

SIX FLAGS ENTERTAINMENT CORPORATION
RECONCILIATION OF MODIFIED EBITDA, ADJUSTED EBITDA AND MODIFIED EBITDA MARGIN
(In thousands)

(In thousands)	Quarters Ended December 31,		Years Ended December 31,	
	2025	2024	2025	2024
Net loss	\$ (92,384)	\$ (264,216)	\$ (1,549,466)	\$ (206,665)
Interest expense, net	89,458	78,867	359,958	234,770
(Benefit) provision for taxes	(15,460)	209,708	(163,980)	240,843
Depreciation and amortization	121,372	106,226	486,383	318,113
EBITDA	102,986	130,585	(867,105)	587,061
Loss on early debt extinguishment	—	—	—	7,974
Non-cash foreign currency (gain) loss	(7,008)	24,677	(22,583)	30,557
Non-cash equity compensation expense	23,198	10,259	64,157	63,809
Loss on retirement of fixed assets, net	19,257	6,658	40,670	18,064
Loss on impairment of goodwill and other intangibles	—	—	1,518,099	42,462
Loss on other assets	—	—	791	—
Costs related to the merger (1)	11,755	23,726	48,911	118,336
Severance (2)	8,772	721	44,564	1,397
Self-insurance adjustment (3)	—	—	—	14,865
Other (4)	6,534	12,348	14,138	15,265
Modified EBITDA (5)	165,494	208,974	841,642	899,790
Net income attributable to non-controlling interests	—	—	49,632	24,499
Adjusted EBITDA (5)	\$ 165,494	\$ 208,974	\$ 792,010	\$ 875,291
Modified EBITDA margin (6)	25.5 %	30.4 %	27.1 %	33.2 %

- (1) Consists of third-party legal and consulting transaction costs, as well as integration costs related to the merger. Integration costs include third-party consulting costs, costs to integrate information technology systems, integration team salaries and benefits, retention bonuses, maintenance costs to update legacy Six Flags parks to legacy Cedar Fair standards and certain legal costs. These costs are added back to net (loss) income to calculate Modified EBITDA and Adjusted EBITDA as defined in the Company's credit agreement.
- (2) Consists of severance and related employer taxes and benefits. During 2025, certain employees, including certain executive level employees, were terminated as part of recent post-merger productivity and efficiency efforts.
- (3) During the third quarter of 2024, an actuarial analysis of legacy Cedar Fair's self-insurance reserves resulted in a change in estimate that increased incurred but not reported reserves by \$14.9 million. The increase was driven by an observed pattern of increasing litigation and settlement costs.
- (4) Consists of certain costs as defined in the Company's credit agreement. These costs are added back to net (loss) income to calculate Modified EBITDA and Adjusted EBITDA and include certain legal and consulting expenses; enacted cost savings initiatives related to overhead and administrative costs incurred by legacy Six Flags, specifically for insurance premiums, legal costs and information technology costs; run-rate costs at a combination amusement and water park located in Bowie, Maryland since its closure; repairs for unusual weather events; Mexican VAT taxes on intercompany activity; cost of goods sold recorded to align inventory standards following the merger; administrative payments related to the Partnership Parks; and contract termination costs. This balance also includes unrealized gains and losses on pension assets and short-term investments.
- (5) Modified EBITDA represents earnings before interest, taxes, depreciation, amortization, other non-cash items, and adjustments as defined in the Company's credit agreement. Adjusted EBITDA represents Modified EBITDA less net (loss) income attributable to non-controlling interests. Management includes both measures to disclose the effect of non-controlling interests. Prior to the merger, legacy Cedar Fair did not have net income attributable to non-controlling interests. Management believes Modified EBITDA and Adjusted EBITDA are meaningful measures of park-level operating profitability, and uses them for measuring returns on capital investments, evaluating potential acquisitions, determining awards under incentive compensation plans, and calculating compliance with certain loan covenants. Adjusted EBITDA is widely used by analysts, investors and comparable companies in the industry to evaluate operating performance on a consistent basis, as well as more easily compare results with those of other companies in the industry. Modified EBITDA and Adjusted EBITDA are provided as supplemental measures of the Company's operating results and are not intended to be a substitute for operating income, net income or cash flows from operating activities as defined under generally accepted accounting principles. In addition, Modified EBITDA and Adjusted EBITDA may not be comparable to similarly titled measures of other companies.
- (6) Modified EBITDA margin (Modified EBITDA divided by net revenues) is not a measurement computed in accordance with GAAP and may not be comparable to similarly titled measures of other companies. Modified EBITDA margin is provided because management believes the measure provides a meaningful metric of operating profitability. Modified EBITDA margin has been disclosed as opposed to Adjusted EBITDA margin because management believes Modified EBITDA margin more accurately reflects the park-level operations of the Company as it does not give effect to distributions to non-controlling interests.