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John Lowber, (907) 868-5628; jlowber@gci.com
Bruce Broquet, (907) 868-6660; bbroquet@gci.com
David Morris, (907) 265-5396; dmorris@gci.com

FOR IMMEDIATE RELEASE

GCI REPORTS THIRD QUARTER 2006 FINANCIAL RESULTS

- Consolidated revenue of \$125.8 million
- Net income of \$7.1 million or \$0.13 per diluted share
- EBITDA of \$43.2 million

ANCHORAGE, AK -- GCI (NASDAQ:GNCMA) today reported net income of \$7.1 million, or earnings per diluted share of \$0.13, for the third quarter of 2006. The company's third quarter net income compares to income of \$2.3 million, or earnings per diluted share of \$0.04 in the same period of 2005.

GCI's third quarter 2006 revenues totaled \$125.8 million, an increase of 10.6 percent over the third quarter of 2005. Revenues increased across all GCI business segments on a year-over-year basis.

Third quarter 2006 earnings before interest, taxes, depreciation, amortization and non-cash share based compensation expense (EBITDA) totaled \$43.2 million. EBITDA increased \$5.0 million or 13.1 percent from the third quarter of 2005. Third quarter 2005 EBITDA, as adjusted, totaled \$38.2 million including the MCI credit utilized of \$1.4 million.

Sequentially, revenues for the company increased \$7.6 million over second quarter 2006 revenues of \$118.2 million. Third quarter EBITDA of \$43.2 million increased 9.4 percent over EBITDA of \$39.5 million in the second quarter of 2006.

For the third quarter of 2006 GCI significantly exceeded its revenue and EBITDA guidance. The company expected revenues of approximately \$116 million to \$118 million, and EBITDA of approximately \$39.5 million, excluding non-cash share based compensation expense. Prior guidance for the year 2006 was for \$450 million to \$460 million in revenues and EBITDA of \$150 million to 154 million. As a result of the third quarter growth GCI is increasing its 2006 full year guidance for revenues and EBITDA. Revenues are now expected in the range of \$470 million to \$480 million and EBITDA is expected in the range of \$154 million to \$158 million for the year 2006.

"Results for the year to date substantially exceeded expectations and as a result we have raised EBITDA guidance for the year by \$4 million," said GCI president Ron Duncan. "All of our business lines are performing better than expected and we are clearly on our way to another year of record performance."

"While delighted by the excellent results I am troubled by our failure to turn up our own local phone lines at the expected rate. We missed our DLPS conversion targets again in this quarter and have been forced to lower our guidance for the second time. We now expect to have more than 30,000 lines on our own facilities by year end."

"The failure lies primarily in our inability to complete plant preparation for local consumer service. We are reviewing our internal processes and making the changes necessary to increase the rate at which we are able to turn up our own local lines. The bad news is that we are still paying more than \$25 million per year to ACS. The good news is

that we can eliminate the majority of that expense as we build out on our own facilities. Our challenge is to deploy those facilities more rapidly.”

Highlights

- Consumer revenues increased to \$45.2 million, an improvement of 11.9 percent over the prior year and increased 2.3 percent from the second quarter of 2006. The increases were from voice, video, data and wireless sales.
- Network access revenues increased to \$45.6 million, an increase of 14.0 percent over the prior year and increased 10.3 percent over the second quarter of 2006. The increase in revenues is due primarily to a 23.8 percent increase in long distance minutes carried on GCI’s network for other common carriers for the third quarter of 2006 as compared to the third quarter of 2005. Minutes for the third quarter increased 12.7 percent from the second quarter of 2006.
- Commercial revenues increased 5.4 percent from the prior year and 9.6 percent from the second quarter of 2006. Commercial experienced growth in video, data and wireless revenues on both a year over year and sequential basis.
- GCI has provisioned 28,300 consumer and commercial lines on its Digital Local Phone Service (DLPS) facilities at the end of the third quarter of 2006, an increase of 1,900 lines over the second quarter of 2006. Third quarter conversions were approximately one-half of the planned number due to further delays in upgrading plant for phone service. Continued delays are expected to materially reduce total conversions for the year. GCI now expects to serve more than 30,000 lines on its DLPS facilities by the end of 2006.
- GCI local access lines increased by 800 for the quarter. Consumer, network access and commercial local access lines totaled 112,200 at the end of the third quarter of 2006 representing an estimated 26 percent share of the total access lines market in Alaska.
- GCI had 84,000 consumer and commercial cable modem access customers at the end of the third quarter of 2006, an increase of 1,900 over the 82,100 cable modem customers at the end of the second quarter 2006. GCI customers continue to migrate from dial up access service to cable modem. Average monthly revenue per cable modem totaled \$31.86 for the third quarter of 2006 as compared to \$31.54 for the second quarter of 2006.
- Beginning August 1, 2006 and ending October 11, 2006 GCI repurchased 533,500 shares of its Class A Common shares at a cost of approximately \$6.7 million or \$12.52 per share. The company is authorized to purchase an additional \$8.5 million of Class A shares by the end of the fourth quarter of 2006. GCI will repurchase shares depending on market conditions and the availability of free cash flows.

Consumer

Total consumer revenues increased 11.9 percent to \$45.2 million as compared to \$40.4 million in the third quarter of 2005 and increased 2.3 percent from the second quarter of 2006. The increase in revenue is due primarily to an increase in voice, video, data and wireless sales.

Consumer voice revenues increased slightly over the prior year and over the second quarter of 2006. The increase in voice revenues was due to an increase in support from the Universal Service Program offset by fewer long distance minutes and local service customers. Consumer local access lines in service were down 300 from the third

quarter of 2005 and 300 from the second quarter of 2006 GCI converted 1,900 consumer access lines to its own facilities during the second quarter.

Consumer video revenue increased 7.2 percent over the prior year and increased slightly over the second quarter of 2006. The increase in revenue is due in part to increasing average revenue per customer in certain markets and increases in video subscribers purchasing digital service and renting high definition/digital video recorder converters.

Consumer data revenues increased 17.7 percent over the prior year and 2.6 percent over the second quarter of 2006. The increase in consumer data revenues is due to an increase in cable modem customers. GCI added 8,700 consumer cable modem customers over the prior year and 1,800 customers during the third quarter of 2006.

Consumer wireless revenues increased substantially during the third quarter of 2006. The increase in wireless revenues is primarily due to the increase in wireless customers.

Network Access

Network access revenues increased 14.0 percent to \$45.6 million as compared to \$40.0 million in the third quarter of 2005 and increased 10.3 percent from the second quarter of 2006.

Voice revenues increased 22.0 percent over the prior year and increased 16.8 percent from the second quarter of 2006. The increase in voice revenues is due to a strong increase in minutes partially offset by declining rates per minute. Network access minutes increased 23.8 percent to 373.6 million minutes for the third quarter of 2006 as compared to the third quarter of 2005. Minutes for the third quarter of 2006 increased 12.7 percent from the second quarter of 2006.

Network access revenues and minutes for the third quarter of 2006 were seasonally driven by a record influx of tourist during the quarter and by growth from new wholesale customers. Wireless substitution for wire line long distance service also contributed to third quarter growth.

Data revenues for the third quarter of 2006 were down 1.8 percent when compared to third quarter 2005 and down 3.0 percent from the second quarter of 2006.

Commercial

Commercial revenues increased 5.4 percent to \$28.5 million as compared to \$27.0 million in the third quarter of 2005 and increased 9.6 percent over \$26.0 million in the second quarter of 2006.

Increases in video, data and wireless revenues were offset by a slight decrease in voice revenues when compared to the prior year. Video revenues increased primarily from an increase in advertising. Increases in data services revenues were offset in part, as expected, from declining managed services revenues from a large customer. On a sequential basis all segments of commercial revenues increased.

Basic commercial video customers, as expected, increased by 1,700 subscribers from the prior year and seasonally decreased by 900 subscribers when compared to the second quarter of 2006. Commercial video customers are primarily hotel video customers.

Managed Broadband

Managed broadband revenues totaled \$6.4 million in the third quarter of 2006, an increase of 2.9 percent from \$6.2 million in the third quarter of 2005 and a decrease of 2.7 percent from \$6.6 million in the second quarter of 2006.

Other Items

Total selling, general and administrative expenses (SG&A) increased 8.0 percent to \$41.7 million as compared to \$38.6 million in the third quarter of 2005 and increased 2.6 percent from the second quarter of 2006. The increase in SG&A from the prior year was due in part to share-based compensation expense from the adoption of a new accounting rule on January 1, 2006 and approximately \$1.0 million in additional promotional expenses offset in part by a substantial decrease in labor costs resulting from a decreased number of employees after the company's restructuring. The sequential increase in SG&A is due primarily to the increased promotional expenses. SG&A expenses are recorded by segment using a combination of direct charges and an allocation based on prior year gross margins by segment.

During the third quarter of 2006 GCI's capital expenditures totaled \$30.4 million as compared to \$23.9 million in the second quarter of 2006.

GCI will hold a conference call to discuss the quarter's results on Thursday, November 2, 2006 beginning at 2 p.m. (Eastern). To access the briefing on November 2, dial 888-791-1856 (International callers should dial 210-234-0001) and identify your call as "GCI." In addition to the conference call, GCI will make available net conferencing. To access the call via net conference, log on to www.gci.com and follow the instructions. A replay of the call will be available for 72-hours by dialing 800-879-6115, access code 7461 (International callers should dial 402-220-4742.)

GCI is the largest telecommunications company in Alaska. A pioneer in bundled services, GCI provides local, wireless, and long distance telephone, cable television, Internet and data communication services throughout Alaska. More information about the company can be found at www.gci.com.

The foregoing contains forward-looking statements regarding the company's expected results that are based on management's expectations as well as on a number of assumptions concerning future events. Actual results might differ materially from those projected in the forward looking statements due to uncertainties and other factors, many of which are outside GCI's control. Additional information concerning factors that could cause actual results to differ materially from those in the forward looking statements is contained in GCI's cautionary statement sections of Form 10-K and 10-Q filed with the Securities and Exchange Commission.

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GENERAL COMMUNICATION, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

(Amounts in thousands)	Assets	(Unaudited) September 30, 2006	December 31, 2005
Current assets:			
Cash and cash equivalents		\$ 36,864	44,362
Receivables		89,463	78,279
Less allowance for doubtful receivables		5,070	5,317
Net receivables		84,393	72,962
Deferred income taxes, net		19,205	19,596
Prepaid expenses		4,831	8,347
Notes receivable from related parties		2,729	922
Inventories		2,693	1,556
Property held for sale		2,315	2,312
Other current assets		4,815	2,572
Total current assets		157,845	152,629
Property and equipment in service, net of depreciation		432,752	453,008
Construction in progress		36,710	8,337
Net property and equipment		469,462	461,345
Cable certificates		191,565	191,565
Goodwill		42,181	42,181
Other intangible assets		7,672	6,201
Deferred loan and senior notes costs, net of amortization of \$2,204 and \$1,451 at September 30, 2006 and December 31, 2005, respectively		7,258	8,011
Notes receivable from related parties		85	2,544
Other assets		6,926	9,299
Total other assets		255,687	259,801
Total assets		\$ 882,994	873,775

(Continued)

GENERAL COMMUNICATION, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Continued)

(Amounts in thousands)	(Unaudited) September 30, 2006	December 31, 2005
<u>Liabilities and Stockholders' Equity</u>		
Current liabilities:		
Current maturities of obligations under long-term debt and capital leases	\$ 1,901	1,769
Accounts payable	29,684	23,217
Deferred revenue	15,657	16,439
Accrued payroll and payroll related obligations	12,468	17,925
Accrued liabilities	7,863	6,814
Accrued interest	2,907	9,588
Subscriber deposits	454	361
Total current liabilities	<u>70,934</u>	<u>76,113</u>
Long-term debt	473,048	474,115
Obligations under capital leases, excluding current maturities	2,215	-
Obligation under capital lease due to related party, excluding current maturity	580	628
Deferred income taxes, net of deferred income tax benefit	82,295	69,753
Other liabilities	12,313	9,546
Total liabilities	<u>641,385</u>	<u>630,155</u>
Stockholders' equity:		
Common stock (no par):		
Class A. Authorized 100,000 shares; issued 50,179 and 51,200 shares at September 30, 2006 and December 31, 2005, respectively	160,080	178,351
Class B. Authorized 10,000 shares; issued 3,380 and 3,843 shares at September 30, 2006 and December 31, 2005, respectively; convertible on a share-per-share basis into Class A common stock	2,855	3,247
Less cost of 290 and 291 Class A and Class B common shares held in treasury at September 30, 2006 and December 31, 2005, respectively	(1,724)	(1,730)
Paid-in capital	18,816	16,425
Notes receivable with related parties issued upon stock option exercise	(1,296)	(1,722)
Retained earnings	62,878	49,049
Total stockholders' equity	<u>241,609</u>	<u>243,620</u>
Commitments and contingencies		
Total liabilities and stockholders' equity	<u>\$ 882,994</u>	<u>873,775</u>

GENERAL COMMUNICATION, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

(Amounts in thousands, except per share amounts)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2006	2005	2006	2005
Revenues	\$ 125,821	113,761	356,863	330,936
Cost of goods sold (exclusive of depreciation and amortization shown separately below)	41,283	36,345	116,065	107,590
Selling, general and administrative expenses	41,722	38,620	122,003	113,819
Restructuring charge	-	1,894	-	1,894
Bad debt expense (recovery)	767	31	2,606	(128)
Depreciation and amortization expense	20,390	18,510	60,723	54,562
Operating income	<u>21,659</u>	<u>18,361</u>	<u>55,466</u>	<u>53,199</u>
Other income (expense):				
Interest expense	(8,995)	(9,013)	(26,245)	(25,748)
Loss on termination of capital lease	-	(2,797)	-	(2,797)
Amortization and write-off of loan and senior notes fees	(251)	(2,224)	(753)	(3,155)
Interest income	759	266	1,398	557
Other	181	-	350	-
Other expense, net	<u>(8,306)</u>	<u>(13,768)</u>	<u>(25,250)</u>	<u>(31,143)</u>
Net income before income taxes and cumulative effect of a change in accounting principle	13,353	4,593	30,216	22,056
Income tax expense	<u>6,282</u>	<u>2,308</u>	<u>13,817</u>	<u>9,824</u>
Net income before cumulative effect of a change in accounting principle	7,071	2,285	16,399	12,232
Cumulative effect of a change in accounting principle, net of income tax benefit of \$425	<u>-</u>	<u>-</u>	<u>(608)</u>	<u>-</u>
Net income	7,071	2,285	15,791	12,232
Preferred stock dividends	<u>-</u>	<u>-</u>	<u>-</u>	<u>148</u>
Net income available to common shareholders	<u>\$ 7,071</u>	<u>2,285</u>	<u>15,791</u>	<u>12,084</u>
Basic net income per common share:				
Net income before cumulative effect of a change in accounting principle	\$ 0.13	0.04	0.30	0.22
Cumulative effect of a change in accounting principle	<u>-</u>	<u>-</u>	<u>(0.01)</u>	<u>-</u>
Net income	<u>\$ 0.13</u>	<u>0.04</u>	<u>0.29</u>	<u>0.22</u>
Diluted net income per common share:				
Net income before cumulative effect of a change in accounting principle	\$ 0.13	0.04	0.29	0.22
Cumulative effect of a change in accounting principle	<u>-</u>	<u>-</u>	<u>(0.01)</u>	<u>-</u>
Net income	<u>\$ 0.13</u>	<u>0.04</u>	<u>0.28</u>	<u>0.22</u>
Common shares used to calculate basic EPS	<u>53,345</u>	<u>54,677</u>	<u>54,030</u>	<u>54,765</u>
Common shares used to calculate diluted EPS	<u>54,874</u>	<u>55,981</u>	<u>55,615</u>	<u>55,955</u>

GENERAL COMMUNICATION, INC. AND SUBSIDIARIES
SUPPLEMENTAL SCHEDULES
(Unaudited)

(Amounts in thousands)

	Third Quarter 2006					Third Quarter 2005				
	Consumer	Network Access Services	Commercial	Managed Broadband	Totals	Consumer	Network Access Services	Commercial	Managed Broadband	Totals
Revenues										
Voice	\$ 11,679	32,512	8,204	-	52,395	11,512	26,652	8,273	-	46,437
Video	22,486	-	2,122	-	24,608	20,983	-	1,857	-	22,840
Data	7,450	13,127	17,523	6,428	44,528	6,328	13,372	16,599	6,248	42,547
Wireless	3,628	-	662	-	4,290	1,619	-	318	-	1,937
Total	45,243	45,639	28,511	6,428	125,821	40,442	40,024	27,047	6,248	113,761
Cost of goods sold	16,434	9,886	13,901	1,062	41,283	15,452	7,853	11,963	1,077	36,345
Contribution	28,809	35,753	14,610	5,366	84,538	24,990	32,171	15,084	5,171	77,416
Less SG&A	19,878	9,411	9,070	3,363	41,722	18,981	8,273	7,969	3,397	38,620
Less / add bad debt expense (recovery)	760	-	470	(463)	767	(429)	-	(451)	911	31
Less loss on termination of capital lease	-	-	-	-	-	561	1,258	782	196	2,797
Less restructuring charge	-	-	-	-	-	623	736	381	154	1,894
Add other income	-	-	-	181	181	-	-	-	-	-
EBITDA	8,171	26,342	5,070	2,647	42,230	5,254	21,904	6,403	513	34,074
Add share-based compensation	341	354	231	81	1,007	-	-	-	-	-
Add loss on termination of capital lease	-	-	-	-	-	561	1,258	782	196	2,797
Add restructuring charge to be paid in future periods	-	-	-	-	-	424	501	259	105	1,289
EBITDA, as adjusted	\$ 8,512	26,696	5,301	2,728	43,237	6,239	23,663	7,444	814	38,160

	Third Quarter 2006					Second Quarter 2006				
	Consumer	Network Access Services	Commercial	Managed Broadband	Totals	Consumer	Network Access Services	Commercial	Managed Broadband	Totals
Revenues										
Voice	\$ 11,679	32,512	8,204	-	52,395	\$ 11,451	27,844	8,097	-	47,392
Video	22,486	-	2,122	-	24,608	22,329	-	1,933	-	24,262
Data	7,450	13,127	17,523	6,428	44,528	7,258	13,533	15,400	6,607	42,798
Wireless	3,628	-	662	-	4,290	3,185	-	583	-	3,768
Total	45,243	45,639	28,511	6,428	125,821	44,223	41,377	26,013	6,607	118,220
Cost of goods sold	16,434	9,886	13,901	1,062	41,283	17,124	8,794	11,605	1,075	38,598
Contribution	28,809	35,753	14,610	5,366	84,538	27,099	32,583	14,408	5,532	79,622
Less SG&A	19,878	9,411	9,070	3,363	41,722	18,544	9,771	8,857	3,495	40,667
Less / add bad debt expense (recovery)	760	-	470	(463)	767	677	-	395	266	1,338
Add other income	-	-	-	181	181	-	-	-	282	282
EBITDA	8,171	26,342	5,070	2,647	42,230	7,878	22,812	5,156	2,053	37,899
Add share-based compensation	341	354	231	81	1,007	508	605	348	121	1,582
EBITDA, as adjusted	\$ 8,512	26,696	5,301	2,728	43,237	8,386	23,417	5,504	2,174	39,481

GENERAL COMMUNICATION, INC. AND SUBSIDIARIES
SUPPLEMENTAL SCHEDULES
(Unaudited)

(Amounts in thousands)

	Nine Months Ended September 30, 2006					Nine Months Ended September 30, 2005				
	Consumer	Network Access Services	Commercial	Managed Broadband	Totals	Consumer	Network Access Services	Commercial	Managed Broadband	Totals
Revenues										
Voice	\$ 34,443	84,840	24,324	-	143,607	35,101	71,560	25,851	-	132,512
Video	66,816	-	5,781	-	72,597	63,119	-	5,390	-	68,509
Data	21,669	39,999	48,833	19,243	129,744	18,894	39,514	46,813	20,065	125,286
Wireless	9,201	-	1,714	-	10,915	3,869	-	760	-	4,629
Total	132,129	124,839	80,652	19,243	356,863	120,983	111,074	78,814	20,065	330,936
Cost of goods sold	49,480	27,456	35,931	3,198	116,065	46,116	23,432	34,498	3,544	107,590
Contribution	82,649	97,383	44,721	16,045	240,798	74,867	87,642	44,316	16,521	223,346
Less SG&A	56,829	28,360	26,836	9,978	122,003	54,142	24,894	24,684	10,099	113,819
Less / add bad debt expense (recovery)	1,695	-	1,003	(92)	2,606	(893)	-	(659)	1,424	(128)
Less loss on termination of capital lease	-	-	-	-	-	561	1,258	782	196	2,797
Less restructuring charge	-	-	-	-	-	623	736	381	154	1,894
Add other income	-	-	-	350	350	-	-	-	-	-
EBITDA	24,125	69,023	16,882	6,509	116,539	20,434	60,754	19,128	4,648	104,964
Add share-based compensation	1,112	1,165	740	250	3,267	-	-	-	-	-
Add loss on termination of capital lease	-	-	-	-	-	561	1,258	782	196	2,797
Add restructuring charge to be paid in future periods	-	-	-	-	-	424	501	259	105	1,289
EBITDA, as adjusted	\$ 25,237	70,188	17,622	6,759	119,806	21,419	62,513	20,169	4,949	109,050

GENERAL COMMUNICATION, INC. AND SUBSIDIARIES
KEY PERFORMANCE INDICATORS
(Unaudited)

	September 30, 2006		September 30, 2005		September 30, 2006 as compared to September 30, 2005		September 30, 2006 as compared to June 30, 2006	
	September 30, 2006	September 30, 2005	June 30, 2006	September 30, 2005	June 30, 2006	September 30, 2005	June 30, 2006	
Consumer								
Voice								
Long-distance subscribers	91,200	NA	92,800	NA	(1,600)	NA	-1.7%	
Total local access lines in service	67,400	67,700	67,700	(300)	(300)	-0.4%	-0.4%	
DLPS local access lines in service	27,200	16,100	25,300	11,100	1,900	68.9%	7.5%	
Video								
Basic subscribers	121,800	121,000	121,900	800	(100)	0.7%	-0.1%	
Digital programming tier subscribers	56,500	51,300	55,100	5,200	1,400	10.1%	2.5%	
HD/DVR converter boxes	22,800	9,100	18,800	13,700	4,000	150.6%	21.3%	
Homes passed	218,100	213,100	217,100	5,000	1,000	2.3%	0.5%	
Data								
Cable modem subscribers	76,800	68,100	75,000	8,700	1,800	12.8%	2.4%	
Network Access Services								
Voice:								
Total ISP access lines in service	3,100	3,500	3,300	(400)	(200)	-11.4%	-6.1%	
Commercial								
Voice:								
Long-distance subscribers	11,500	NA	11,700	NA	(200)	NA	-1.7%	
Total local access lines in service	41,700	40,700	40,400	1,000	1,300	2.5%	3.2%	
DLPS access lines in service	1,100	500	1,100	600	-	120.0%	0.0%	
Video								
Hotels and mini-headend subscribers	15,600	13,900	16,500	1,700	(900)	12.2%	-5.5%	
Basic subscribers	1,500	1,500	1,500	-	-	0.0%	0.0%	
Total basic subscribers	<u>17,100</u>	<u>15,400</u>	<u>18,000</u>	<u>1,700</u>	<u>(900)</u>	<u>11.0%</u>	<u>-5.0%</u>	
Data								
Cable modem subscribers	7,200	6,200	7,100	1,000	100	16.1%	1.4%	
Broadband								
SchoolAccess® customers	48	45	45	3	3	6.7%	6.7%	
Rural health customers	22	20	21	2	1	10.0%	4.8%	
Combined Consumer & Commercial								
Wireless								
Total lines in service	25,900	14,300	22,900	11,600	3,000	81.1%	13.1%	
Three Months Ended								
	September 30, 2006		September 30, 2005		September 30, 2006 as Compared to September 30, 2005		September 30, 2006 as Compared to June 30, 2006	
	September 30, 2006	September 30, 2005	June 30, 2006	September 30, 2005	June 30, 2006	September 30, 2005	June 30, 2006	
Consumer								
Voice								
Long-distance minutes carried (in millions)	34.3	39.6	35.9	(5.3)	(1.7)	-13.4%	-4.6%	
Video								
Average monthly gross revenue per subscriber	\$ 61.66	\$ 59.34	\$ 60.92	\$ 2.32	\$ 0.74	3.9%	1.2%	
Network Access Services								
Voice								
Long-distance minutes carried (in millions)	373.6	301.8	331.5	71.8	42.1	23.8%	12.7%	
Commercial								
Voice:								
Long-distance minutes carried (in millions)	33.8	35.2	34.4	(1.4)	(0.6)	-4.0%	-1.8%	

General Communication, Inc.
Non-GAAP Financial Reconciliation Schedule
(Unaudited, Amounts in Millions)

	Three Months Ended		
	September 30, 2006	September 30, 2005	June 30, 2006
EBITDA, as adjusted (Note 1) \$	43.2	38.2	39.5
Share-based compensation expense	(1.0)	---	(1.6)
Loss on termination of capital lease	---	(2.8)	---
Restructuring charge to be paid in future periods	---	(1.3)	---
EBITDA (Note 2)	42.2	34.1	37.9
Depreciation and amortization expense	(20.4)	(18.6)	(20.2)
Loss on termination of capital lease	---	2.8	---
Other	(0.1)	---	(0.3)
Operating income	21.7	18.3	17.4
Other income (expense):			
Interest expense	(9.0)	(9.0)	(8.7)
Loss on termination of capital lease	---	(2.8)	---
Amortization and write-off of loan and senior notes fee expense	(0.2)	(2.2)	(0.2)
Interest income	0.8	0.3	0.5
Other	0.1	---	0.3
Other expense, net	(8.3)	(13.7)	(8.1)
Net income before income taxes	13.4	4.6	9.3
Income tax expense	(6.3)	(2.3)	(3.9)
Net income \$	7.1	2.3	5.4

	Nine Months Ended	
	September 30, 2006	September 30, 2005
EBITDA, as adjusted (Note 1) \$	119.8	109.0
Share-based compensation expense	(3.3)	---
Loss on termination of capital lease	---	(2.8)
Restructuring charge to be paid in future periods	---	(1.3)
EBITDA (Note 2)	116.5	104.9
Depreciation and amortization expense	(60.7)	(54.7)
Loss on termination of capital lease	---	2.8
Other	(0.3)	---
Operating income	55.5	53.0
Other income (expense):		
Interest expense	(26.2)	(25.6)
Loss on termination of capital lease	---	(2.8)
Amortization and write-off of loan and senior notes fee expense	(0.8)	(3.2)
Interest income	1.4	0.6
Other	0.3	---
Other expense, net	(25.3)	(31.0)
Net income before income taxes and cumulative effect of a change in accounting principle	30.2	22.0
Income tax expense	(13.8)	(9.8)
Net income before cumulative effect of a change in accounting principle	16.4	12.2
Cumulative effect of change in accounting principle, net of income tax benefit of \$0.4	(0.6)	---
Net income	\$ 15.8	12.2

Notes:

- (1) EBITDA (as defined in Note 2 below) before deducting share-based compensation expense, loss on termination of capital lease, and restructuring charge to be paid in future periods.
- (2) EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization) is the sum of Net Income, Interest Expense, Amortization and Write-off of Loan and Senior Notes Fees, Interest Income, Income Tax Expense, and Depreciation and Amortization Expense. EBITDA is not presented as an alternative measure of net income, operating income or cash flow from operations, as determined in accordance with accounting principles generally accepted in the United States of America. GCI's management uses EBITDA to evaluate

the operating performance of its business, and as a measure of performance for incentive compensation purposes. GCI believes EBITDA is a measure used as an analytical indicator of income generated to service debt and fund capital expenditures. In addition, multiples of current or projected EBITDA are used to estimate current or prospective enterprise value. EBITDA does not give effect to cash used for debt service requirements, and thus does not reflect funds available for investment or other discretionary uses. EBITDA as presented herein may not be comparable to similarly titled measures reported by other companies.