



# Fiscal Q2 2026 Earnings Call Supplementary Slides

January 28, 2026

## Cautionary Language Concerning Forward-Looking Statements

This presentation contains forward-looking statements under Section 27A of the Securities Act of 1934. Forward-looking statements are all statements we make other than those dealing specifically with historical matters. These forward-looking statements include, among other things, financial guidance and our expectations regarding the acquired business. Please refer to the Company's filings with the Securities and Exchange Commission, including our annual report on Form 10-K filed on August 11, 2025 and our quarterly report on Form 10-Q filed October 30, 2025 for additional factors that could cause actual results to materially differ from current expectations. The forward-looking statements included in this presentation are valid only as of today's date except where otherwise noted. Viavi Solutions Inc. undertakes no obligation to update these statements.

This presentation and the Q&A that follows include non-GAAP financial measures which complement the Company's preliminary consolidated GAAP financial statements. These non-GAAP financial measures are not intended to supersede or replace the Company's preliminary GAAP financials. We provide a detailed reconciliation of preliminary GAAP results to the non-GAAP results in the Appendix to this presentation and in the "Preliminary Reconciliation of GAAP Measures to Non-GAAP Measures" schedule in our earnings release issued today. This earnings release is located in the Investor Relations section of our web site at <https://investor.viavisolutions.com>.

*Note: Amounts presented in all slides are on a continuing operations basis unless otherwise noted.*

# Fiscal Q2 2026 Summary and Key Highlights

(Amounts in \$millions, except per share amounts, and other than revenue reflect non-GAAP)

## KEY METRICS

|   |             |
|---|-------------|
| Revenue<br><b>\$369.3M</b>                  | 36.4% Y/Y   |
| Non-GAAP Operating Income<br><b>\$71.4M</b> | 76.7% Y/Y   |
| Non-GAAP Operating Margin<br><b>19.3%</b>   | 440 bps Y/Y |
| Non-GAAP EPS<br><b>\$0.22</b>               | 69.2% Y/Y   |

## HIGHLIGHTS

- Revenue at the high end of the guidance range.
- Non-GAAP Operating Margin and Non-GAAP EPS above the high end of the guidance range.
- Generated operating cash flow of \$42.5 million and free cash flow of \$36.9 million in Q2FY26.
- Incurred capex of \$5.6 million.
- No share repurchase during the quarter as we prioritized debt management.

# Capital Allocation Activities

## ■ 1.625% Convertible Notes due March 2026

- Successfully exchanged principal amount of ~\$103.5M for 7.9M shares of VIAVI 's common stock at a price per share of \$17.88.
- Remaining principal amount of \$49M to be repaid in cash on or about March 16, 2026 in line with maturity. Principal amount due will be paid in cash, associated premium will be settled in shares with with fractional shares paid in cash.

## ■ Prepaid \$100M of the \$600M of our Term Loan B on January 5, 2026.

# Fiscal 2026 Restructuring Plan

- On January 23, 2026, we approved a restructuring and workforce reduction plan to improve operational efficiencies and better align workforce and resources with our current business needs and strategic priorities.
- The plan includes global workforce reduction, facilities rationalization and asset write-offs.
  - Expect to impact ~5% of our global workforce.
  - Plan to be substantially completed by end of December 2026.
- Estimate to incur ~\$32M of restructuring charges
  - Includes ~\$24M in cash expenditure related to employee severance and related costs.
  - Expect to incur majority of these charges by the end of June 2026.
- Estimate ~\$30M of annual cost savings once plan is substantially completed (end of December 2026)
  - Includes ~ \$16M of synergies from our acquisition of Spirent's product lines.
- Intend to reinvest a portion of these savings within higher growth areas of our business.



# Fiscal Q2 2026 NSE Highlights

(Amounts in \$millions and other than revenue reflect non-GAAP)

## NSE

|                  |              |
|------------------|--------------|
| Revenue          |              |
| \$291.5M         | 45.8% Y/Y    |
| Gross Margin     |              |
| 64.7%            | (10) bps Y/Y |
| Operating Margin |              |
| 15.6%            | 690 bps Y/Y  |

## HIGHLIGHTS

- Revenue at \$291.5 million at the high end of our guidance range of \$283-\$293 million, up 45.8% Y/Y driven by
  - Acquisitions of Inertial Labs and Spirent products lines.
  - Strong demand for lab and production and field products mainly driven from the data center ecosystem.
- Gross Margin at 64.7%, decreased 10 basis points Y/Y
- Operating Margin at 15.6% above the high end of guidance range primarily driven by higher fall through.

The Company does not allocate stock-based compensation, acquisition-related charges, amortization of intangibles, restructuring, impairment of goodwill or other charges unrelated to core operating performance to its segments. All non-GAAP amounts are reconciled to the corresponding GAAP amounts at the entity level in the Appendix section.

# Fiscal Q2 2026 OSP Highlights

(Amounts in \$millions and other than revenue reflect non-GAAP)

## OSP

|                  |             |
|------------------|-------------|
| Revenue          |             |
| <b>\$77.8M</b>   | 9.7% Y/Y    |
| Gross Margin     |             |
| <b>50.8%</b>     | 20 bps Y/Y  |
| Operating Margin |             |
| <b>33.4%</b>     | 100 bps Y/Y |

## HIGHLIGHTS

- Revenue at \$77.8 million, slightly above the guidance of ~\$77 million and increased 9.7% Y/Y, primarily as a result of strength in Anti-Counterfeiting and other products.
- Gross Margin at 50.8%, increased 20 basis points Y/Y
- Operating Margin at 33.4%, marginally below guidance range of 33.5%-34.5% due to slightly higher variable costs.

The Company does not allocate stock-based compensation, acquisition-related charges, amortization of intangibles, restructuring, impairment of goodwill or other charges unrelated to core operating performance to its segments. All non-GAAP amounts are reconciled to the corresponding GAAP amounts at the entity level in the Appendix section.

# Fiscal Q3 2026 Business Outlook

|                                   | SEGMENT | BUSINESS OUTLOOK                           |
|-----------------------------------|---------|--|
| Revenue                           | VIAVI   | \$386 million to \$400 million             |
|                                   | NSE     | \$304 million to \$316 million             |
|                                   | OSP     | \$82 million to \$84 million               |
|                                   |         |  |
| Non-GAAP Operating Margin         | VIAVI   | 19.7%, plus or minus 50 bps                |
|                                   | NSE     | 15.5%, plus or minus 50 bps                |
|                                   | OSP     | 35.3%, plus or minus 50 bps                |
|                                   |         |  |
| Non-GAAP EPS                      |         | \$0.22 to \$0.24                           |
|                                   |         |  |
| Non-GAAP Tax                      |         | \$9.0 million, plus or minus \$0.5 million |
| Non-GAAP Other (Income) & Expense |         | \$12.5 million                             |
| Non-GAAP Share Count              |         | 245.0 million                              |

With respect to our business outlook above, the Company has not reconciled GAAP measures to non-GAAP measures presented above.



# Fiscal Q3 2026 Events

| DATE           | EVENT  | LOCATION     |
|----------------|--|--------------|
| Feb 26, 2026   | Susquehanna's Fifteenth Annual Technology Conference | New York, NY |
| Mar 2 - 5,2026 | Mobile World Conference                              | Barcelona    |
| March 17, 2026 | OFC  | Los Angeles  |

# **Additional Financial Information**

# Fiscal Q2 2026 Financial Highlights

(Amounts in \$millions, except per share amounts)

| FISCAL QUARTER                     | Q2 2026        | Q1 2026        | Q2 2025        | QOQ            | YOY            |
|------------------------------------|----------------|----------------|----------------|----------------|----------------|
| <b>GAAP Revenue</b>                |                |                |                |                |                |
| NSE                                | \$291.5        | \$216.0        | \$199.9        | 35.0%          | 45.8%          |
| OSP                                | \$77.8         | \$83.1         | \$70.9         | (6.4%)         | 9.7%           |
| <b>Total</b>                       | <b>\$369.3</b> | <b>\$299.1</b> | <b>\$270.8</b> | <b>23.5%</b>   | <b>36.4%</b>   |
| <b>Non-GAAP Gross Margin</b>       |                |                |                |                |                |
| NSE                                | 64.7%          | 63.0%          | 64.8%          | 170 bps        | (10 bps)       |
| OSP                                | 50.8%          | 52.3%          | 50.6%          | (150 bps)      | 20 bps         |
| <b>Total</b>                       | <b>61.8%</b>   | <b>60.0%</b>   | <b>61.1%</b>   | <b>180 bps</b> | <b>70 bps</b>  |
| <b>Non-GAAP Operating Margin</b>   |                |                |                |                |                |
| NSE                                | 15.6%          | 7.5%           | 8.7%           | 810 bps        | 690 bps        |
| OSP                                | 33.4%          | 37.1%          | 32.4%          | (370 bps)      | 100 bps        |
| <b>Total</b>                       | <b>19.3%</b>   | <b>15.7%</b>   | <b>14.9%</b>   | <b>360 bps</b> | <b>440 bps</b> |
| <b>Non-GAAP Earnings Per Share</b> | <b>\$0.22</b>  | <b>\$0.15</b>  | <b>\$0.13</b>  | <b>46.7%</b>   | <b>69.2%</b>   |
| <b>GAAP Operating Cash Flow</b>    | <b>\$42.5</b>  | <b>\$31.0</b>  | <b>\$44.7</b>  | <b>37.1%</b>   | <b>(4.9%)</b>  |

All non-GAAP amounts are reconciled to the corresponding GAAP amounts in the Appendix section.

# Revenue by Business Segment and Geographic Region

(Amounts in \$millions)

| FISCAL QUARTER | Q2 2026 |        | Q1 2026 |        | Q2 2025 |        | <u>QOQ</u> | <u>YOY</u> |
|----------------|---------|--------|---------|--------|---------|--------|------------|------------|
| Segment Mix    |         |        |         |        |         |        |            |            |
| NSE            | \$291.5 | 78.9%  | \$216.0 | 72.2%  | \$199.9 | 73.8%  | 35.0%      | 45.8%      |
| OSP            | \$77.8  | 21.1%  | \$83.1  | 27.8%  | \$70.9  | 26.2%  | (6.4%)     | 9.7%       |
| Total          | \$369.3 | 100.0% | \$299.1 | 100.0% | \$270.8 | 100.0% | 23.5%      | 36.4%      |
| Region Mix     |         |        |         |        |         |        |            |            |
| Americas       | \$170.9 | 46.3%  | \$128.8 | 43.1%  | \$116.1 | 42.9%  | 32.7%      | 47.2%      |
| Asia-Pacific   | \$108.1 | 29.3%  | \$92.1  | 30.8%  | \$93.6  | 34.6%  | 17.4%      | 15.5%      |
| EMEA           | \$90.3  | 24.4%  | \$78.2  | 26.1%  | \$61.1  | 22.5%  | 15.5%      | 47.8%      |
| Total          | \$369.3 | 100.0% | \$299.1 | 100.0% | \$270.8 | 100.0% | 23.5%      | 36.4%      |

# Balance Sheet Highlights

(Amounts in \$millions)

| FISCAL QUARTER   | Q2 2026          |
|--|------------------|
| <b>Total Cash Balance <sup>(1)</sup></b>               | <b>\$772.1</b>   |
| <b>Short-term Debt (Carrying Value) <sup>(2)</sup></b> | <b>\$53.4</b>    |
| <b>Long-term Debt (Carrying Value) <sup>(3)</sup></b>  | <b>\$1,221.7</b> |
| <b>GAAP Cash from Operations</b>                       | <b>\$42.5</b>    |

<sup>(1)</sup> Includes cash and cash-equivalents, short-term investments and short-term restricted cash.

<sup>(2)</sup> Carrying value equals outstanding principal amount less the unamortized debt issuance costs and discount costs. Face amount for short-term debt is \$53.5 million related to the 2026 1.625% Convertible Notes and Term Loan B.

<sup>(3)</sup> Carrying value equals outstanding principal amount less the unamortized debt issuance costs. Face amount for long-term debt is \$1,245.5 million related to the 2029 3.75% High-Yield Notes and 2031 0.625% Convertible Notes and Term Loan B.

# Term Notes Summary

|                              | 2026 SENIOR<br>CONVERTIBLE NOTES        | 2029 HIGH-YIELD<br>NOTES | 2031 SENIOR<br>CONVERTIBLE NOTES        | TERM LOAN B       |
|------------------------------|---|--------------------------|---|-------------------|
| <b>Issue Size</b>            | \$250.0M                                | \$400.0M                 | \$250.0M                                | \$600.0M          |
| <b>Current Outstanding *</b> | \$49.0M                                 | \$400.0M                 | \$250.0M                                | \$600.0M**        |
| <b>Coupon</b>                | 1.625%                                  | 3.75%                    | 0.625%                                  | SOFR + 250 bps*** |
| <b>Final Maturity</b>        | 3/15/2026                               | 10/1/2029                | 3/1/2031                                | 10/16/2032        |
| <b>Put Date</b>              | N/A                                     | N/A                      | N/A                                     | N/A               |
| <b>Call Date</b>             | 3/20/2025                               | 10/1/2024                | 9/6/2028                                | N/A               |
| <b>Call / Put Price (%)</b>  | 100%                                    | N/A                      | 100%                                    | N/A               |
| <b>Conversion Price</b>      | \$13.19                                 | N/A                      | \$13.79                                 | N/A               |
| <b>Shares Underlying *</b>   | 3.7M                                    | N/A                      | 18.1M                                   | N/A               |
| <b>Settlement</b>            | Par in Cash; Balance in<br>stock & cash | Par in Cash              | Par in Cash; Balance in<br>stock & cash | Par in Cash       |

\* As of December 27, 2025

\*\* \$100.0M prepaid on January 5, 2026

\*\*\* The spread steps down from 250 bps to 225 bps when first lien leverage ratio is less than or equal to 0.9.



# Income Statement

(Amounts in \$millions, except per share amounts)

| FISCAL QUARTER                     | Q2 2026 | Q1 2026 | Q2 2025 | <u>QOQ</u> | <u>YOY</u> |
|------------------------------------|---------|---------|---------|------------|------------|
| <b>GAAP Revenue</b>                | \$369.3 | \$299.1 | \$270.8 | 23.5%      | 36.4%      |
| <b>Non-GAAP Gross Margin</b>       | 61.8%   | 60.0%   | 61.1%   | 180 bps    | 70 bps     |
| <b>Non-GAAP Operating Expenses</b> | \$156.7 | \$132.5 | \$125.0 | 18.3%      | 25.4%      |
| <b>Non-GAAP Operating Profit</b>   | \$71.4  | \$47.1  | \$40.4  | 51.6%      | 76.7%      |
| <b>Non-GAAP Operating Margin</b>   | 19.3%   | 15.7%   | 14.9%   | 360 bps    | 440 bps    |
| <b>Non-GAAP Net Income</b>         | \$51.5  | \$33.1  | \$29.4  | 55.6%      | 75.2%      |
| <b>Non-GAAP EPS</b>                | \$0.22  | \$0.15  | \$0.13  | \$0.07     | \$0.09     |

All non-GAAP amounts are reconciled to the corresponding GAAP amounts in the Appendix section.

# GAAP Income Statement

(Amounts in \$millions, except per share amounts)

| UNAUDITED<br>GAAP INCOME STATEMENT                                      | Q2 2026          | Q1 2026          | Q2 2025       | QOQ             | YOY             |
|---|------------------|------------------|---------------|-----------------|-----------------|
| <b>Net revenue</b>  | \$ 369.3         | \$ 299.1         | \$ 270.8      | 23.5 %          | 36.4 %          |
| Cost of revenues  | 146.2            | 123.2            | 106.7         | 18.7 %          | 37.0 %          |
| Amortization of acquired technologies                                   | 12.5             | 6.9              | 3.3           | 81.2 %          | 278.8 %         |
| <b>Total cost of revenues</b>   | <b>158.7</b>     | <b>130.1</b>     | <b>110.0</b>  | <b>22.0 %</b>   | <b>44.3 %</b>   |
| <b>Gross profit</b>   | <b>210.6</b>     | <b>169.0</b>     | <b>160.8</b>  | <b>24.6 %</b>   | <b>31.0 %</b>   |
| <b>Operating expenses:</b>  |                  |                  |               |                 |                 |
| Research and development  | 65.9             | 56.0             | 52.1          | 17.7 %          | 26.5 %          |
| Selling, general and administrative                                     | 127.1            | 104.2            | 84.3          | 22.0 %          | 50.8 %          |
| Amortization of other intangibles                                       | 6.3              | 1.5              | 1.0           | 320.0 %         | 530.0 %         |
| Restructuring and related (benefits) charges                            | (0.1)            | (0.3)            | 1.2           | (66.7)%         | (108.3)%        |
| <b>Total operating expenses</b>   | <b>199.2</b>     | <b>161.4</b>     | <b>138.6</b>  | <b>23.4 %</b>   | <b>43.7 %</b>   |
| <b>Income from operations</b>   | <b>11.4</b>      | <b>7.6</b>       | <b>22.2</b>   | <b>50.0 %</b>   | <b>(48.6)%</b>  |
| Interest income and other (expense) income                              | (34.8)           | (2.5)            | 3.9           | 1292.0 %        | (992.3)%        |
| Interest expense  | (15.3)           | (7.4)            | (7.5)         | 106.8 %         | 104.0 %         |
| <b>(Loss) Income before income taxes and equity investment earnings</b> | <b>(38.7)</b>    | <b>(2.3)</b>     | <b>18.6</b>   | <b>1582.6 %</b> | <b>(308.1)%</b> |
| Provision for Income Taxes  | 9.7              | 19.0             | 9.5           | (48.9)%         | 2.1 %           |
| Equity investment earnings (losses)                                     | 0.3              | (0.1)            | —             | (400.0)%        | NM              |
| <b>Net (loss) income</b>  | <b>\$ (48.1)</b> | <b>\$ (21.4)</b> | <b>\$ 9.1</b> | <b>124.8 %</b>  | <b>628.6 %</b>  |
| Net (loss) income per share, basic                                      | \$ (0.21)        | \$ (0.10)        | \$ 0.04       | 110.0 %         | (625.0)%        |
| Net (loss) income per share, diluted                                    | \$ (0.21)        | \$ (0.10)        | \$ 0.04       | 110.0 %         | (625.0)%        |
| Shares used in per-share calculation (basic)                            | 223.9            | 222.9            | 222.0         | 0.4 %           | 0.9 %           |
| Shares used in per-share calculation (diluted)                          | 223.9            | 222.9            | 224.8         | 0.4 %           | (0.4)%          |

| UNAUDITED<br>% TOTAL GAAP REVENUE   | Q2 2026 | Q1 2026 | Q2 2025 | QOQ      | YOY       |
|-------------------------------------|---------|---------|---------|----------|-----------|
| Gross margin                        | 57.0 %  | 56.5 %  | 59.4 %  | 50 bps   | (240 bps) |
| Research and development            | 17.8 %  | 18.7 %  | 19.2 %  | (90 bps) | (140 bps) |
| Selling, general and administrative | 34.4 %  | 34.8 %  | 31.1 %  | (40 bps) | 330 bps   |
| Total operating expenses            | 53.9 %  | 54.0 %  | 51.2 %  | (10 bps) | 270 bps   |
| Operating margin                    | 3.1 %   | 2.5 %   | 8.2 %   | 60 bps   | (510 bps) |

# Non-GAAP Income Statement

(Amounts in \$millions, except per share amounts)

| UNAUDITED<br>NON-GAAP INCOME STATEMENT                                    | Q2 2026        | Q1 2026        | Q2 2025        | QoQ           | YoY           |
|---|----------------|----------------|----------------|---------------|---------------|
| Net revenue   | \$ 369.3       | \$ 299.1       | \$ 270.8       | 23.5 %        | 36.4 %        |
| Cost of revenues  | 141.2          | 119.5          | 105.4          | 18.2 %        | 34.0 %        |
| <b>Gross profit</b>   | <b>228.1</b>   | <b>179.6</b>   | <b>165.4</b>   | <b>27.0 %</b> | <b>37.9 %</b> |
| <b>Operating expenses:</b>  |                |                |                |               |               |
| Research and development  | 60.8           | 53.5           | 49.8           | 13.6 %        | 22.1 %        |
| Selling, general and administrative                                       | 95.9           | 79.0           | 75.2           | 21.4 %        | 27.5 %        |
| <b>Total operating expenses</b>   | <b>156.7</b>   | <b>132.5</b>   | <b>125.0</b>   | <b>18.3 %</b> | <b>25.4 %</b> |
| <b>Income from operations</b>   | <b>71.4</b>    | <b>47.1</b>    | <b>40.4</b>    | <b>51.6 %</b> | <b>76.7 %</b> |
| Interest and other expense, net   | (10.7)         | (5.1)          | (2.5)          | 109.8 %       | 328.0 %       |
| <b>Income before income taxes and equity investment earnings (losses)</b> | <b>60.7</b>    | <b>42.0</b>    | <b>37.9</b>    | <b>44.5 %</b> | <b>60.2 %</b> |
| Provision for income tax  | 9.5            | 8.8            | 8.5            | 8.0 %         | 11.8 %        |
| Equity investment earnings (losses)                                       | 0.3            | (0.1)          | —              | (400.0)%      | NM            |
| <b>Net income</b>   | <b>\$ 51.5</b> | <b>\$ 33.1</b> | <b>\$ 29.4</b> | <b>55.6 %</b> | <b>75.2 %</b> |
| Net income per share, basic   | \$ 0.23        | \$ 0.15        | \$ 0.13        | 53.3 %        | 76.9 %        |
| Net income per share, diluted   | \$ 0.22        | \$ 0.15        | \$ 0.13        | 46.7 %        | 69.2 %        |
| Shares used in per-share calculation (basic)                              | 223.9          | 222.9          | 222.0          | 0.4 %         | 0.9 %         |
| Shares used in per-share calculation (diluted)                            | 233.4          | 227.9          | 224.8          | 2.4 %         | 3.8 %         |

| UNAUDITED<br>% TOTAL REVENUE        | Q2 2026 | Q1 2026 | Q2 2025 | QoQ       | YoY       |
|-------------------------------------|---------|---------|---------|-----------|-----------|
| Gross margin                        | 61.8 %  | 60.0 %  | 61.1 %  | 180 bps   | 70 bps    |
| Research and development            | 16.5 %  | 17.9 %  | 18.4 %  | (140 bps) | (190 bps) |
| Selling, general and administrative | 26.0 %  | 26.4 %  | 27.8 %  | (40 bps)  | (180 bps) |
| Total operating expenses            | 42.4 %  | 44.3 %  | 46.2 %  | (190 bps) | (380 bps) |
| Operating margin                    | 19.3 %  | 15.7 %  | 14.9 %  | 360 bps   | 440 bps   |

NM - Percentage change considered not meaningful

# Appendix

# Reconciliation of GAAP Measures to Non-GAAP Measures

(Amounts in \$millions)

| UNAUDITED  |                 |                 |                 |               |               |
|--|-----------------|-----------------|-----------------|---------------|---------------|
| Gross Profit - GAAP to Non-GAAP Reconciliation                       | Q2 2026         | Q1 2026         | Q2 2025         | QOQ           | YOY           |
| <b>GAAP segment gross profit</b>                                     | \$ 210.6        | \$ 169.0        | \$ 160.8        | 24.6 %        | 31.0 %        |
| Stock-based compensation   | 1.1             | 1.0             | 1.3             | 10.0 %        | (15.4)%       |
| Amortization of intangibles  | 12.5            | 6.9             | 3.3             | 81.2 %        | 278.8 %       |
| Other charges unrelated to core operating performance <sup>(1)</sup> | 1.3             | 0.1             | —               | 1200.0 %      | NM            |
| Amortization of acquisition related inventory step-up                | 2.6             | 2.6             | —               | — %           | NM            |
| <b>Non-GAAP gross profit</b>   | <u>\$ 228.1</u> | <u>\$ 179.6</u> | <u>\$ 165.4</u> | <u>27.0 %</u> | <u>37.9 %</u> |
| UNAUDITED  |                 |                 |                 |               |               |
| Operating Income - GAAP to Non-GAAP Reconciliation                   | Q2 2026         | Q1 2026         | Q2 2025         | QOQ           | YOY           |
| <b>GAAP operating income</b>   | \$ 11.4         | \$ 7.6          | \$ 22.2         | 50.0 %        | (48.6)%       |
| Stock-based compensation   | 13.9            | 13.4            | 13.7            | 3.7 %         | 1.5 %         |
| Amortization of intangibles  | 18.8            | 8.4             | 4.3             | 123.8 %       | 337.2 %       |
| Change in fair value of contingent liability                         | 10.8            | 10.9            | (3.9)           | (0.9)%        | (376.9)%      |
| Acquisition and integration related charges                          | 7.8             | 3.9             | 2.8             | 100.0 %       | 178.6 %       |
| Other charges unrelated to core operating performance <sup>(1)</sup> | 6.2             | 0.6             | 0.1             | 933.3 %       | 6100.0 %      |
| Amortization of acquisition related inventory step-up                | 2.6             | 2.6             | —               | — %           | NM            |
| Restructuring and related (benefits) charges                         | (0.1)           | (0.3)           | 1.2             | (66.7)%       | (108.3)%      |
| <b>Non-GAAP operating income</b>                                     | <u>\$ 71.4</u>  | <u>\$ 47.1</u>  | <u>\$ 40.4</u>  | <u>51.6 %</u> | <u>76.7 %</u> |
| UNAUDITED  |                 |                 |                 |               |               |
| Net Income GAAP to Non-GAAP Reconciliation                           | Q2 2026         | Q1 2026         | Q2 2025         | QOQ           | YOY           |
| <b>GAAP net (loss) income</b>  | \$ (48.1)       | \$ (21.4)       | \$ 9.1          | 124.8 %       | (628.6)%      |
| Stock-based compensation   | 13.9            | 13.4            | 13.7            | 3.7 %         | 1.5 %         |
| Amortization of intangibles  | 18.8            | 8.4             | 4.3             | 123.8 %       | 337.2 %       |
| Restructuring and related (benefits) charges                         | (0.1)           | (0.3)           | 1.2             | (66.7)%       | (108.3)%      |
| Change in fair value of contingent liability                         | 10.8            | 10.9            | (3.9)           | (0.9)%        | (376.9)%      |
| Acquisition and integration related charges                          | 7.8             | 3.9             | 2.8             | 100.0 %       | 178.6 %       |
| Other charges unrelated to core operating performance <sup>(1)</sup> | 6.2             | 0.6             | 0.1             | 933.3 %       | 6100.0 %      |
| Amortization of acquisition related inventory step-up                | 2.6             | 2.6             | —               | — %           | NM            |
| Non-cash interest expense  | 39.4            | 4.8             | 1.1             | 720.8 %       | 3481.8 %      |
| Income Taxes   | 0.2             | 10.2            | 1.0             | (98.0)%       | (80.0)%       |
| <b>Non-GAAP net income</b>   | <u>\$ 51.5</u>  | <u>\$ 33.1</u>  | <u>\$ 29.4</u>  | <u>55.6 %</u> | <u>75.2 %</u> |

<sup>(1)</sup> Other charges consists of legal settlements, transformational initiatives, intangible impairment and net losses related to long-lived assets.

NM - Percentage change considered not meaningful

# Financial Information by Segment

(Amounts in \$millions and other than revenue reflect non-GAAP)

| UNAUDITED<br>SEGMENT RESULTS (\$ in millions) | Q2 2026         | Q1 2026         | Q2 2025         | QOQ           | YOY           |
|---|-----------------|-----------------|-----------------|---------------|---------------|
| <b>Net revenue:</b>                           |                 |                 |                 |               |               |
| Network and Service Enablement                | 291.5           | 216.0           | 199.9           | 35.0 %        | 45.8 %        |
| Optical Securities and Performance Products   | 77.8            | 83.1            | 70.9            | (6.4)%        | 9.7 %         |
| <b>Total net revenue</b>                      | <b>\$ 369.3</b> | <b>\$ 299.1</b> | <b>\$ 270.8</b> | <b>23.5 %</b> | <b>36.4 %</b> |
| <b>Gross profit</b>                           |                 |                 |                 |               |               |
| Network and Service Enablement                | 188.6           | 136.1           | 129.5           | 38.6 %        | 45.6 %        |
| Optical Securities and Performance Products   | 39.5            | 43.5            | 35.9            | (9.2)%        | 10.0 %        |
| <b>Total segment gross profit</b>             | <b>\$ 228.1</b> | <b>\$ 179.6</b> | <b>\$ 165.4</b> | <b>27.0 %</b> | <b>37.9 %</b> |
| <b>Operating income</b>                       |                 |                 |                 |               |               |
| Network and Service Enablement                | \$ 45.4         | \$ 16.3         | \$ 17.4         | 178.5 %       | 160.9 %       |
| Optical Securities and Performance Products   | 26.0            | 30.8            | 23.0            | (15.6)%       | 13.0 %        |
| <b>Total segment operating income</b>         | <b>\$ 71.4</b>  | <b>\$ 47.1</b>  | <b>\$ 40.4</b>  | <b>51.6 %</b> | <b>76.7 %</b> |
| UNAUDITED<br>REVENUE BY SEGMENT (%)           | Q2 2026         | Q1 2026         | Q2 2025         | QOQ           | YOY           |
| Network and Service Enablement                | 78.9 %          | 72.2 %          | 73.8 %          | 670 bps       | 510 bps       |
| Optical Securities and Performance Products   | 21.1 %          | 27.8 %          | 26.2 %          | (670 bps)     | (510 bps)     |

The Company does not allocate stock-based compensation, acquisition-related charges, amortization of intangibles, restructuring, impairment of goodwill or other charges unrelated to core operating performance to its segments. All non-GAAP amounts are reconciled to the corresponding GAAP amounts at the entity level in the Appendix section.



# Condensed Balance Sheet

(Amounts in \$millions)

| UNAUDITED<br>BALANCE SHEET (in millions)          | Q4 2025           | Q2 2026           |
|---|-------------------|-------------------|
| <b>ASSETS</b>                                     |                   |                   |
| <b>Current assets:</b>                            |                   |                   |
| Cash and cash equivalents                         | \$ 423.6          | \$ 765.5          |
| Short-term investments                            | 1.7               | 1.9               |
| Restricted cash                                   | 3.7               | 4.7               |
| Accounts receivable, net                          | 261.0             | 284.6             |
| Inventories, net                                  | 117.9             | 141.0             |
| Prepayments and other current assets              | 77.3              | 80.9              |
| <b>Total current assets</b>                       | <b>885.2</b>      | <b>1,278.6</b>    |
| Property, plant and equipment, net                | 231.9             | 227.4             |
| Goodwill, net                                     | 595.7             | 704.4             |
| Intangibles, net                                  | 131.6             | 418.6             |
| Deferred income taxes                             | 87.2              | 78.5              |
| Other non-current assets                          | 62.2              | 70.3              |
| <b>Total assets</b>                               | <b>\$ 1,993.8</b> | <b>\$ 2,777.8</b> |
| <b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>       |                   |                   |
| <b>Current liabilities:</b>                       |                   |                   |
| Accounts payable                                  | \$ 68.8           | \$ 91.4           |
| Accrued payroll and related expenses              | 63.6              | 80.1              |
| Deferred revenue                                  | 74.1              | 83.6              |
| Accrued expenses                                  | 28.7              | 24.5              |
| Short-term debt                                   | 246.2             | 53.4              |
| Other current liabilities                         | 108.3             | 156.6             |
| <b>Total current liabilities</b>                  | <b>589.7</b>      | <b>489.6</b>      |
| Long-term debt                                    | 396.3             | 1,221.7           |
| Other non-current liabilities                     | 227.6             | 232.2             |
| <b>Total stockholders' equity</b>                 | <b>780.2</b>      | <b>834.3</b>      |
| <b>Total liabilities and stockholders' equity</b> | <b>\$ 1,993.8</b> | <b>\$ 2,777.8</b> |



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