

# Dycom Industries, Inc.

## Trend Schedule

Q2 2021





Dollars in millions

Unaudited

**Contract Revenues Summary**

	Quarter Ended				Fiscal 2019	Quarter Ended				Fiscal 2020	Quarter Ended	
	4/28/18	7/28/18	10/27/18	1/26/19		4/27/19	7/27/19	10/26/19	1/25/20		4/25/20	7/25/20
<b>Contract Revenues</b>	\$ 731.4	\$ 799.5	\$ 848.2	\$ 748.6	\$3,127.7	\$ 833.7	\$ 884.2	\$ 884.1	\$ 737.6	\$3,339.7	\$ 814.3	\$ 823.9
<b>Non-GAAP Organic Revenue Growth (Decline) %<sup>1</sup></b>	(10.0)%	0.8 %	12.9 %	13.7 %	3.6 %	15.8 %	11.1 %	4.7 %	1.3 %	8.3 %	(1.8)%	(6.8)%
<b>Top Five Customers in each quarter presented</b>												
<b>Customer Revenues (%)</b>												
Verizon Communications, Inc.	16.7 %	18.4 %	20.5 %	20.9 %	19.2 %	21.6 %	23.2 %	20.6 %	21.9 %	21.8 %	21.6 %	19.8 %
CenturyLink, Inc.	12.3 %	13.5 %	14.0 %	14.6 %	13.6 %	13.2 %	15.7 %	18.6 %	18.3 %	16.4 %	18.3 %	19.2 %
AT&T Inc.	24.2 %	20.7 %	19.4 %	21.0 %	21.2 %	25.1 %	20.7 %	18.4 %	18.0 %	20.6 %	18.9 %	16.3 %
Comcast Corporation	21.8 %	21.4 %	20.8 %	19.2 %	20.8 %	16.4 %	15.1 %	14.9 %	13.8 %	15.1 %	14.5 %	15.9 %
Windstream Corporation	3.3 %	3.6 %	3.7 %	3.9 %	3.6 %	4.1 %	3.9 %	4.8 %	5.3 %	4.5 %	5.2 %	5.3 %
Charter Communications, Inc.	3.9 %	3.9 %	3.5 %	3.2 %	3.6 %	2.6 %	2.6 %	3.0 %	3.2 %	2.8 %	2.6 %	2.4 %
All Other customers	17.8 %	18.5 %	18.1 %	17.2 %	17.9 %	17.0 %	18.8 %	19.7 %	19.6 %	18.8 %	18.9 %	21.1 %
Contract revenues	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %
<b>Customer Revenues (\$)</b>												
Verizon Communications, Inc.	\$ 122.1	\$ 147.3	\$ 174.1	\$ 156.3	\$ 599.8	\$ 179.8	\$ 205.0	\$ 182.1	\$ 161.3	\$ 728.2	\$ 176.1	\$ 163.0
CenturyLink, Inc.	89.7	107.6	118.8	109.6	425.6	109.8	138.7	164.1	135.1	547.8	148.8	158.4
AT&T Inc.	177.0	165.2	164.6	157.4	664.2	209.3	183.3	162.9	132.5	687.9	154.0	134.6
Comcast Corporation	159.2	171.2	176.3	143.6	650.2	137.1	133.2	131.3	101.6	503.2	118.0	131.4
Windstream Corporation	24.2	28.8	31.1	29.5	113.6	34.0	34.7	42.7	38.8	150.3	42.2	43.4
Charter Communications, Inc.	28.7	31.1	29.8	23.6	113.2	21.7	23.1	26.7	23.5	95.1	21.6	19.6
All Other customers	130.5	148.3	153.6	128.7	561.1	142.0	166.2	174.3	144.7	627.2	153.7	173.5
Contract revenues	\$ 731.4	\$ 799.5	\$ 848.2	\$ 748.6	\$3,127.7	\$ 833.7	\$ 884.2	\$ 884.1	\$ 737.6	\$3,339.7	\$ 814.3	\$ 823.9

Note: Amounts above may not add due to rounding.



Dollars in millions

Unaudited

**Non-GAAP Adjusted EBITDA**

	Quarter Ended				Fiscal 2019	Quarter Ended				Fiscal 2020	Quarter Ended	
	4/28/18	7/28/18	10/27/18	1/26/19		4/27/19	7/27/19	10/26/19	1/25/20		4/25/20	7/25/20
<b>Net income (loss)</b>	\$ 17.2	\$ 29.9	\$ 27.8	\$ (12.1)	\$ 62.9	\$ 14.3	\$ 29.9	\$ 24.2	\$ (11.2)	\$ 57.2	\$ (32.4)	\$ 37.0
Interest expense, net	10.2	10.4	11.3	12.4	44.4	12.2	12.9	13.1	12.6	50.9	12.5	7.9
Provision (benefit) for income taxes	6.5	11.5	10.5	(3.3)	25.1	6.2	12.7	6.6	(4.1)	21.3	2.7	12.2
Depreciation and amortization	43.4	44.8	45.5	45.9	179.6	46.3	47.2	47.4	46.6	187.6	45.9	44.1
<b>Earnings Before Interest, Taxes, Depreciation &amp; Amortization ("EBITDA")</b>	77.2	96.7	95.1	43.0	312.0	79.1	102.7	91.3	43.9	317.0	28.6	101.3
Gain on sale of fixed assets	(8.4)	(4.9)	(3.9)	(2.2)	(19.4)	(6.7)	(4.8)	(2.2)	(1.1)	(14.9)	(1.8)	(3.4)
Stock-based compensation expense	4.9	6.0	7.4	1.9	20.2	3.5	2.3	2.7	1.6	10.0	2.3	4.4
Goodwill impairment charge <sup>2</sup>	—	—	—	—	—	—	—	—	—	—	53.3	—
Loss (gain) on debt extinguishment <sup>3,4</sup>	—	—	—	—	—	—	—	—	0.1	0.1	(12.5)	0.5
Charge for warranty costs <sup>5</sup>	—	—	—	—	—	8.2	—	—	—	8.2	—	—
Charge for (recovery of) accounts receivable and contract assets <sup>6</sup>	—	—	—	17.2	17.2	(10.3)	—	—	—	(10.3)	—	—
<b>Non-GAAP Adjusted EBITDA<sup>1</sup></b>	\$ 73.7	\$ 97.8	\$ 98.6	\$ 59.8	\$ 330.0	\$ 73.6	\$ 100.2	\$ 91.7	\$ 44.5	\$ 310.0	\$ 69.9	\$ 102.7
<i>Non-GAAP Adjusted EBITDA % of contract revenues</i>	10.1 %	12.2 %	11.6 %	8.0 %	10.5 %	8.8 %	11.3 %	10.4 %	6.0 %	9.3 %	8.6 %	12.5 %

**Q2-20 Non-GAAP Adjusted EBITDA, excluding contract modification<sup>7</sup>**

\$ 89.2

*Q2-20 Non-GAAP Adjusted EBITDA, excluding contract modification % of contract revenues<sup>7</sup>*

10.2 %

Note: Amounts above may not add due to rounding.



Dollars and shares in millions, except per share amounts

Unaudited

### Non-GAAP Adjusted Net Income (Loss)

	Quarter Ended					Fiscal 2019	Quarter Ended				Fiscal 2020	Quarter Ended	
	4/28/18	7/28/18	10/27/18	1/26/19			4/27/19	7/27/19	10/26/19	1/25/20			4/25/20
<b>Contract revenues</b>	\$ 731.4	\$ 799.5	\$ 848.2	\$ 748.6	\$ 3,127.7	\$ 833.7	\$ 884.2	\$ 884.1	\$ 737.6	\$ 3,339.7	\$ 814.3	\$ 823.9	
Cost of earned revenues, excluding depreciation and amortization	599.6	642.4	687.2	633.3	2,562.4	701.8	720.4	724.4	633.2	2,779.7	680.2	658.0	
General and administrative	62.3	64.6	68.8	73.5	269.1	58.6	65.1	69.9	61.0	254.6	65.9	67.4	
Depreciation and amortization	43.4	44.8	45.5	45.9	179.6	46.3	47.2	47.4	46.6	187.6	45.9	44.1	
Goodwill impairment charge <sup>2</sup>	—	—	—	—	—	—	—	—	—	—	53.3	—	
Interest expense, net	(10.2)	(10.4)	(11.3)	(12.4)	(44.4)	(12.2)	(12.9)	(13.1)	(12.6)	(50.9)	(12.5)	(7.9)	
(Loss) gain on debt extinguishment <sup>3,4</sup>	—	—	—	—	—	—	—	—	(0.1)	(0.1)	12.5	(0.5)	
Other income, net	7.7	4.2	2.8	1.2	15.8	5.7	4.0	1.4	0.6	11.7	1.1	3.1	
Income (loss) before income taxes	23.7	41.4	38.3	(15.4)	88.0	20.5	42.6	30.8	(15.3)	78.5	(29.7)	49.3	
Provision (benefit) for income taxes	6.5	11.5	10.5	(3.3)	25.1	6.2	12.7	6.6	(4.1)	21.3	2.7	12.2	
<b>Net income (loss)</b>	<b>\$ 17.2</b>	<b>\$ 29.9</b>	<b>\$ 27.8</b>	<b>\$ (12.1)</b>	<b>\$ 62.9</b>	<b>\$ 14.3</b>	<b>\$ 29.9</b>	<b>\$ 24.2</b>	<b>\$ (11.2)</b>	<b>\$ 57.2</b>	<b>\$ (32.4)</b>	<b>\$ 37.0</b>	
<b>Adjustments</b>													
Cost of earned revenues, excluding depreciation and amortization <sup>5</sup>	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 8.2	\$ —	\$ —	\$ —	\$ 8.2	\$ —	\$ —	
General and administrative <sup>6</sup>	—	—	—	15.3	15.3	(10.3)	—	—	—	(10.3)	—	—	
Goodwill impairment charge <sup>2</sup>	—	—	—	—	—	—	—	—	—	—	53.3	—	
Interest expense, net <sup>8</sup>	4.7	4.8	4.8	4.9	19.1	4.9	5.0	5.1	5.1	20.1	4.3	1.7	
Loss (gain) on debt extinguishment <sup>4</sup>	—	—	—	—	—	—	—	—	—	—	(12.5)	0.5	
Income before income taxes	4.7	4.8	4.8	20.2	34.4	2.8	5.0	5.1	5.1	18.0	45.1	2.2	
Provision for income taxes <sup>9</sup>	1.3	1.3	1.3	4.9	8.8	0.1	0.3	1.2	1.1	2.8	1.3	1.3	
<b>Total adjustments, net of tax</b>	<b>\$ 3.4</b>	<b>\$ 3.4</b>	<b>\$ 3.5</b>	<b>\$ 15.3</b>	<b>\$ 25.6</b>	<b>\$ 2.7</b>	<b>\$ 4.7</b>	<b>\$ 3.8</b>	<b>\$ 4.0</b>	<b>\$ 15.2</b>	<b>\$ 43.8</b>	<b>\$ 0.9</b>	
<b>Non-GAAP Adjusted Net Income (Loss)<sup>1</sup></b>	<b>\$ 20.6</b>	<b>\$ 33.3</b>	<b>\$ 31.3</b>	<b>\$ 3.2</b>	<b>\$ 88.5</b>	<b>\$ 16.9</b>	<b>\$ 34.6</b>	<b>\$ 28.1</b>	<b>\$ (7.2)</b>	<b>\$ 72.4</b>	<b>\$ 11.4</b>	<b>\$ 38.0</b>	

### Q2-20 Non-GAAP Adjusted Net Income, excluding contract modification<sup>7</sup>

\$ 27.4

### Non-GAAP Adjusted Diluted Earnings (Loss) per Common Share

<b>Diluted earnings (loss) per common share</b>	\$ 0.53	\$ 0.94	\$ 0.87	\$ (0.38)	\$ 1.97	\$ 0.45	\$ 0.94	\$ 0.76	\$ (0.35)	\$ 1.80	\$ (1.03)	\$ 1.15
Total adjustments, net of tax and dilutive share effect of Notes <sup>10</sup>	0.12	0.11	0.11	0.49	0.82	0.08	0.15	0.12	0.13	0.48	1.39	0.03
<b>Non-GAAP Adjusted Diluted Earnings (Loss) per Common Share<sup>1</sup></b>	<b>\$ 0.65</b>	<b>\$ 1.05</b>	<b>\$ 0.98</b>	<b>\$ 0.10</b>	<b>\$ 2.78</b>	<b>\$ 0.53</b>	<b>\$ 1.09</b>	<b>\$ 0.88</b>	<b>\$ (0.23)</b>	<b>\$ 2.27</b>	<b>\$ 0.36</b>	<b>\$ 1.18</b>

### Q2-20 Non-GAAP Adjusted Diluted Earnings per Common Share, excluding contract modification<sup>7</sup>

\$ 0.86

### Non-GAAP Adjusted Diluted Shares

<b>Shares used in computing diluted earnings (loss) per common share</b>	32.4	32.0	31.8	31.4	32.0	31.8	31.8	31.8	31.5	31.8	31.6	32.1
Adjustment to Shares used in computing diluted earnings (loss) per common share <sup>10,11</sup>	(0.6)	(0.1)	—	0.4	(0.2)	—	—	—	—	—	0.2	—
<b>Shares used in computing Non-GAAP Adjusted Diluted Earnings (Loss) per Common Share<sup>1</sup></b>	<b>31.8</b>	<b>31.8</b>	<b>31.8</b>	<b>31.8</b>	<b>31.8</b>	<b>31.8</b>	<b>31.8</b>	<b>31.8</b>	<b>31.5</b>	<b>31.8</b>	<b>31.8</b>	<b>32.1</b>

Note: Amounts above may not add due to rounding.

Dollars in millions

Unaudited

### Cash and Debt

	Quarter Ended				Quarter Ended				Quarter Ended	
	4/28/18	7/28/18	10/27/18	1/26/19	4/27/19	7/27/19	10/26/19	1/25/20	4/25/20	7/25/20
<b>Cash and equivalents</b>	\$ 57.9	\$ 23.9	\$ 21.5	\$ 128.3	\$ 33.6	\$ 12.6	\$ 11.8	\$ 54.6	\$ 643.9	\$ 22.5
Carrying Value of Debt - Senior Credit Facility										
Revolving Facility	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 65.0	\$ 103.0	\$ —	\$ 675.0	\$ 200.0
Term Loan Facilities	353.3	346.0	450.0	450.0	450.0	450.0	450.0	444.4	438.8	433.1
0.75% Convertible Senior Notes due 2021 (the "Notes")										
Notional value <sup>3,4</sup>	485.0	485.0	485.0	485.0	485.0	485.0	485.0	460.0	293.0	58.3
Unamortized debt discount and issuance costs	(77.6)	(72.4)	(67.2)	(61.8)	(56.4)	(50.8)	(45.3)	(37.5)	(20.4)	(3.4)
Net of debt discounts and issuance costs	407.4	412.6	417.8	423.2	428.6	434.2	439.7	422.5	272.6	54.9
<b>Total Carrying Value of Debt</b>	\$ 760.6	\$ 758.6	\$ 867.8	\$ 873.2	\$ 878.6	\$ 949.2	\$ 992.7	\$ 866.9	1,386.4	\$ 688.0
<b>Letters of Credit outstanding</b>	\$ 48.6	\$ 48.6	\$ 48.6	\$ 48.6	\$ 52.3	\$ 52.3	\$ 52.3	\$ 52.3	\$ 52.2	\$ 52.2
<b>Liquidity<sup>12</sup></b>	\$ 459.3	\$ 425.3	\$ 350.1	\$ 463.1	\$ 358.9	\$ 289.1	\$ 219.6	\$ 337.3	\$ 390.1	\$ 474.0

### Cash Flow

	Quarter Ended				Fiscal	Quarter Ended				Fiscal	Quarter Ended	
	4/28/18	7/28/18	10/27/18	1/26/19	2019	4/27/19	7/27/19	10/26/19	1/25/20	2020	4/25/20	7/25/20
<b>Net cash flow provided by (used in) operating activities</b>	\$ 24.6	\$ 12.6	\$ (55.5)	\$ 142.8	\$ 124.4	\$ (56.1)	\$ (53.6)	\$ (24.0)	\$ 191.8	\$ 58.0	\$ 85.2	\$ 82.3
Cap-ex, net of disposals	(26.5)	(39.1)	(42.6)	(33.8)	(142.0)	(38.4)	(32.8)	(14.5)	(15.8)	(101.5)	(18.3)	(2.5)
Acquisition payments	(20.9)	—	—	—	(20.9)	—	—	—	—	—	—	—
Other investing activity	1.6	—	—	—	1.6	—	0.3	—	—	0.3	—	—
<b>Net cash flow used in investing activities</b>	(45.8)	(39.1)	(42.6)	(33.8)	(161.4)	(38.4)	(32.5)	(14.5)	(15.8)	(101.2)	(18.3)	(2.5)
(Payments on) proceeds from Senior Credit Facility	(4.8)	(7.2)	104.0	—	91.9	—	65.0	38.0	(108.6)	(5.6)	669.4	(480.6)
Debt issuance costs	—	—	(6.7)	(0.6)	(7.3)	—	—	—	—	—	—	—
Debt extinguishment costs <sup>3,4</sup>	—	—	—	—	—	—	—	—	(24.2)	(24.2)	(147.0)	(223.9)
Option proceeds	0.1	0.3	0.1	0.4	0.9	0.1	0.1	0.1	0.2	0.5	0.2	3.4
Other financing activities, net	(0.1)	—	(1.7)	(2.9)	(4.7)	(0.8)	—	(0.3)	(0.5)	(1.7)	(0.3)	—
<b>Net cash flow (used in) provided by financing activities</b>	(4.8)	(6.9)	95.7	(3.1)	80.9	(0.7)	65.1	37.8	(133.2)	(31.1)	522.3	(701.2)
<b>Net cash flow (used in) provided by all activities</b>	\$ (26.1)	\$ (33.4)	\$ (2.4)	\$ 105.8	\$ 44.0	\$ (95.3)	\$ (21.0)	\$ (0.7)	\$ 42.7	\$ (74.3)	\$ 589.1	\$ (621.3)

Note: Amounts above may not add due to rounding.



Dollars in millions

Unaudited

**Backlog<sup>13</sup>**

	4/28/18	7/28/18	10/27/18	1/26/19	4/27/19	7/27/19	10/26/19	1/25/20	4/25/20	7/25/20
<b>Backlog - Total</b>	\$ 5,877	\$ 7,881	\$ 7,313	\$ 7,330	\$ 7,051	\$ 6,691	\$ 6,349	\$ 7,314	\$ 6,442	\$ 6,441
<b>Backlog - Next 12 Months (included in Total Backlog)</b>	\$ 2,976	\$ 2,908	\$ 2,616	\$ 2,739	\$ 2,723	\$ 2,639	\$ 2,524	\$ 2,716	\$ 2,512	\$ 2,455

**Employees**

	4/28/18	7/28/18	10/27/18	1/26/19	4/27/19	7/27/19	10/26/19	1/25/20	4/25/20	7/25/20
<b>Number of Employees</b>	14,607	14,768	14,865	14,920	15,278	15,301	15,382	15,230	14,292	14,054

<sup>1</sup> An explanation of Non-GAAP Financial Measures and a reconciliation of those measures to the most directly comparable GAAP measures are provided in the Company's Form 8-K filed with the Securities and Exchange Commission on August 26, 2020 and on the Company's Investor Center website.

<sup>2</sup> The Company incurred a goodwill impairment charge of \$53.3 million during the quarter ended April 25, 2020 for a reporting unit that performs installation services inside third party premises.

<sup>3</sup> During the quarter ended January 25, 2020, the Company purchased \$25.0 million aggregate principal amount of 0.75% Convertible Senior Notes due September 2021 (the "Notes") for \$24.3 million, including interest and fees. The purchase price was allocated between the debt and equity components of the Notes. Based on the net carrying amount of the Notes, the Company recognized a net loss on debt extinguishment of \$0.1 million after the write-off of associated debt issuance costs. The Company also recognized the equity component of the settlement of the Notes.

<sup>4</sup> During the quarter ended April 25, 2020, the Company purchased \$167.0 million aggregate principal amount of its Notes for \$147.0 million, including interest and fees. The purchase price was allocated between the debt and equity components of the Notes. Based on the net carrying amount of the Notes, the Company recognized a net gain on debt extinguishment of \$12.5 million after the write-off of associated debt issuance costs. The Company also recognized the equity component of the settlement of the Notes.

During the quarter ended July 25, 2020, the Company purchased \$234.7 million aggregate principal amount of its Notes for \$224.4 million, including interest and fees. The purchase price was allocated between the debt and equity components of the Notes. Based on the net carrying amount of the Notes, the Company recognized a net loss on debt extinguishment of \$0.5 million after the write-off of associated debt issuance costs. The Company also recognized the equity component of the settlement of the Notes.

<sup>5</sup> During the quarter ended April 27, 2019, the Company recorded an \$8.2 million pre-tax charge for estimated warranty costs for work performed for a customer in prior periods.

<sup>6</sup> During the quarter ended January 26, 2019, the Company recognized a pre-tax non-cash charge for accounts receivable and contract assets of \$17.2 million related to balances owed from a customer. On February 25, 2019, this customer filed a voluntary petition for reorganization. Partially offsetting this charge, the Company's stock-based compensation expense was reduced by approximately \$1.9 million for the quarter ended January 26, 2019 as a result of the pre-tax non-cash charge for accounts receivable and contract assets. Excluding this reduction, Non-GAAP Stock-Based Compensation Expense was \$3.8 million for the quarter ended January 26, 2019. During the quarter ended April 27, 2019, the Company recognized \$10.3 million of pre-tax income from the recovery of these previously reserved accounts receivable and contract assets based on collections from the customer.

<sup>7</sup> During the quarter ended July 27, 2019, the Company entered into a contract modification that increased revenue produced by a large customer program. As a result, the Company recognized \$11.8 million of contract revenues for services performed in prior periods, \$0.8 million of related performance-based compensation expense, and \$1.0 million of stock-based compensation. On an after-tax basis, these items contributed approximately \$7.3 million to net income, or \$0.23 per common share diluted, for the quarter ended July 27, 2019. These amounts are excluded from the calculations of Non-GAAP Adjusted EBITDA, Non-GAAP Adjusted Net Income and Non-GAAP Adjusted Diluted Earnings per Common Share for the quarter ended July 27, 2019.

<sup>8</sup> Amounts represent the non-cash amortization of the debt discount associated with the Company's Notes.

<sup>9</sup> Amounts represent the tax related impact of all pre-tax adjustments as well as the tax effects of the vesting and exercise of shared-based awards. Additionally, for the quarter ended July 27, 2019, the Company recognized an income tax expense of \$1.1 million on a previous tax year filing and, for the quarter ended April 25, 2020, the Company recognized an income tax benefit of \$2.6 million from a net operating loss carryback under the enacted U.S. Coronavirus Aid, Relief, and Economic Security (CARES) Act.

<sup>10</sup> The Company has a hedge in effect to offset the economic dilution of additional shares that would be issued in connection with the conversion of the Notes up to an average quarterly share price of \$130.43 per share. For the quarters ended July 28, 2018 and April 28, 2018, Non-GAAP Adjusted Diluted Shares excludes the GAAP dilutive share effect of the Notes. See the Company's Form 8-K previously filed with the Securities and Exchange Commission on September 28, 2015 for further information regarding the Notes and hedge.

<sup>11</sup> For the quarters ended April 25, 2020 and January 26, 2019, Non-GAAP Adjusted Diluted Shares includes the dilutive impact of common stock equivalents related to share-based awards that are excluded from the computation of net loss per common share on a GAAP basis as their effect would be anti-dilutive.

<sup>12</sup> Liquidity represents the sum of the Company's availability on its revolving facility as defined by the Company's Senior Credit Facility and available cash and equivalents.

<sup>13</sup> The Company's backlog represents an estimate of services to be performed pursuant to master service agreements and other contractual agreements over the terms of those contracts. These estimates are based on contract terms and evaluations regarding the timing of the services to be provided. In the case of master service agreements, backlog is estimated based on the work performed in the preceding 12 month period, when available. When estimating backlog for newly initiated master service agreements and other long and short-term contracts, the Company also considers the anticipated scope of the contract and information received from the customer during the procurement process. A significant majority of the Company's backlog comprises services under master service agreements and other long-term contracts. Backlog is not a measure defined by United States generally accepted accounting principles ("GAAP") and should be considered in addition to, but not as a substitute for, GAAP results. Participants in the Company's industry often disclose a calculation of their backlog; however, the Company's methodology for determining backlog may not be comparable to the methodologies used by others. Dycom utilizes the calculation of backlog to assist in measuring aggregate awards under existing contractual relationships with its customers. The Company believes its backlog disclosures will assist investors in better understanding this estimate of the services to be performed pursuant to awards by its customers under existing contractual relationships.