LIBERTY LATIN AMERICA

Q2 2018 INVESTOR CALL

AUGUST 9, 2018

"SAFE HARBOR"

Forward-Looking Statements and Disclaimer

This presentation contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, including statements with respect to our strategies, operational momentum, future growth prospects and opportunities; our expectations with respect to subscribers, customer data usage, revenue, ARPU per RGU, OCF (including our expected monthly OCF run rate for our Puerto Rican operations at the end of Q4 2018) and Adjusted FCF; our plans and expectations regarding the markets impacted by Hurricanes Irma and Maria, including statements regarding the time, status, and costs to restore services; statements regarding the development, enhancement, and expansion of, our superior networks and innovative and advanced products and services, including the product roadmap across our B2B, mobile and fixed businesses; our plans and expectations relating to our digital transformation and new build and network extension opportunities, including our plans to deliver new or upgraded homes in 2018, and other investments in our networks (including expanding LTE) and the anticipated impacts of such activity; our estimates of future P&E additions as a percentage of revenue; the strength of our balance sheet and tenor of our debt; and other information and statements that are not historical fact. These forward-looking statements involve certain risks and uncertainties that could cause actual results to differ materially from those expressed or implied by these statements. These risks and uncertainties include events that are outside of our control, such as hurricanes and other natural disasters, the ability and cost to restore networks in the markets impacted by hurricanes; the continued use by subscribers and potential subscribers of our services and their willingness to upgrade to our more advanced offerings; our ability to meet challenges from competition, to manage rapid technological change or to maintain or increase rates to our subscribers or to pass through increased costs to our subscribers; the effects of changes in laws or regulation; general economic factors; our ability to obtain regulatory approval and satisfy conditions associated with acquisitions and dispositions; our ability to successfully acquire and integrate new businesses and realize anticipated efficiencies from acquired businesses; the availability of attractive programming for our video services and the costs associated with such programming; our ability to achieve forecasted financial and operating targets; the outcome of any pending or threatened litigation; the ability of our operating companies to access cash of their respective subsidiaries; the impact of our operating companies' future financial performance, or market conditions generally, on the availability, terms and deployment of capital; fluctuations in currency exchange and interest rates; the ability of suppliers and vendors (including our third-party wireless network provider under our MVNO arrangement) to timely deliver quality products, equipment, software, services and access; our ability to adequately forecast and plan future network requirements including the costs and benefits associated with network expansions; and other factors detailed from time to time in our filings with the Securities and Exchange Commission, including our most recently filed Form 10-K and Form 10-Q. These forward-looking statements speak only as of the date of this presentation. We expressly disclaim any obligation or undertaking to disseminate any updates or revisions to any forward-looking statement contained herein to reflect any change in our expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based.

Information Relating to Defined Terms:

Please refer to the Appendix at the end of this presentation, as well as our press release dated August 8, 2018 and our SEC filings, for the definitions of the following terms which may be used herein including: Rebased Growth, Operating Cash Flow ("OCF"), Adjusted Free Cash Flow ("Adjusted FCF"), Revenue Generating Units ("RGUs"), Average Revenue per Unit ("ARPU"), as well as non-GAAP reconciliations, where applicable.

AGENDA

1 **EXECUTIVE SUMMARY**

2 **Q2 2018 RESULTS**

3 **APPENDIX**

LIBERTY LATIN AMERICA | KEY MESSAGES

Delivered 61,000 RGU additions in Q2, driven by record broadband gains

1. C&W FIXED-LINE INITIATIVES YIELDING RESULTS; SOLID EXECUTION AT VTR
2. RESTORATION OF PUERTO RICO NEARLY COMPLETE
3. FOOTPRINT EXPANSION CONTINUES; OVER 160,000 HOMES YEAR-TO-DATE
4. ENHANCING VIDEO EXPERIENCE; LAUNCHED “VTR PLAY” & “GO” IN PUERTO RICO
5. B2B PLATFORM EVOLVING TO EXPLOIT GROWTH OPPORTUNITY

LIBERTY PUERTO RICO UPDATE[1]

Successfully leveraging our network & products to drive growth

NETWORK RESTORATION NEARLY COMPLETE

- Restoration process in final stage
- 100% of nodes on-line today
- Focused on connecting remaining customers

ADDED 11,000 NET ORGANIC SUBSCRIBERS IN Q2 2018

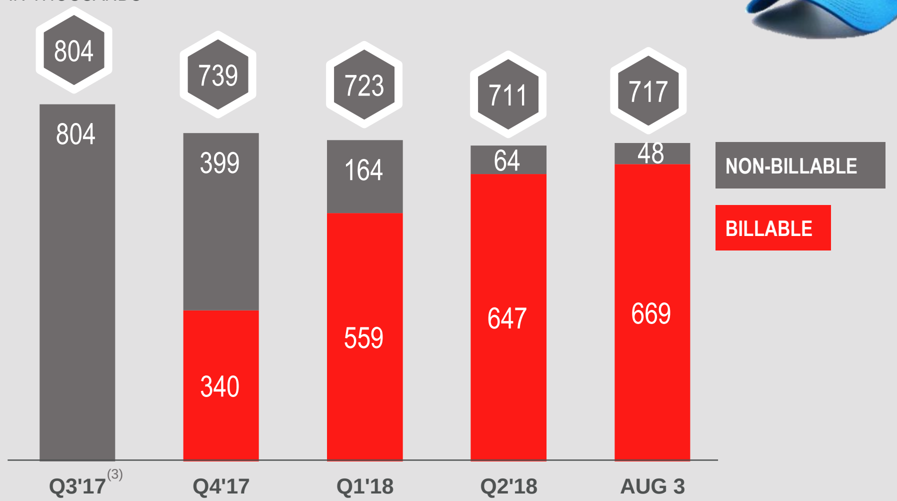
- Q2 2018 sales ahead of Q2 2017
- Successful retention driven by pro-active outreach
- Triple-play offer centered around market-leading 100Mbps speeds; resonating well with customers
- NPS at highest level since first measured in mid-2016

FINANCIAL RECOVERY CONTINUES

- Q2 OCF up ~100% over Q1
- Remain on-track for end of 2018 LCPR monthly run-rate OCF target

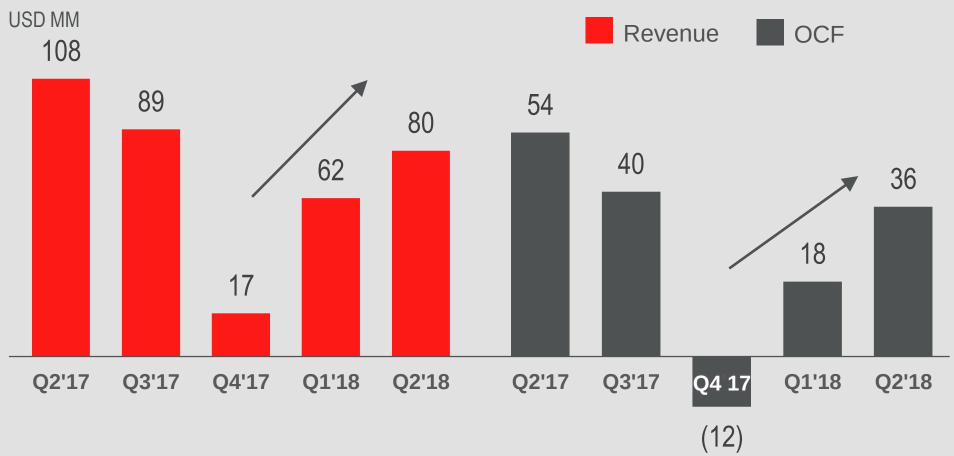
LIBERTY PUERTO RICO RGUs[2]

IN THOUSANDS



QUARTERLY LCPR FINANCIALS

USD MM



(1) See Appendix for definitions and additional information.
(2) RGUs represent August 31, 2017 figures adjusted for cumulative gross adds and disconnections thereafter. See Appendix for additional information.
(3) RGUs represent August 31, 2017 figures.

CONSUMER | BEST CONNECTIVITY & GREAT ENTERTAINMENT

Investing in networks, market-leading products & services to drive sustainable growth

FIXED-LINE RESIDENTIAL

~50% OF REVENUE

DELIVERING SUPERFAST BROADBAND

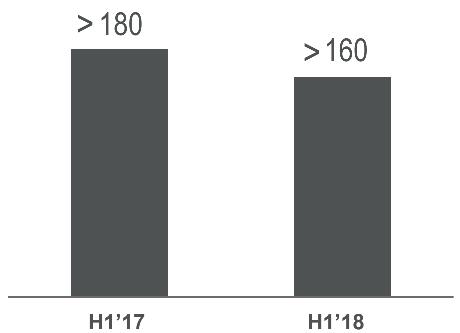
- > 100 Mbps speeds offered across largest markets
- Delivered record broadband adds of 45,000 in Q2

ENHANCING OUR VIDEO PROPOSITION

- Launched video streaming applications “VTR Play” in Chile and “Go” in Puerto Rico
- FLOW EVO supporting NPS in Caribbean

NEW BUILD AND UPGRADE ACTIVITY

(000s OF HOMES)



MOBILE RESIDENTIAL

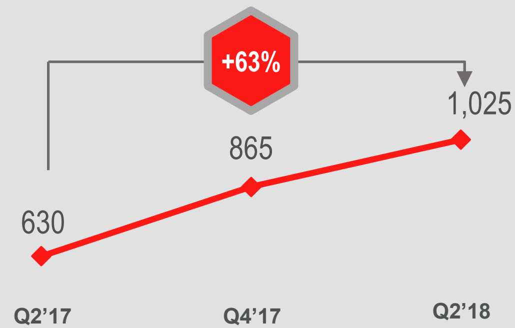
~20% OF REVENUE

DELIVERING SEAMLESS & UBIQUITOUS CONNECTIVITY

- Data usage on the rise, LTE subscribers grew ~60% YoY
  - Crossed 1,000,000 LTE subscribers milestone
- “Combo plans” focusing on evolving customer needs
- Leveraging our fiber and sub-sea footprint to deliver high-speed solutions

GROWING LTE SUBSCRIBERS

(000s OF SUBSCRIBERS)



BUCO Data X tu plata

FOCUS ON DIGITAL TRANSFORMATION

B2B | EXPLOITING OUR SCALE & PRODUCT PORTFOLIO

Capitalize on our unique sub-sea, fixed & mobile networks and data centers across the region

B2B – PLATFORM EVOLUTION

~30% OF REVENUE

Leveraging our high-speed networks to bring an enhanced suite of solutions to our B2B customers

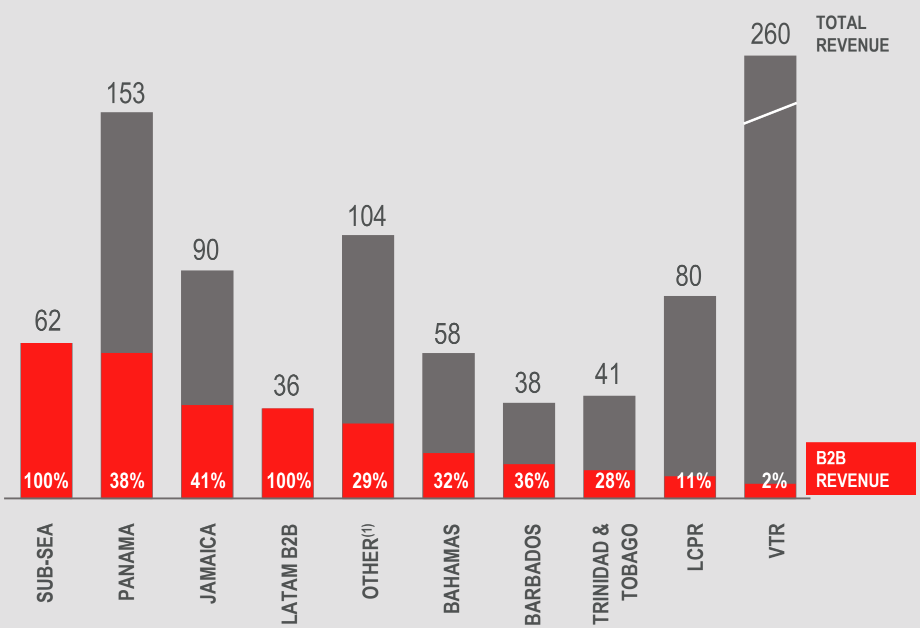
PRODUCT FOCUS:

- Speed
- Service
- Simplicity
- Security

AREAS OF GROWTH:

- Managed Services & Applications
- Security
- Mobile & Adjacent Services

Q2 2018 B2B REVENUE – AS % OF TOTAL REVENUE



NETWORK & CONNECTIVITY

SECURITY

UC & COLLABORATION

CLOUD

C&W Business

C&W Networks

MOBILITY

HOSPITALITY SOLUTIONS

SMALL & MEDIUM BUSINESS SOLUTIONS

(1) Includes intercompany eliminations.

STRATEGIC VISION | UNLOCKING GROWTH OPPORTUNITIES

Focused on building a foundation for sustainable growth

- LEVERAGING SCALE
- PRODUCT INNOVATION
- EXPANDING B2B
- BASE MANAGEMENT
- ENHANCED CUSTOMER EXPERIENCE
- NETWORK INVESTMENTS
- OPPORTUNISTIC M&A

LIBERTY™
LATIN AMERICA

AGENDA

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C&W Communications

vtr.com

Liberty

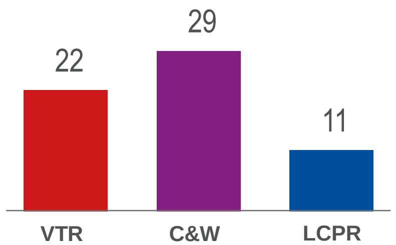
Q2 2018 SUBSCRIBER RESULTS[1,2]

Fixed RGU momentum continues, supported by our new build and upgrade activities

FIXED

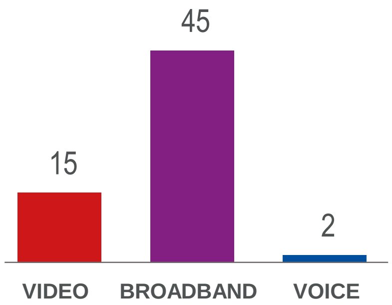
Q2 2018 NET ADDITIONS BY MARKET

IN THOUSANDS



Q2 2018 NET ADDITIONS BY PRODUCT

IN THOUSANDS

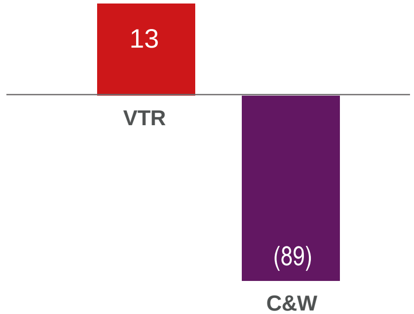


- Total subscriber additions: **61,000**
- **VTR**: Best broadband quarter in two years; continued video growth
- **C&W**: Gains across all three products; including best video growth since acquisition
- **LCPR**: First quarter of positive net adds since hurricanes

MOBILE

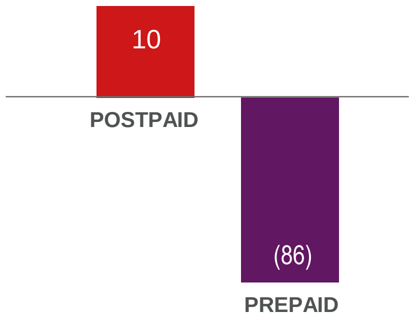
Q2 2018 MOBILE RESULT BY MARKET

IN THOUSANDS



Q2 2018 MOBILE RESULT BY PRODUCT

IN THOUSANDS



- Total subscriber attrition: **(76,000)**
- **VTR**: Continued success upselling to our fixed customers
- **C&W**: Panama prepaid subscriber loss of 51k driven by competitive environment

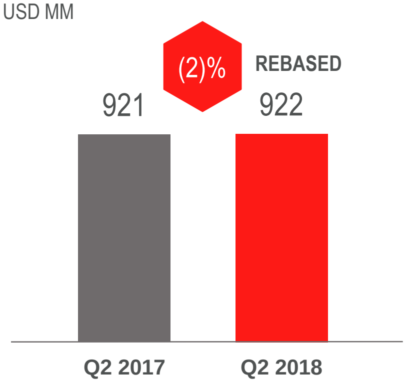
(1) Subscriber movements presented on an organic basis. See Appendix for definitions and additional information.
(2) Figures may not sum to Liberty Latin America total due to rounding.

Q2 2018 FINANCIAL RESULTS[1]

Group year-over-year financial performance impacted by Hurricanes

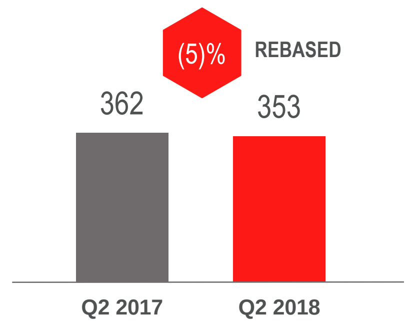
REVENUE

USD MM



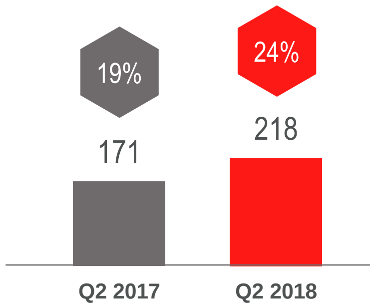
OCF

USD MM



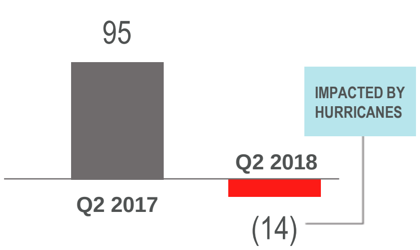
P&E ADDITIONS

USD MM; AS % OF REVENUE



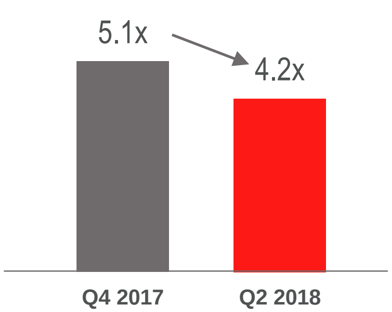
ADJUSTED FCF

USD MM



LEVERAGE RATIOS

NET LEVERAGE



BALANCE SHEET

- Cost of debt: 6.3%
- Interest substantially all fixed
- Managing FX exposure pro-actively
- ~90% of debt due in 2022 or later

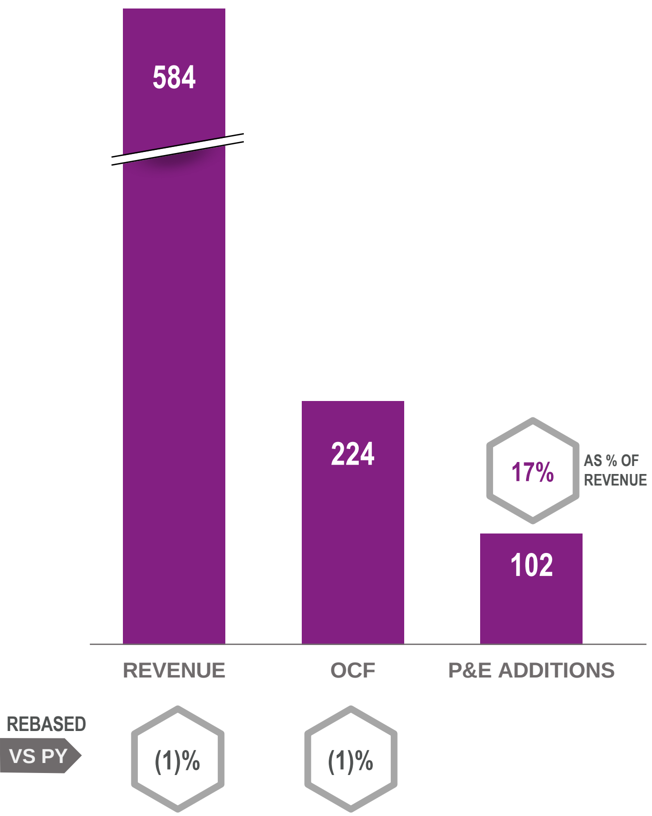
(1) See Appendix for definitions and additional information.

Q2 2018 REGIONAL RESULTS[1]

Strong VTR financial performance; Liberty Puerto Rico recovering

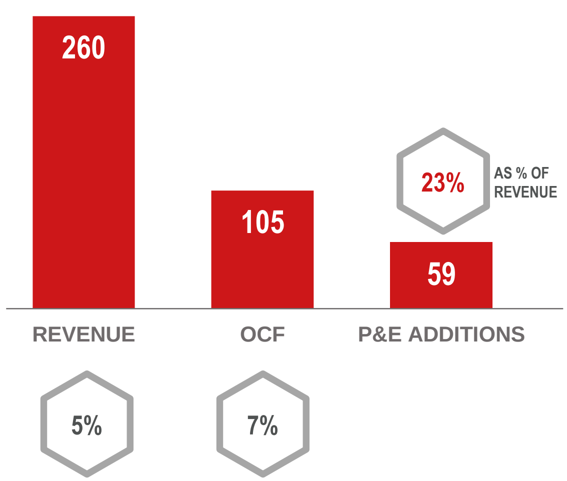
CABLE & WIRELESS RESULTS & REBASED GROWTH

USD MM



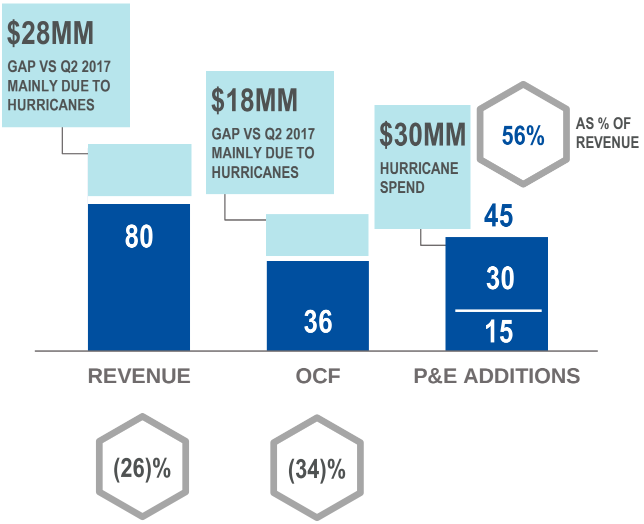
VTR RESULTS & REBASED GROWTH

USD MM



LIBERTY PUERTO RICO RESULTS & REBASED GROWTH

USD MM



(1) See Appendix for definitions and additional information.

CONCLUSIONS

Setting the stage for 2019

1. STRONG FIXED-LINE OPERATIONAL PERFORMANCE
2. CONTINUED SEQUENTIAL IMPROVEMENT IN PUERTO RICO
3. ENHANCING FIXED & MOBILE NETWORK CAPABILITIES
4. INVESTING IN BEST-IN-CLASS PRODUCTS & CUSTOMER SERVICE
5. REMAIN ON-TRACK TO ACHIEVE 2018 FINANCIAL GUIDANCE

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DEFINITIONS AND ADDITIONAL INFORMATION

B2B – Business-to-business subscription revenue represents revenue from services to certain SOHO subscribers (fixed and mobile). B2B non-subscription revenue includes business broadband internet, video, telephony, mobile and data services offered to medium to large enterprises and, on a wholesale basis, to other operators.

Basic Video Subscriber – A home, residential multiple dwelling unit or commercial unit that receives our video service over our broadband network either via an analog video signal or via a digital video signal without subscribing to any recurring monthly service that requires the use of encryption-enabling technology. Encryption-enabling technology includes smart cards, or other integrated or virtual technologies that we use to provide our enhanced service offerings. With the exception of RGUs that we count on an equivalent billing unit ("EBU") basis, we generally count RGUs on a unique premises basis. In other words, a subscriber with multiple outlets in one premises is counted as one RGU and a subscriber with two homes and a subscription to our video service at each home is counted as two RGUs. We exclude DTH subscribers (as defined below) from basic video subscribers.

Direct-to-Home ("DTH") Subscriber – A home, residential multiple dwelling unit or commercial unit that receives our video programming broadcast directly via satellite.

Enhanced Video Subscriber – A home, residential multiple dwelling unit or commercial unit that receives our video service over our broadband network via a digital video signal while subscribing to any recurring monthly service that requires the use of encryption-enabling technology. Enhanced video subscribers that are not counted on an EBU basis are generally counted on a unique premises basis. For example, a subscriber with one or more set-top boxes that receives our video service in one premises is generally counted as just one subscriber. An enhanced video subscriber is not counted as a basic video subscriber. As we migrate customers from basic to enhanced video services, we report a decrease in our basic video subscribers equal to the increase in our enhanced video subscribers.

Fixed-line Customer Relationships – The number of customers who receive at least one of our video, internet or telephony services that we count as RGUs, without regard to which or to how many services they subscribe. To the extent that RGU counts include EBU adjustments, we reflect corresponding adjustments to our customer relationship counts. For further information regarding our EBU calculation, see Additional General Notes below. Fixed-line customer relationships generally are counted on a unique premises basis. Accordingly, if an individual receives our services in two premises (e.g., a primary home and a vacation home), that individual generally will count as two customer relationships. We exclude mobile-only customers from customer relationships.

Fully-swapped Borrowing Cost – Represents the weighted average interest rate on our aggregate variable- and fixed-rate indebtedness (excluding capital leases and including vendor financing obligations), including the effects of derivative instruments, original issue premiums or discounts and commitment fees, but excluding the impact of financing costs.

Homes Passed – Homes, residential multiple dwelling units or commercial units that can be connected to our networks without materially extending the distribution plant, except for DTH homes. Certain of our homes passed counts are based on census data that can change based on either revisions to the data or from new census results. We do not count homes passed for DTH.

Internet (Broadband) Subscriber – A home, residential multiple dwelling unit or commercial unit that receives internet services over our networks.

Mobile Subscribers – Our mobile subscriber count represents the number of active subscriber identification module ("SIM") cards in service rather than services provided. For example, if a mobile subscriber has both a data and voice plan on a smartphone this would equate to one mobile subscriber. Alternatively, a subscriber who has a voice and data plan for a mobile handset and a data plan for a laptop (via a dongle) would be counted as two mobile subscribers. Customers who do not pay a recurring monthly fee are excluded from our mobile telephony subscriber counts after periods of inactivity ranging from 30 to 60 days, based on industry standards within the respective country. In a number of countries, our mobile subscribers receive mobile services pursuant to prepaid contracts.

DEFINITIONS AND ADDITIONAL INFORMATION

Net Leverage – Our gross and net debt ratios are defined as total debt and net debt to annualized OCF of the latest quarter. Net debt is defined as total debt less cash and cash equivalents. For purposes of these calculations, debt is measured using swapped foreign currency rates, consistent with the covenant calculation requirements of our subsidiary debt agreements.

NPS – Net promoter score.

Organic RGU Additions – Exclude RGUs of acquired entities at the date of acquisition and other nonorganic adjustments, but include the impact of changes in RGUs from the date of acquisition. All subscriber/RGU additions or losses refer to net organic changes, unless otherwise noted.

Revenue Generating Unit ("RGU") – RGU is separately a basic video subscriber, enhanced video subscriber, DTH subscriber, internet subscriber or telephony subscriber. A home, residential multiple dwelling unit, or commercial unit may contain one or more RGUs. For example, if a residential customer in Chile subscribed to our enhanced video service, fixed-line telephony service and broadband internet service, the customer would constitute three RGUs. Total RGUs is the sum of basic video, enhanced video, DTH, internet and telephony subscribers. RGUs are generally counted on a unique premises basis such that a given premises does not count as more than one RGU for any given service. On the other hand, if an individual receives one of our services in two premises (e.g., a primary home and a vacation home), that individual will count as two RGUs for that service. Each bundled cable, internet or telephony service is counted as a separate RGU regardless of the nature of any bundling discount or promotion. Non-paying subscribers are counted as subscribers during their free promotional service period. Some of these subscribers may choose to disconnect after their free service period. Services offered without charge on a long-term basis (e.g., VIP subscribers or free service to employees) generally are not counted as RGUs. We do not include subscriptions to mobile services in our externally reported RGU counts. In this regard, our RGU counts exclude our separately reported postpaid and prepaid mobile subscribers.

SOHO – Small office/home office customers.

Telephony Subscriber – A home, residential multiple dwelling unit or commercial unit that receives voice services over our networks. Telephony subscribers exclude mobile telephony subscribers.

Two-way Homes Passed – Homes passed by those sections of our networks that are technologically capable of providing two-way services, including video, internet and telephony services.

U.S. GAAP – Generally accepted accounting principles in the United States.

Impact of Hurricanes on Subscribers – During September 2017, Hurricanes Irma and Maria caused significant damage to our operations in Puerto Rico, as well as certain geographies within C&W, including the British Virgin Islands and Dominica, resulting in disruptions to our telecommunications services within these islands. These C&W markets are included in the "Other" category in the accompanying tables. As we are still in the process of assessing the operational impacts of the hurricanes, we are unable to accurately estimate our subscriber numbers as of June 30, 2018. Accordingly, the June 30, 2018 subscriber numbers for these markets reflect subscriber amounts as of August 31, 2017 as adjusted through June 30, 2018 for (i) net voluntary disconnects (treated as an organic change), (ii) disconnects related to customers whose accounts are delinquent (treated as an organic change) and (iii) disconnects related to customers to whom, for various reasons, we will not be restoring services (treated as a nonorganic change). Additionally, for the C&W markets that were impacted by the hurricanes, we are also unable to accurately estimate our homes passed numbers as of June 30, 2018. The Liberty Puerto Rico homes passed reflect the August 31, 2017 levels adjusted for approximately 30,000 homes in geographic areas we do not currently plan to rebuild. As of June 30, 2018, we have been able to restore service to approximately 646,700 RGUs of our total 711,200 RGUs at Liberty Puerto Rico. Additionally, services to most of our fixed-line customers have not yet been restored in the British Virgin Islands and Dominica.

Property & Equipment Additions and Capex – The capital expenditures that we report in our condensed consolidated statements of cash flows do not include amounts that are financed under capital-related vendor financing or capital lease arrangements. Instead, these amounts are reflected as non-cash additions to our property and equipment when the underlying assets are delivered and as repayments of debt when the principal is repaid.

DEFINITIONS AND ADDITIONAL INFORMATION

Information on Rebased Growth: For purposes of calculating rebased growth rates on a comparable basis for all businesses that we owned during 2018, we have adjusted our historical revenue and OCF for the three and six months ended June 30, 2017 to (i) include the pre-acquisition revenue and OCF of certain entities acquired on April 1, 2017 at C&W (the Carve-out Entities) in our rebased amounts for the six months ended June 30, 2017 to the same extent that the revenue and OCF of the Carve-out Entities are included in our results for the six months ended June 30, 2018, (ii) reflect the estimated impacts of adopting Accounting Standards Update No. 2014-09, Revenue from Contracts with Customers for the three and six months ended June 30, 2017 and (iii) reflect the translation of our rebased amounts for the three and six months ended June 30, 2017 at the applicable average foreign currency exchange rates that were used to translate our results for the three and six months ended June 30, 2018. We have reflected the revenue and OCF of the Carve-out Entities in our 2017 rebased amounts based on what we believe to be the most reliable information that is currently available to us (generally pre-acquisition financial statements), as adjusted for the estimated effects of (a) any significant differences between U.S. GAAP and local generally accepted accounting principles, (b) any significant effects of acquisition accounting adjustments, (c) any significant differences between our accounting policies and those of the Carve-out Entities and (d) other items we deem appropriate. We do not adjust pre-acquisition periods to eliminate nonrecurring items or to give retroactive effect to any changes in estimates that might be implemented during post-acquisition periods. As we did not own or operate the Carve-out Entities during the pre-acquisition periods, no assurance can be given that we have identified all adjustments necessary to present their revenue and OCF on a basis that is comparable to the corresponding post-acquisition amounts that are included in our historical results or that the pre-acquisition financial statements we have relied upon do not contain undetected errors. The adjustments reflected in our rebased amounts have not been prepared with a view towards complying with Article 11 of Regulation S-X. In addition, the rebased growth percentages are not necessarily indicative of the revenue and OCF that would have occurred if the acquisition of the Carve-out Entities had occurred on January 1, 2017 for purposes of calculating our rebased amounts or the revenue and OCF that will occur in the future. The rebased growth percentages have been presented as a basis for assessing growth rates on a comparable basis, and are not presented as a measure of our pro forma financial performance. The following table provides adjustments made to the 2017 amounts to derive our rebased growth rates. Due to rounding, certain rebased growth rate percentages may not recalculate.

	Revenue		OCF	
	Three months ended June 30, 2017	Six months ended June 30, 2017	Three months ended June 30, 2017	Six months ended June 30, 2017
	in millions			
Acquisition of the Carve-out Entities	$ —	$ 8.2	$ —	$ 1.6
Adoption of new accounting standard	3.3	5.6	3.3	5.8
Foreign currency	17.6	38.9	6.7	14.9
Total	$ 20.9	$ 52.7	$ 10.0	$ 22.3

OPERATING CASH FLOW DEFINITION AND RECONCILIATION

LIBERTY LATIN AMERICA

As used herein, OCF has the same meaning as the term "Adjusted OIBDA" that is referenced in our Form 10-Q. OCF is the primary measure used by our chief operating decision maker to evaluate segment operating performance. OCF is also a key factor that is used by our internal decision makers to (i) determine how to allocate resources to segments and (ii) evaluate the effectiveness of our management for purposes of annual and other incentive compensation plans. As we use the term, OCF is defined as operating income before depreciation and amortization, share-based compensation, provisions and provision releases related to significant litigation and impairment, restructuring and other operating items. Other operating items include (i) gains and losses on the disposition of long-lived assets, (ii) third-party costs directly associated with successful and unsuccessful acquisitions and dispositions, including legal, advisory and due diligence fees, as applicable, and (iii) other acquisition-related items, such as gains and losses on the settlement of contingent consideration. Our internal decision makers believe OCF is a meaningful measure because it represents a transparent view of our recurring operating performance that is unaffected by our capital structure and allows management to (i) readily view operating trends, (ii) perform analytical comparisons and benchmarking between segments and (iii) identify strategies to improve operating performance in the different countries in which we operate. Effective January 1, 2018, we adopted Accounting Standards Update No. 2017-07, Improving the Presentation of the Net Periodic Pension Cost and Net Periodic Postretirement Benefit Cost, which resulted in certain pension-related credits being reclassified from SG&A expense to non-operating income (expense) and, as such, are no longer included in OCF. Such credits totaled $4 million and $3 million during the three months ended June 30, 2018 and 2017, respectively, and $7 million and $6 million during the six months ended June 30, 2018 and 2017, respectively. This change has been given effect for all periods presented. Effective December 31, 2017, we include certain charges previously allocated to us by Liberty Global in the calculation of OCF. These charges represent fees for certain services provided to us and totaled $3 million and $6 million during the three and six months ended June 30, 2017, respectively. We believe changing the definition of OCF to include these charges is meaningful given they represent operating costs we continue to incur subsequent to the split-off as a standalone public company. This change has been given effect for all periods presented. We believe our OCF measure is useful to investors because it is one of the bases for comparing our performance with the performance of other companies in the same or similar industries, although our measure may not be directly comparable to similar measures used by other public companies. OCF should be viewed as a measure of operating performance that is a supplement to, and not a substitute for, operating income, net earnings or loss, cash flow from operating activities and other U.S. GAAP measures of income or cash flows. A reconciliation of our operating income to total OCF is presented in the following table:

	Three months ended June 30,		Six months ended June 30,	
	2018	2017	2018	2017
	in millions			
Operating income	$ 124.2	$ 155.4	$ 222.5	$ 290.2
Share-based compensation expense	8.7	3.0	15.2	8.6
Depreciation and amortization	207.6	192.9	409.9	386.8
Impairment, restructuring and other operating items, net	12.9	10.4	46.6	23.8
Total OCF	$ 353.4	$ 361.7	$ 694.2	$ 709.4

ADJUSTED FREE CASH FLOW DEFINITION AND RECONCILIATIONS

We define Adjusted FCF as net cash provided by our operating activities, plus (i) cash payments for third-party costs directly associated with successful and unsuccessful acquisitions and dispositions and (ii) expenses financed by an intermediary, less (a) capital expenditures, (b) distributions to noncontrolling interest owners, (c) principal payments on amounts financed by vendors and intermediaries and (d) principal payments on capital leases. We changed the way we define Adjusted FCF, effective December 31, 2017, to deduct distributions to noncontrolling interest owners. This change was given effect for all periods presented. Additionally, on January 1, 2018, we retroactively adopted Accounting Standards Update 2016-18, Statement of Cash Flows-Restricted Cash, which resulted in an immaterial decrease in cash from operating activities for the six months ended June 30, 2017. We believe that our presentation of Adjusted FCF provides useful information to our investors because this measure can be used to gauge our ability to service debt and fund new investment opportunities. Adjusted FCF should not be understood to represent our ability to fund discretionary amounts, as we have various mandatory and contractual obligations, including debt repayments, which are not deducted to arrive at this amount. Investors should view Adjusted FCF as a supplement to, and not a substitute for, U.S. GAAP measures of liquidity included in our condensed consolidated statements of cash flows. The following table provides the reconciliation of our net cash provided by operating activities to Adjusted FCF for the indicated periods:

	Three months ended June 30,		Six months ended June 30,	
	2018	2017	2018	2017
	in millions			
Net cash provided by operating activities	$ 234.8	$ 223.6	$ 398.0	$ 298.6
Cash payments for direct acquisition and disposition costs	1.2	0.6	1.3	1.5
Expenses financed by an intermediary[1]	62.6	37.1	94.9	47.4
Capital expenditures	(236.9)	(123.9)	(425.1)	(248.3)
Distributions to noncontrolling interest owners	(19.8)	(18.7)	(19.8)	(33.3)
Principal payments on amounts financed by vendors and intermediaries	(53.9)	(21.2)	(105.0)	(40.0)
Principal payments on capital leases	(1.8)	(2.1)	(3.8)	(4.0)
Adjusted FCF	$ (13.8)	$ 95.4	$ (59.5)	$ 21.9

(1) For purposes of our condensed consolidated statements of cash flows, expenses, including value-added taxes, financed by an intermediary are treated as hypothetical operating cash outflows and hypothetical financing cash inflows. When we pay the financing intermediary, we record financing cash outflows in our condensed consolidated statements of cash flows. For purposes of our Adjusted FCF definition, we add back the hypothetical operating cash outflow when these financed expenses are incurred and deduct the financing cash outflows when we pay the financing intermediary.