           | -               | -              | 482             | 1,114           |
| Interest expense related to beneficial conversion feature on convertible bond | -               | -              | 247             | -               |
| Contribution to pension plan  | (7)             | -              | -               | (108)           |
| Spectrum hosting contract termination, net <sup>(10)</sup>                    | -               | -              | -               | (170)           |
| Call premiums on debt redemptions   | (180)           | -              | -               | -               |
| Amortization and accretion of long-term debt premiums and discounts           | (160)           | -              | 9               | 4               |
| Other working capital changes, net  | (924)           | (3)            | 728             | (802)           |
| Other, net  | (255)           | 29             | 227             | (109)           |
| <b>Net cash (used in) provided by operating activities</b>                    | <b>(61)</b>     | <b>-</b>       | <b>2,671</b>    | <b>2,999</b>    |
| <b>Investing Activities</b>   |                 |                |                 |                 |
| Capital expenditures <sup>(2)</sup>   | (3,847)         | -              | (3,140)         | (4,261)         |
| Expenditures relating to FCC licenses   | (146)           | -              | (125)           | (198)           |
| Change in short-term investments, net   | (4)             | -              | 1,224           | (1,699)         |
| Acquisitions, net of cash acquired  | (14,112)        | -              | (4,039)         | -               |
| Investment and derivative in Sprint Communications, Inc.                      | -               | (3,100)        | -               | -               |
| Investment in Clearwire (including debt securities)                           | -               | -              | (308)           | (228)           |
| Other, net  | 1               | -              | 3               | 11              |
| <b>Net cash used in investing activities</b>                                  | <b>(18,108)</b> | <b>(3,100)</b> | <b>(6,385)</b>  | <b>(6,375)</b>  |
| <b>Financing Activities</b>   |                 |                |                 |                 |
| Proceeds from debt and financings   | 9,500           | -              | 204             | 9,176           |
| Debt financing costs  | (147)           | -              | (11)            | (134)           |
| Repayments of debt and capital lease obligations                              | (3,378)         | -              | (362)           | (4,791)         |
| Proceeds from issuance of common stock and warrants, net                      | 18,567          | 3,105          | 60              | 29              |
| Other, net  | (14)            | -              | -               | -               |
| <b>Net cash provided by (used in) financing activities</b>                    | <b>24,528</b>   | <b>3,105</b>   | <b>(109)</b>    | <b>4,280</b>    |
| <b>Net Increase (Decrease) in Cash and Cash Equivalents</b>                   | <b>6,359</b>    | <b>5</b>       | <b>(3,823)</b>  | <b>904</b>      |
| <b>Cash and Cash Equivalents, beginning of period</b>                         | <b>5</b>        | <b>-</b>       | <b>6,351</b>    | <b>5,447</b>    |
| <b>Cash and Cash Equivalents, end of period</b>                               | <b>\$ 6,364</b> | <b>\$ 5</b>    | <b>\$ 2,528</b> | <b>\$ 6,351</b> |

**RECONCILIATION TO CONSOLIDATED FREE CASH FLOW\* (NON-GAAP) (Unaudited)**

(Millions)

|   | Successor       |                 |                 |               | Predecessor       |                   |                 |                 |
|---|-----------------|-----------------|-----------------|---------------|-------------------|-------------------|-----------------|-----------------|
|   | Quarter To Date | Quarter To Date | Year To Date    | 87 Days Ended | 10 Days Ended     | 191 Days Ended    | Quarter To Date | Year To Date    |
|   | 12/31/13        | 9/30/13         | 12/31/13        | 12/31/12      | 7/10/13           | 7/10/13           | 12/31/12        | 12/31/12        |
| <b>Net Cash (Used in) Provided by Operating Activities</b>                          | <b>\$ (761)</b> | <b>\$ 694</b>   | <b>\$ (61)</b>  | <b>\$ -</b>   | <b>\$ 496</b>     | <b>\$ 2,671</b>   | <b>\$ 216</b>   | <b>\$ 2,999</b> |
| Capital expenditures <sup>(2)</sup>   | (1,969)         | (1,878)         | (3,847)         | -             | (188)             | (3,140)           | (1,477)         | (4,261)         |
| Expenditures relating to FCC licenses, net  | (115)           | (31)            | (146)           | -             | (2)               | (125)             | (46)            | (198)           |
| Other investing activities, net   | 1               | -               | 1               | -             | -                 | 3                 | (2)             | 11              |
| <b>Free Cash Flow*</b>  | <b>(2,844)</b>  | <b>(1,215)</b>  | <b>(4,053)</b>  | <b>-</b>      | <b>306</b>        | <b>(591)</b>      | <b>(1,309)</b>  | <b>(1,449)</b>  |
| Debt financing costs  | (40)            | (107)           | (147)           | -             | -                 | (11)              | (44)            | (134)           |
| (Decrease) increase in debt and other, net  | (207)           | 6,329           | 6,122           | -             | -                 | (158)             | 3,316           | 4,385           |
| Acquisitions, net of cash acquired  | -               | (14,112)        | (14,112)        | -             | (3,530)           | (4,039)           | -               | -               |
| Proceeds from issuance of common stock and warrants, net                            | 15              | 18,552          | 18,567          | 3,105         | 9                 | 60                | 8               | 29              |
| Increase in restricted cash   | 3,050           | (3,050)         | -               | -             | -                 | -                 | -               | -               |
| Investment in Clearwire (including debt securities)                                 | -               | -               | -               | -             | (68)              | (308)             | (100)           | (228)           |
| Investment and derivative in Sprint Communications, Inc.                            | -               | -               | -               | (3,100)       | -                 | -                 | -               | -               |
| Other financing activities, net   | 1               | (14)            | (14)            | -             | -                 | -                 | -               | -               |
| <b>Net (Decrease) Increase in Cash, Cash Equivalents and Short-Term Investments</b> | <b>\$ (25)</b>  | <b>\$ 6,383</b> | <b>\$ 6,363</b> | <b>\$ 5</b>   | <b>\$ (3,283)</b> | <b>\$ (5,047)</b> | <b>\$ 1,871</b> | <b>\$ 2,603</b> |

**CONDENSED CONSOLIDATED CASH FLOW INFORMATION (Unaudited)**
*(Millions)*

|   | Combined <sup>(1)</sup> Year to Date |                 |
|---|--------------------------------------|-----------------|
|   | 12/31/13                             | 12/31/12        |
| <b>Operating Activities</b>   |                                      |                 |
| Net loss  | \$ (3,018)                           | \$ (4,352)      |
| Depreciation and amortization   | 6,179                                | 6,543           |
| Provision for losses on accounts receivable                                   | 455                                  | 561             |
| Share-based and long-term incentive compensation expense                      | 135                                  | 82              |
| Deferred income taxes   | 1,618                                | 210             |
| Gain on previously-held equity interests                                      | (2,926)                              | -               |
| Equity in losses of unconsolidated investments, net                           | 482                                  | 1,114           |
| Interest expense related to beneficial conversion feature on convertible bond | 247                                  | -               |
| Contribution to pension plan  | (7)                                  | (108)           |
| Spectrum hosting contract termination, net <sup>(10)</sup>                    | -                                    | (170)           |
| Call premiums on debt redemptions   | (180)                                | -               |
| Amortization and accretion of long-term debt premiums and discounts           | (151)                                | 4               |
| Other working capital changes, net  | (196)                                | (805)           |
| Other, net  | (28)                                 | (80)            |
| <b>Net cash provided by operating activities</b>                              | <b>2,610</b>                         | <b>2,999</b>    |
| <b>Investing Activities</b>   |                                      |                 |
| Capital expenditures <sup>(2)</sup>   | (6,987)                              | (4,261)         |
| Expenditures relating to FCC licenses   | (271)                                | (198)           |
| Change in short-term investments, net   | 1,220                                | (1,699)         |
| Acquisitions, net of cash acquired  | (18,151)                             | -               |
| Investment and derivative in Sprint Communications, Inc.                      | -                                    | (3,100)         |
| Investment in Clearwire (including debt securities)                           | (308)                                | (228)           |
| Other, net  | 4                                    | 11              |
| <b>Net cash used in investing activities</b>                                  | <b>(24,493)</b>                      | <b>(9,475)</b>  |
| <b>Financing Activities</b>   |                                      |                 |
| Proceeds from debt and financings   | 9,704                                | 9,176           |
| Debt financing costs  | (158)                                | (134)           |
| Repayments of debt and capital lease obligations                              | (3,740)                              | (4,791)         |
| Proceeds from issuance of common stock and warrants, net                      | 18,627                               | 3,134           |
| Other, net  | (14)                                 | -               |
| <b>Net cash provided by financing activities</b>                              | <b>24,419</b>                        | <b>7,385</b>    |
| <b>Net Increase in Cash and Cash Equivalents</b>                              | <b>2,536</b>                         | <b>909</b>      |
| <b>Cash and Cash Equivalents, beginning of period</b>                         | <b>3,828</b>                         | <b>5,447</b>    |
| <b>Cash and Cash Equivalents, end of period</b>                               | <b>\$ 6,364</b>                      | <b>\$ 6,356</b> |

**RECONCILIATION TO CONSOLIDATED FREE CASH FLOW\* (NON-GAAP) (Unaudited)**
*(Millions)*

|   | Combined <sup>(1)</sup> Quarter to Date |                 |                 | Combined <sup>(1)</sup> Year to Date |                 |
|---|---|-----------------|-----------------|--------------------------------------|-----------------|
|   | 12/31/13                                | 9/30/13         | 12/31/12        | 12/31/13                             | 12/31/12        |
| <b>Net Cash (Used in) Provided by Operating Activities</b>                          | <b>\$ (761)</b>                         | <b>\$ 1,190</b> | <b>\$ 216</b>   | <b>\$ 2,610</b>                      | <b>\$ 2,999</b> |
| Capital expenditures <sup>(2)</sup>   | (1,969)                                 | (2,066)         | (1,477)         | (6,987)                              | (4,261)         |
| Expenditures relating to FCC licenses, net  | (115)                                   | (33)            | (46)            | (271)                                | (198)           |
| Other investing activities, net   | 1                                       | -               | (2)             | 4                                    | 11              |
| <b>Free Cash Flow*</b>  | <b>(2,844)</b>                          | <b>(909)</b>    | <b>(1,309)</b>  | <b>(4,644)</b>                       | <b>(1,449)</b>  |
| Debt financing costs  | (40)                                    | (107)           | (44)            | (158)                                | (134)           |
| (Decrease) increase in debt and other, net  | (207)                                   | 6,329           | 3,316           | 5,964                                | 4,385           |
| Acquisitions, net of cash acquired  | -                                       | (17,642)        | -               | (18,151)                             | -               |
| Proceeds from issuance of common stock and warrants, net                            | 15                                      | 18,561          | 3,113           | 18,627                               | 3,134           |
| Increase in restricted cash   | 3,050                                   | (3,050)         | -               | -                                    | -               |
| Investment in Clearwire (including debt securities)                                 | -                                       | (68)            | (100)           | -                                    | (228)           |
| Investment and derivative in Sprint Communications, Inc.                            | -                                       | -               | (3,100)         | (308)                                | (3,100)         |
| Other financing activities, net   | 1                                       | (14)            | -               | (14)                                 | -               |
| <b>Net (Decrease) Increase in Cash, Cash Equivalents and Short-Term Investments</b> | <b>\$ (25)</b>                          | <b>\$ 3,100</b> | <b>\$ 1,876</b> | <b>\$ 1,316</b>                      | <b>\$ 2,608</b> |

**CONDENSED CONSOLIDATED BALANCE SHEETS (Unaudited)**
*(Millions)*

|  | Successor        |                 | Predecessor      |
|--|------------------|-----------------|------------------|
|  | 12/31/13         | 12/31/12        | 12/31/12         |
| <b>Assets</b>  |                  |                 |                  |
| Current assets   |                  |                 |                  |
| Cash and cash equivalents  | \$ 6,364         | \$ 5            | \$ 6,351         |
| Short-term investments   | 1,105            | -               | 1,849            |
| Accounts and notes receivable, net   | 3,570            | 6               | 3,658            |
| Device and accessory inventory   | 1,205            | -               | 1,200            |
| Deferred tax assets  | 186              | -               | 1                |
| Prepaid expenses and other current assets                                  | 628              | -               | 700              |
| Total current assets   | 13,058           | 11              | 13,759           |
| Investments and other assets   | 601              | 3,104           | 1,833            |
| Property, plant and equipment, net   | 16,164           | -               | 13,607           |
| Goodwill   | 6,434            | -               | 359              |
| FCC licenses and other   | 41,824           | -               | 20,677           |
| Definite-lived intangible assets, net                                      | 8,014            | -               | 1,335            |
| <b>Total</b>   | <b>\$ 86,095</b> | <b>\$ 3,115</b> | <b>\$ 51,570</b> |
| <b>Liabilities and Shareholders' Equity</b>                                |                  |                 |                  |
| Current liabilities  |                  |                 |                  |
| Accounts payable   | \$ 3,312         | \$ -            | \$ 3,487         |
| Accrued expenses and other current liabilities                             | 6,363            | 4               | 5,008            |
| Current portion of long-term debt, financing and capital lease obligations | 994              | -               | 379              |
| Total current liabilities  | 10,669           | 4               | 8,874            |
| Long-term debt, financing and capital lease obligations                    | 32,017           | -               | 23,962           |
| Deferred tax liabilities   | 14,227           | 1               | 7,047            |
| Other liabilities  | 3,598            | -               | 4,600            |
| <b>Total liabilities</b>   | <b>60,511</b>    | <b>5</b>        | <b>44,483</b>    |
| Shareholders' equity   |                  |                 |                  |
| Common shares  | 39               | -               | 6,019            |
| Paid-in capital  | 27,330           | 3,137           | 47,016           |
| Accumulated deficit  | (1,887)          | (27)            | (44,815)         |
| Accumulated other comprehensive loss                                       | 102              | -               | (1,133)          |
| Total shareholders' equity   | 25,584           | 3,110           | 7,087            |
| <b>Total</b>   | <b>\$ 86,095</b> | <b>\$ 3,115</b> | <b>\$ 51,570</b> |

**NET DEBT\* (NON-GAAP) (Unaudited)**
*(Millions)*

|                                 | Successor        |             | Predecessor      |
|---------------------------------|------------------|-------------|------------------|
|                                 | 12/31/13         | 12/31/12    | 12/31/12         |
| Total Debt                      | \$ 33,011        | \$ -        | \$ 24,341        |
| Less: Cash and cash equivalents | (6,364)          | -           | (6,351)          |
| Less: Short-term investments    | (1,105)          | -           | (1,849)          |
| <b>Net Debt*</b>                | <b>\$ 25,542</b> | <b>\$ -</b> | <b>\$ 16,141</b> |

**SCHEDULE OF DEBT (Unaudited)**

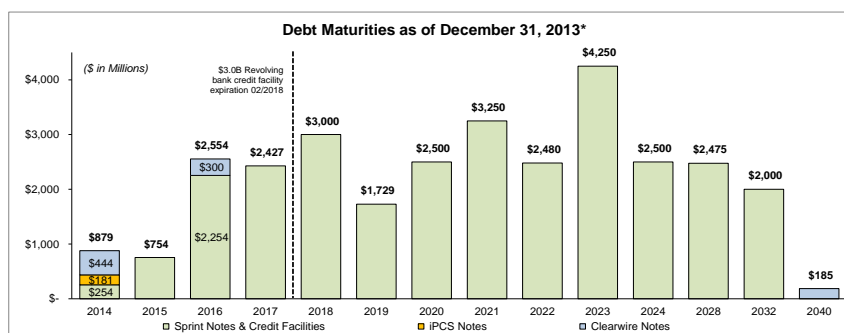
(Millions)

| ISSUER  | COUPON  | MATURITY    | 12/31/13 |           |
|---|---------|-------------|----------|-----------|
|   |         |             |          | PRINCIPAL |
| Sprint Corporation                                      |         |             |          |           |
| 7.25% Notes due 2021                                    | 7.250%  | 09/15/2021  | \$       | 2,250     |
| 7.875% Notes due 2023                                   | 7.875%  | 09/15/2023  |          | 4,250     |
| 7.125% Notes due 2024                                   | 7.125%  | 06/15/2024  |          | 2,500     |
| Sprint Corporation                                      |         |             |          | 9,000     |
| Sprint Communications, Inc.                             |         |             |          |           |
| Export Development Canada Facility (Tranche 2)          | 3.618%  | 12/15/2015  |          | 500       |
| 6% Senior Notes due 2016                                | 6.000%  | 12/01/2016  |          | 2,000     |
| 9.125% Senior Notes due 2017                            | 9.125%  | 03/01/2017  |          | 1,000     |
| 8.375% Senior Notes due 2017                            | 8.375%  | 08/15/2017  |          | 1,300     |
| 9% Guaranteed Notes due 2018                            | 9.000%  | 11/15/2018  |          | 3,000     |
| 7% Guaranteed Notes due 2020                            | 7.000%  | 03/01/2020  |          | 1,000     |
| 7% Senior Notes due 2020                                | 7.000%  | 08/15/2020  |          | 1,500     |
| 11.5% Senior Notes due 2021                             | 11.500% | 11/15/2021  |          | 1,000     |
| 9.25% Debentures due 2022                               | 9.250%  | 04/15/2022  |          | 200       |
| 6% Senior Notes due 2022                                | 6.000%  | 11/15/2022  |          | 2,280     |
| Sprint Communications, Inc.                             |         |             |          | 13,780    |
| Sprint Capital Corporation                              |         |             |          |           |
| 6.9% Senior Notes due 2019                              | 6.900%  | 05/01/2019  |          | 1,729     |
| 6.875% Senior Notes due 2028                            | 6.875%  | 11/15/2028  |          | 2,475     |
| 8.75% Senior Notes due 2032                             | 8.750%  | 03/15/2032  |          | 2,000     |
| Sprint Capital Corporation                              |         |             |          | 6,204     |
| Clearwire Communications LLC                            |         |             |          |           |
| 14.75% First-Priority Senior Secured Notes due 2016     | 14.750% | 12/01/2016  |          | 300       |
| 8.25% Exchangeable Notes due 2040                       | 8.250%  | 12/01/2040  |          | 629       |
| Clearwire Communications LLC                            |         |             |          | 929       |
| iPCS Inc.   |         |             |          |           |
| Second Lien Senior Secured Floating Rate Notes due 2014 | 3.492%  | 05/01/2014  |          | 181       |
| iPCS Inc.   |         |             |          | 181       |
| EKN Secured Equipment Facility (\$1 Billion)            | 2.030%  | 03/30/2017  |          | 889       |
| Vendor financing notes - Clearwire Communications LLC   |         | 2015        |          | 20        |
| Tower financing obligation                              | 6.092%  | 09/30/2021  |          | 339       |
| Capital lease obligations and other                     |         | 2014 - 2022 |          | 187       |
| TOTAL PRINCIPAL   |         |             |          | 31,529    |
| Net premiums  |         |             |          | 1,482     |
| TOTAL DEBT  |         |             | \$       | 33,011    |

**Supplemental information:**

The Company had \$2.1 billion of borrowing capacity available under our unsecured revolving bank credit facility as of December 31, 2013. Our unsecured revolving bank credit facility expires in February 2018.

In May 2012, certain of our subsidiaries entered into a \$1.0 billion secured equipment credit facility to finance equipment-related purchases for Network Vision. The facility is equally divided into two consecutive tranches of \$500 million, with the drawdown availability contingent upon Sprint's acquisition of equipment-related purchases from Ericsson, up to the maximum of each tranche, ending on May 31, 2013 and May 31, 2014, for the first and second tranche, respectively. Interest and principal are payable semi-annually with a final maturity of March 2017 for both tranches.



\*This table excludes (i) our unsecured revolving bank credit facility, which will expire in 2018 and has no outstanding balance, (ii) \$915 million in letters of credit outstanding under the unsecured revolving bank credit facility, (iii) vendor financing notes assumed in the Clearwire Acquisition, and (iv) all capital leases and other financing obligations.

## SPRINT CORPORATION

### Notes to the Financial Information (Unaudited)

(1) Except for the quarter-to-date December 31, 2013 period, financial results for 2013 and 2012 include a Predecessor period from January 1, 2012, through the closing of the SoftBank transaction on July 10, 2013, and a Successor period from October 5, 2012 through December 31, 2013. In order to present financial results in a way that offers investors a more meaningful calendar period-to-period comparison, we have combined the current year results of operations for the Predecessor and Successor periods. For purposes of presenting the comparative financial information in the tables, we have labeled the quarter-to-date December 31, 2013 period as Combined, however, these results are not combined but rather represent the consolidated results of operations in accordance with accounting principles generally accepted in the United States (GAAP).

(2) Capital expenditures is an accrual based amount that includes the changes in unpaid capital expenditures and excludes capitalized interest. Cash paid for capital expenditures includes total capitalized interest of \$1 million, \$13 million and \$29 million for the predecessor third and second quarters and year-to-date periods of 2013, respectively, \$16 million, \$14 million and \$30 million for the successor fourth and third quarters and year-to-date periods of 2013, respectively, and \$52 million, \$102 million, and \$269 million for the third and second quarters and year-to-date periods of 2012, respectively, and can be found in the Condensed Consolidated Cash Flow Information and the Reconciliation to Free Cash Flow\*.

(3) Postpaid subscribers on the Sprint platform are defined as retail subscribers on the CDMA network, including subscribers utilizing WiMax and LTE technology. Postpaid subscribers previously on the Nextel platform are defined as retail postpaid subscribers on the iDEN network through June 30, 2013. Postpaid subscribers from transactions are defined as retail postpaid subscribers acquired from U.S. Cellular in May 2013 and Clearwire in July 2013 who had not deactivated or been recaptured on the Sprint platform. Included in net additions for the Sprint platform are tablets and connected devices, which generally generate a significantly lower ARPU than other postpaid subscribers. During the fourth quarter 2013, net additions for the Sprint platform included approximately 466,000 tablets.

(4) Prepaid subscribers on the Sprint platform are defined as retail prepaid subscribers and session-based tablet users who utilize the CDMA network and WiMax and LTE technology via our multi-brand offerings. Prepaid subscribers previously on the Nextel platform are defined as retail prepaid subscribers who utilized iDEN technology through June 30, 2013. Prepaid subscribers from transactions are defined as retail prepaid subscribers acquired from U.S. Cellular in May 2013 and Clearwire in July 2013 who had not deactivated or been recaptured on the Sprint platform.

(5) Nextel Subscriber Recaptures are defined as the number of subscribers that deactivated service from the postpaid or prepaid Nextel platform, as applicable, during each period but remained with the Company as subscribers on the postpaid or prepaid Sprint platform, respectively. Subscribers that deactivated service from the Nextel platform and activated service on the Sprint platform are included in the Sprint platform net additions for the applicable period.

(6) The Postpaid and Prepaid Nextel Recapture Rates are defined as the portion of total subscribers that left the postpaid or prepaid Nextel platform, as applicable, during the period and were retained on the postpaid or prepaid Sprint platform, respectively.

(7) Severance and lease exit costs are primarily associated with workforce reductions and with exit costs associated with the Nextel platform and acquisition of Clearwire.

(8) For the first quarter of 2012, gains from asset dispositions and exchanges are primarily due to spectrum exchange transactions.

(9) For the first quarter of 2012, asset impairment and abandonment activity includes \$18 million related to a change in our backhaul architecture in connection to our Network Vision design from microwave to a more cost effective fiber backhaul.

(10) On March 16, 2012, we elected to terminate the arrangement with LightSquared LP and LightSquared, Inc. (LightSquared). As we have no future service obligations with respect to the arrangement with LightSquared, we recognized \$236 million of the advanced payments as other operating income in the first quarter of 2012. As a result of the termination of the hosting agreement, we impaired capitalized costs specific to LightSquared's 1.6 GHz spectrum that the company no longer intends to deploy which totaled \$66 million.

(11) Favorable developments during the first quarter of 2012 relating to disagreements with local exchange carriers resulted in a reduction in expected access costs of \$17 million.

(12) For the first quarter of 2013, litigation activity is primarily a result of favorable developments in connection with a tax (non-income) related contingency.

(13) For the third and second quarters of 2013, included in selling, general and administrative expenses are fees paid to unrelated parties for the transaction with SoftBank and our acquisition of Clearwire.

(14) Hurricane Sandy amounts for the fourth quarter and year-to-date periods of 2013 represent insurance recoveries. Hurricane Sandy charges for the fourth quarter of 2012, represent estimated hurricane-related charges of \$45 million, consisting of customer credits, incremental roaming costs, network repairs and replacements.



## \*FINANCIAL MEASURES

On July 9, 2013, Sprint Communications, Inc. (formerly Sprint Nextel Corporation) completed its acquisition of Clearwire. On July 10, 2013 we consummated the SoftBank Merger with Starburst II, which immediately changed its name to Sprint Corporation (now referred to as the Company or Sprint). As a result of these transactions, the assets and liabilities of Sprint Communications, Inc. and Clearwire were adjusted to fair value on the respective closing dates. The Company's financial statement presentations herein distinguish between a predecessor period relating to Sprint Communications, Inc. for periods prior to the SoftBank Merger (Predecessor) and a successor period (Successor). The Successor information includes the activity and accounts of Sprint Corporation as of and for the three and twelve month periods ended December 31, 2013 and as of and for the 87 days ended December 31, 2012, which includes the activity and accounts of Sprint Communications, Inc., prospectively, beginning on July 11, 2013. The Predecessor information contained herein represents the historical basis of presentation for Sprint Communications, Inc. for all periods prior to the SoftBank Merger date on July 10, 2013. As a result of the valuation of assets acquired and liabilities assumed at fair value at the time of the SoftBank Merger and Clearwire Acquisition, the financial statements for the successor period are presented on a measurement basis different than the predecessor period, which was Sprint Communication's historical cost, and are, therefore, not comparable.

In order to present financial results in a way that offers investors a more meaningful calendar period-to-period comparison, we have combined the current and prior year results of operations for the predecessor with successor results of operations on an unaudited combined basis. The combined information for the period October 5, 2012 (date of Starburst II incorporation) through December 31, 2013 does not purport to represent what our consolidated results of operations would have been if the acquisition had occurred as of the beginning of the first period presented. For purposes of presenting the comparative financial information in the tables, we have labeled the quarter-to-date December 31, 2013 results as combined, however, these results are not combined but rather represent the consolidated results of operations in accordance with accounting principles generally accepted in the United States (GAAP).

Sprint provides financial measures determined in accordance with GAAP and adjusted GAAP (non-GAAP). The non-GAAP financial measures reflect industry conventions, or standard measures of liquidity, profitability or performance commonly used by the investment community for comparability purposes. These measurements should be considered in addition to, but not as a substitute for, financial information prepared in accordance with GAAP. Other than the use of non-GAAP combined results as described above, we have defined below each of the non-GAAP measures we use, but these measures may not be synonymous to similar measurement terms used by other companies.

Sprint provides reconciliations of these non-GAAP measures in its financial reporting. Because Sprint does not predict special items that might occur in the future, and our forecasts are developed at a level of detail different than that used to prepare GAAP-based financial measures, Sprint does not provide reconciliations to GAAP of its forward-looking financial measures.

The measures used in this release include the following:

**EBITDA** is operating income/(loss) before depreciation and amortization. **Adjusted EBITDA** is **EBITDA** excluding severance, exit costs, and other special items. **Adjusted EBITDA Margin** represents Adjusted EBITDA divided by non-equipment net operating revenues for Wireless and Adjusted EBITDA divided by net operating revenues for Wireline. We believe that Adjusted EBITDA and Adjusted EBITDA Margin provide useful information to investors because they are an indicator of the strength and performance of our ongoing business operations, including our ability to fund discretionary spending such as capital expenditures, spectrum acquisitions and other investments and our ability to incur and service debt. While depreciation and amortization are considered operating costs under GAAP, these expenses primarily represent non-cash current period costs associated with the use of long-lived tangible and definite-lived intangible assets. Adjusted EBITDA and Adjusted EBITDA Margin are calculations commonly used as a basis for investors, analysts and credit rating agencies to evaluate and compare the periodic and future operating performance and value of companies within the telecommunications industry.

**Free Cash Flow** is the cash provided by operating activities less the cash used in investing activities other than short-term investments, including changes in restricted cash, and amounts included as investments in Clearwire and Sprint Communications Inc., during the period. We believe that Free Cash Flow provides useful information to investors, analysts and our management about the cash generated by our core operations after interest and dividends, if any, and our ability to fund scheduled debt maturities and other financing activities, including discretionary refinancing and retirement of debt and purchase or sale of investments.

**Net Debt** is consolidated debt, including current maturities, less cash and cash equivalents, short-term investments and if any, restricted cash. We believe that Net Debt provides useful information to investors, analysts and credit rating agencies about the capacity of the company to reduce the debt load and improve its capital structure.

## SAFE HARBOR

This release includes “forward-looking statements” within the meaning of the securities laws. The words “may,” “could,” “should,” “estimate,” “project,” “forecast,” “intend,” “expect,” “anticipate,” “believe,” “target,” “plan,” “providing guidance,” and similar expressions are intended to identify information that is not historical in nature. All statements that address operating performance, events or developments that we expect or anticipate will occur in the future — including statements relating to our network, subscriber growth, and liquidity, and statements expressing general views about future operating results — are forward-looking statements. Forward-looking statements are estimates and projections reflecting management’s judgment based on currently available information and involve a number of risks and uncertainties that could cause actual results to differ materially from those suggested by the forward-looking statements. With respect to these forward-looking statements, management has made assumptions regarding, among other things, the ability to operationalize the anticipated benefits from the SoftBank, Clearwire and U.S. Cellular transactions, the development and deployment of new technologies; efficiencies and cost savings of new technologies and services; customer and network usage; customer growth and retention; service, speed, coverage and quality; availability of devices; the timing of various events and the economic environment. Sprint believes these forward-looking statements are reasonable; however, you should not place undue reliance on forward-looking statements, which are based on current expectations and speak only as of the date when made. Sprint undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law. In addition, forward-looking statements are subject to certain risks and uncertainties that could cause actual results to differ materially from our company’s historical experience and our present expectations or projections. Factors that might cause such differences include, but are not limited to, those discussed in Sprint Nextel’s Annual Report on Form 10-K for the year ended December 31, 2012, our Quarterly Report on Form 10-Q for the second quarter of 2013, our Quarterly Report on Form 10-Q for the quarter ended September 30, 2013, and when filed our Annual Report on Form 10-K for the year ended December 31, 2013. You should understand that it is not possible to predict or identify all such factors. Consequently, you should not consider any such list to be a complete set of all potential risks or uncertainties.

<sup>1</sup> Sprint Spark actual deployment plans and speeds will be determined over time based on many factors, including build economics and the availability of equipment, devices and applications.