Financial and Operational Trends

INCOME STATEMENTS, CASH FLOWS, SEGMENT RESULTS, REVENUE DETAILS AND OPERATING VOLUMES

JANUARY 27, 2021

Consolidated Statements of Income

AT&T Inc.

Dollars in millions except per share amounts

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	2019	3/31/20[2]	6/30/20	9/30/20	**12/31/20**	**2020**
Operating Revenues	$ 44,827	$ 44,957	$ 44,588	$ 46,821	$ 181,193	$ 42,779	$ 40,950	$ 42,340	**$ 45,691**	**$ 171,760**
Operating Expenses										
Cost of revenues										
Equipment	4,502	4,061	4,484	5,606	18,653	4,092	3,978	4,552	**7,084**	**19,706**
Broadcast, programming and operations	7,652	7,730	7,066	8,684	31,132	6,754	5,889	6,912	**7,750**	**27,305**
Other cost of revenues	8,585	8,721	8,604	8,446	34,356	8,342	8,116	8,375	**8,076**	**32,909**
Selling, general and administrative	9,649	9,844	9,584	10,345	39,422	8,760	9,831	9,266	**10,182**	**38,039**
Asset impairments and abandonments	-	-	-	1,458	1,458	123	2,319	73	**16,365**	**18,880**
Depreciation and amortization	7,206	7,101	6,949	6,961	28,217	7,222	7,285	7,030	**6,979**	**28,516**
Total Operating Expenses	37,594	37,457	36,687	41,500	153,238	35,293	37,418	36,208	**56,436**	**165,355**
Operating Income (Loss)	7,233	7,500	7,901	5,321	27,955	7,486	3,532	6,132	**(10,745)**	**6,405**
Interest Expense	2,141	2,149	2,083	2,049	8,422	2,018	2,041	1,972	**1,894**	**7,925**
Equity in Net Income (Loss) of Affiliates	(7)	40	3	(30)	6	(6)	(10)	5	**106**	**95**
Other Income (Expense) – Net	286	(318)	(935)	(104)	(1,071)	803	1,017	(231)	**(3,020)**	**(1,431)**
Income (Loss) Before Income Taxes	5,371	5,073	4,886	3,138	18,468	6,265	2,498	3,934	**(15,553)**	**(2,856)**
Income Tax Expense (Benefit)	1,023	1,099	937	434	3,493	1,302	935	766	**(2,038)**	**965**
Net Income (Loss)	4,348	3,974	3,949	2,704	14,975	4,963	1,563	3,168	**(13,515)**	**(3,821)**
Less: Net Income Attributable to Noncontrolling Interest	(252)	(261)	(249)	(310)	(1,072)	(353)	(282)	(352)	**(368)**	**(1,355)**
Net Income (Loss) Attributable to AT&T	$ 4,096	$ 3,713	$ 3,700	$ 2,394	$ 13,903	$ 4,610	$ 1,281	$ 2,816	**$ (13,883)**	**$ (5,176)**
Less: Preferred Stock Dividends	-	-	-	(3)	(3)	(32)	(52)	(54)	**(55)**	**(193)**
Net Income (Loss) Attributable to Common Stock	$ 4,096	$ 3,713	$ 3,700	$ 2,391	$ 13,900	$ 4,578	$ 1,229	$ 2,762	**$ (13,938)**	**$ (5,369)**
Diluted Earnings Per Share Attributable to Common Stock	$ 0.56	$ 0.51	$ 0.50	$ 0.33	$ 1.89	$ 0.63	$ 0.17	$ 0.39	**$ (1.95)**	**$ (0.75)**
Adjusted Diluted Earnings Per Share Attributable to Common Stock	$ 0.86	$ 0.89	$ 0.94	$ 0.89	$ 3.57	$ 0.84	$ 0.83	$ 0.76	**$ 0.75**	**$ 3.18**
EBITDA[1]	$ 14,439	$ 14,601	$ 14,850	$ 12,282	$ 56,172	$ 14,708	$ 10,817	$ 13,162	**$ (3,766)**	**$ 34,921**
Adjusted EBITDA[1]	$ 14,802	$ 15,041	$ 15,079	$ 14,365	$ 59,287	$ 14,232	$ 14,112	$ 13,313	**$ 12,889**	**$ 54,546**
Adjusted EBITDA Margin[1]	33.0%	33.4%	33.8%	30.7%	32.7%	33.3%	34.5%	31.4%	**28.2%**	**31.8%**

Financial and Operating Statistics Summary

AT&T Inc.

Dollars in millions except per share amounts

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	2019	3/31/20	6/30/20	9/30/20	**12/31/20**	**2020**
Capital Expenditures:										
Purchase of property and equipment	$ 5,121	$ 5,421	$ 5,141	$ 3,752	$ 19,435	$ 4,938	$ 4,434	$ 3,819	**$ 2,361**	**$ 15,552**
Interest during construction	61	51	48	40	200	28	32	32	**31**	**123**
Dividends Declared Per Share	$ 0.51	$ 0.51	$ 0.51	$ 0.52	$ 2.05	$ 0.52	$ 0.52	$ 0.52	**$ 0.52**	**$ 2.08**
Annual Dividend Per Share Growth	2.0%	2.0%	2.0%	2.0%		2.0%	2.0%	2.0%	**0.0%**	
End of Period Common Shares Outstanding (000,000)	7,297	7,305	7,303	7,255		7,125	7,125	7,125	**7,126**	
Debt Ratio	47.4%	46.8%	45.9%	44.7%		45.7%	46.6%	44.9%	**46.7%**	
Total Employees	262,290	257,790	251,840	247,800		244,490	243,350	234,630	**230,760**	

See Notes to Financial and Operational Trends on page 16.

Consolidated Statements of Cash Flows

AT&T Inc.

Dollars in millions

Unaudited	12/31/19	3/31/20[2]	6/30/20	9/30/20	**12/31/20**
Operating Activities					
Net income (loss)	$ 2,704	$ 4,963	$ 1,563	$ 3,168	**$ (13,515)**
Adjustments to reconcile net income (loss) to net cash provided by operating activities:					
Depreciation and amortization	6,961	7,222	7,285	7,030	**6,979**
Amortization of film and television costs	2,528	2,269	1,716	2,463	**2,155**
Undistributed earnings from investments in equity affiliates	214	39	25	44	**(70)**
Provision for uncollectible accounts	720	780	419	412	**361**
Deferred income tax expense (benefit)	767	259	394	1,595	**(573)**
Net (gain) loss from investments, net of impairments	(204)	(646)	(59)	16	**(53)**
Pension and postretirement benefit expense (credit)	(705)	(748)	(747)	(750)	**(747)**
Actuarial (gain) loss on pension and postretirement benefits	1,123	-	-	63	**4,106**
Asset impairment and abandonments	1,458	123	2,319	73	**16,365**
Changes in operating assets and liabilities:					
Receivables	309	1,695	827	(201)	**(105)**
Other current assets, inventories and theatrical film and television production costs	(3,515)	(3,267)	(2,325)	(2,244)	**(5,234)**
Accounts payable and other accrued liabilities	(588)	(3,884)	37	(1,058)	**3,495**
Equipment installment receivables and related sales	(300)	535	(309)	(374)	**(1,281)**
Deferred customer contract acquisition and fulfillment costs	(114)	105	217	131	**(77)**
Postretirement claims and contributions	(373)	(111)	(117)	(181)	**(576)**
Other - net	958	(468)	814	1,936	**(1,148)**
Total adjustments	9,239	3,903	10,496	8,955	**23,597**
Net Cash Provided by Operating Activities	11,943	8,866	12,059	12,123	**10,082**
Investing Activities					
Capital expenditures[3]	(3,792)	(4,966)	(4,466)	(3,851)	**(2,392)**
Acquisitions, net of cash acquired	(685)	(100)	(1,074)	(41)	**(636)**
Dispositions	909	118	229	81	**3,213**
(Purchases), sales and settlements of securities and investments, net	(88)	(6)	53	397	**53**
Advances to and investments in equity affiliates, net	(32)	(68)	2	(34)	**(60)**
Net Cash (Used in) Provided by Investing Activities	(3,688)	(5,022)	(5,256)	(3,448)	**178**
Financing Activities					
Net change in short-term borrowings with original maturities of three months or less	(254)	1,742	(1,244)	(515)	**-**
Issuance of other short-term borrowings	-	1,390	7,050	1,000	**-**
Repayment of other short-term borrowings	(2,202)	-	(5,975)	(1,735)	**(1,757)**
Issuance of long-term debt	2,005	4,357	16,703	10,927	**1**
Repayment of long-term debt	(3,224)	(4,422)	(12,862)	(20,299)	**(2,381)**
Payment of vendor financing	(449)	(791)	(563)	(611)	**(1,001)**
Issuance of preferred stock	1,164	3,869	-	-	**-**
Purchase of treasury stock	(2,008)	(5,463)	(17)	(3)	**(15)**
Issuance of treasury stock	55	58	26	4	**17**
Issuance of preferred interests in subsidiary	6,388	-	-	1,979	**-**
Redemption of preferred interest in subsidiary	-	-	-	-	**(1,950)**
Dividends paid	(3,726)	(3,737)	(3,737)	(3,741)	**(3,741)**
Other	(491)	(3,102)	807	(2,863)	**588**
Net Cash (Used in) Provided by Financing Activities	(2,742)	(6,099)	188	(15,857)	**(10,239)**
Net increase (decrease) in cash and cash equivalents and restricted cash	5,513	(2,255)	6,991	(7,182)	**21**
Cash and cash equivalents and restricted cash beginning of period	6,782	12,295	10,040	17,031	**9,849**
Cash and Cash Equivalents and Restricted Cash End of Period	$ 12,295	$ 10,040	$ 17,031	$ 9,849	**$ 9,870**
Cash paid for interest	$ 1,755	$ 2,376	$ 1,826	$ 2,459	**$ 1,576**

See Notes to Financial and Operational Trends on page 16.

AT&T Inc.

Free Cash Flow & Capital Investment Detail

Dollars in millions

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Cash Flow Detail								
Net cash provided by operating activities	$ 11,052	$ 14,284	$ 11,389	$ 11,943	$ 8,866	$ 12,059	$ 12,123	**$ 10,082**
Less: Capital expenditures	(5,182)	(5,472)	(5,189)	(3,792)	(4,966)	(4,466)	(3,851)	**(2,392)**
Free Cash Flow[1]	5,870	8,812	6,200	8,151	3,900	7,593	8,272	**7,690**
Capital Investment Detail								
Capital expenditures	$ 5,182	$ 5,472	$ 5,189	$ 3,792	$ 4,966	$ 4,466	$ 3,851	**$ 2,392**
Add: Vendor financing payments	819	1,017	765	449	791	563	611	**1,001**
Capital Investment[1]	6,001	6,489	5,954	4,241	5,757	5,029	4,462	**3,393**
Add: FirstNet capital expenditures reimbursement	-	103	-	902	7	72	64	**920**
Gross Capital Investment[1]	6,001	6,592	5,954	5,143	5,764	5,101	4,526	**4,313**

AT&T Inc.

FirstNet - Capital Expenditures and Reimbursements

Dollars in millions

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Capital Expenditures Impact								
Capital expenditures	$ 5,182	$ 5,472	$ 5,189	$ 3,792	$ 4,966	$ 4,466	$ 3,851	**$ 2,392**
FirstNet capital expenditures reimbursement	-	103	-	902	7	72	64	**920**
Capital expenditures, gross	5,182	5,575	5,189	4,694	4,973	4,538	3,915	**3,312**
FirstNet Reimbursements								
Capital expenditures	$ -	$ 103	$ -	$ 902	$ 7	$ 72	$ 64	**$ 920**
Operating expenses	-	31	-	338	3	58	18	**488**
Total reimbursements	-	134	-	1,240	10	130	82	**1,408**

See Notes to Financial and Operational Trends on page 16.

Operating Revenues and Adjusted EBITDA

AT&T Inc.

Dollars in millions

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues	$ 44,827	$ 44,957	$ 44,588	$ 46,821	$ 42,779	$ 40,950	$ 42,340	**$ 45,691**
Communications	35,169	35,267	35,401	36,522	34,249	33,592	34,287	**36,722**
Mobility	17,363	17,292	17,701	18,700	17,402	17,149	17,894	**20,119**
Video[8]	8,075	8,032	7,942	8,075	7,407	7,021	7,014	**7,168**
Broadband[8]	3,256	3,338	3,257	3,161	3,111	3,050	3,041	**3,116**
Business Wireline[8]	6,475	6,605	6,501	6,586	6,329	6,372	6,338	**6,319**
WarnerMedia[14]	8,747	8,777	8,282	9,453	7,765	6,728	7,395	**8,554**
Turner	3,443	3,410	3,007	3,262	3,162	2,988	3,176	**3,242**
Home Box Office	1,510	1,716	1,819	1,704	1,497	1,627	1,781	**1,903**
Warner Bros.	3,518	3,389	3,333	4,118	3,240	3,256	2,411	**3,247**
Eliminations and other[14]	276	262	123	369	(134)	(1,143)	27	**162**
Latin America	1,718	1,757	1,730	1,758	1,590	1,232	1,396	**1,498**
Vrio	1,067	1,032	1,013	982	887	752	753	**762**
Mexico	651	725	717	776	703	480	643	**736**
Corporate, Acquisition Related and Significant Items[14]	449	478	475	463	471	523	550	**388**
Eliminations[4]	(906)	(923)	(879)	(873)	(883)	(831)	(880)	**(868)**
Consolidation[4]	(350)	(399)	(421)	(502)	(413)	(294)	(408)	**(603)**

Adjusted EBITDA	$ 14,802	$ 15,041	$ 15,079	$ 14,365	$ 14,232	$ 14,112	$ 13,313	**$ 12,889**
Communications	12,570	13,254	12,635	12,100	12,838	12,751	12,275	**11,145**
Mobility	7,322	7,770	7,753	7,530	7,833	7,817	7,712	**7,096**
Video[8]	1,505	1,357	1,035	628	1,277	1,081	1,014	**619**
Broadband[8]	1,295	1,491	1,363	1,412	1,342	1,253	1,037	**1,104**
Business Wireline[8]	2,448	2,636	2,484	2,530	2,386	2,600	2,512	**2,326**
WarnerMedia[14]	2,658	2,401	3,023	3,005	2,160	2,072	1,912	**2,719**
Latin America	127	63	105	205	93	33	59	**95**
Vrio	201	151	162	202	104	91	78	**81**
Mexico	(74)	(88)	(57)	3	(11)	(58)	(19)	**14**
Corporate[14]	(235)	(316)	(299)	(492)	(485)	(488)	(563)	**(506)**
Eliminations and Consolidation[4]	(318)	(361)	(385)	(454)	(374)	(256)	(370)	**(565)**

See Notes to Financial and Operational Trends on page 16.

Communications

Mobility Results

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues									
Service	$ 13,700	$ 13,629	$ 13,824	$ 13,930	$ 13,948	$ 13,968	$ 13,669	$ 13,883	**$ 14,022**
Equipment	4,856	3,734	3,468	3,771	4,752	3,434	3,480	4,011	**6,097**
Total Operating Revenues	$ 18,556	$ 17,363	$ 17,292	$ 17,701	$ 18,700	$ 17,402	$ 17,149	$ 17,894	**$ 20,119**
Operating Expenses									
Operations and support	11,087	10,041	9,522	9,948	11,170	9,569	9,332	10,182	**13,023**
Depreciation and amortization	2,045	2,013	2,003	2,011	2,027	2,045	2,012	2,021	**2,008**
Total Operating Expenses	13,132	12,054	11,525	11,959	13,197	11,614	11,344	12,203	**15,031**
Operating Income	$ 5,424	$ 5,309	$ 5,767	$ 5,742	$ 5,503	$ 5,788	$ 5,805	$ 5,691	**$ 5,088**
Operating Income Margin	29.2%	30.6%	33.4%	32.4%	29.4%	33.3%	33.9%	31.8%	**25.3%**
EBITDA[1]	$ 7,469	$ 7,322	$ 7,770	$ 7,753	$ 7,530	$ 7,833	$ 7,817	$ 7,712	**$ 7,096**
EBITDA Margin[1]	40.3%	42.2%	44.9%	43.8%	40.3%	45.0%	45.6%	43.1%	**35.3%**
EBITDA Service Margin[1]	54.5%	53.7%	56.2%	55.7%	54.0%	56.1%	57.2%	55.5%	**50.6%**

See Notes to Financial and Operational Trends on page 16.

Communications

Mobility Operating Volumes and Statistics

Volumes in thousands

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
AT&T Mobility Subscribers and Connections									
Total Subscribers and Connections[5]	151,921	154,670	158,622	162,300	165,889	169,198	171,407	176,744	**182,558**
Postpaid	76,068	75,737	75,478	75,152	75,207	75,148	74,919	75,969	**77,154**
Prepaid	16,828	17,012	17,434	17,740	17,803	17,808	18,008	18,100	**18,102**
Reseller	7,693	7,495	7,323	7,120	6,893	6,736	6,718	6,708	**6,535**
Connected Devices	51,332	54,426	58,387	62,288	65,986	69,506	71,762	75,967	**80,767**
Net Add Detail									
Net Subscriber Additions	2,770	2,740	3,950	3,679	3,590	3,310	2,208	5,525	**5,855**
Postpaid Net Adds	15	(207)	(146)	(217)	135	27	(154)	1,081	**1,229**
Prepaid Net Adds	26	101	341	227	8	(45)	165	245	**14**
Phone Detail									
Postpaid Phones	62,882	62,830	62,811	62,812	63,018	63,105	62,882	63,485	**64,216**
Prepaid Phones[5]	15,885	16,057	16,420	16,650	16,682	16,687	16,856	16,832	**16,779**
Phone Detail - Net Adds									
Postpaid Phone Net Adds	131	79	74	101	229	163	(151)	645	**800**
Prepaid Phone Net Adds	13	89	283	154	(20)	(43)	135	131	**(40)**
Churn Detail[6]									
Postpaid Phone Churn	1.00%	0.92%	0.86%	0.95%	1.07%	0.86%	0.84%	0.69%	**0.76%**
Postpaid Churn	1.23%	1.16%	1.07%	1.19%	1.29%	1.08%	1.05%	0.85%	**0.94%**
ARPU[7]									
Postpaid Phone-Only ARPU	$ 55.28	$ 55.27	$ 55.50	$ 55.89	$ 55.52	$ 55.68	$ 54.47	$ 54.70	**$ 54.46**
Postpaid ARPU	49.70	49.67	50.05	50.51	50.49	50.63	49.76	49.94	**49.50**

See Notes to Financial and Operational Trends on page 16.

Communications

Video Results[8*]

Dollars in millions

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues								
Service	$ 8,075	$ 8,032	$ 7,942	$ 8,074	$ 7,397	$ 6,979	$ 6,965	**$ 7,124**
Equipment	-	-	-	1	10	42	49	**44**
Total Operating Revenues	$ 8,075	$ 8,032	$ 7,942	$ 8,075	$ 7,407	$ 7,021	$ 7,014	**$ 7,168**
Operating Expenses								
Operations and support	6,570	6,675	6,907	7,447	6,130	5,940	6,000	**6,549**
Depreciation and amortization	630	640	602	589	591	593	557	**521**
Total Operating Expenses	7,200	7,315	7,509	8,036	6,721	6,533	6,557	**7,070**
Operating Income	$ 875	$ 717	$ 433	$ 39	$ 686	$ 488	$ 457	**$ 98**
Operating Income Margin	10.8%	8.9%	5.5%	0.5%	9.3%	7.0%	6.5%	**1.4%**
EBITDA[1]	$ 1,505	$ 1,357	$ 1,035	$ 628	$ 1,277	$ 1,081	$ 1,014	**$ 619**
EBITDA Margin[1]	18.6%	16.9%	13.0%	7.8%	17.2%	15.4%	14.5%	**8.6%**

* Financial results for the former Entertainment Group business are included on page 17.

Communications

Video Operating Volumes and Statistics[8]

Volumes in thousands

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Total Video Connections	23,891	22,945	21,587	20,422	19,387	18,432	17,804	**17,161**
Premium TV[9]	22,383	21,605	20,442	19,496	18,599	17,712	17,121	**16,505**
Over-the-Top[10]	1,508	1,340	1,145	926	788	720	683	**656**
Video Net Adds								
Premium TV[9]	(543)	(778)	(1,163)	(946)	(897)	(887)	(591)	**(617)**
Over-the-Top	(83)	(168)	(195)	(219)	(138)	(68)	(37)	**(27)**
Premium TV ARPU[11]	$ 114.98	$ 117.49	$ 121.35	$ 131.00	$ 126.27	$ 124.98	$ 130.55	**$ 137.64**

See Notes to Financial and Operational Trends on page 16.

Communications

Broadband Results[8*]

Dollars in millions

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues								
High-Speed Internet	$ 2,070	$ 2,109	$ 2,117	$ 2,107	$ 2,109	$ 2,092	$ 2,128	**$ 2,205**
Legacy Voice and Data Services	683	658	628	604	581	560	538	**534**
Other Service and Equipment	503	571	512	450	421	398	375	**377**
Total Operating Revenues	$ 3,256	$ 3,338	$ 3,257	$ 3,161	$ 3,111	$ 3,050	$ 3,041	**$ 3,116**
Operating Expenses								
Operations and support	1,961	1,847	1,894	1,749	1,769	1,797	2,004	**2,012**
Depreciation and amortization	709	715	730	726	712	730	734	**738**
Total Operating Expenses	2,670	2,562	2,624	2,475	2,481	2,527	2,738	**2,750**
Operating Income	$ 586	$ 776	$ 633	$ 686	$ 630	$ 523	$ 303	**$ 366**
Operating Income Margin	18.0%	23.2%	19.4%	21.7%	20.3%	17.1%	10.0%	**11.7%**
EBITDA[1]	$ 1,295	$ 1,491	$ 1,363	$ 1,412	$ 1,342	$ 1,253	$ 1,037	**$ 1,104**
EBITDA Margin[1]	39.8%	44.7%	41.8%	44.7%	43.1%	41.1%	34.1%	**35.4%**

* Financial results for the former Entertainment Group business are included on page 17.

Communications

Broadband Operating Volumes and Statistics

Volumes in thousands

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Total Broadband Connections	14,454	14,420	14,301	14,119	14,046	13,944	14,102	**14,100**
IP-Fiber	3,060	3,378	3,696	3,887	4,096	4,321	4,678	**4,951**
IP-Non Fiber	10,762	10,444	10,043	9,711	9,458	9,154	8,984	**8,742**
DSL	632	598	562	521	492	469	440	**407**
Total Broadband Net Adds	45	(34)	(119)	(182)	(73)	(102)	158	**(2)**
IP-Fiber	297	318	318	191	209	225	357	**273**
IP-Non Fiber	(204)	(318)	(401)	(332)	(253)	(304)	(170)	**(242)**
DSL	(48)	(34)	(36)	(41)	(29)	(23)	(29)	**(33)**
IP Broadband ARPU[11]	$ 50.10	$ 50.82	$ 51.21	$ 51.36	$ 51.84	$ 51.61	$ 52.43	**$ 53.72**

See Notes to Financial and Operational Trends on page 16.

Communications

Business Wireline Results[8]

Dollars in millions

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues								
Strategic and Managed Services[12]	$ 3,776	$ 3,832	$ 3,897	$ 3,925	$ 3,877	$ 3,941	$ 3,964	**$ 4,006**
Legacy Voice and Data Services	2,397	2,324	2,252	2,207	2,129	2,067	2,031	**1,956**
Equipment	159	178	199	249	174	205	182	**209**
Other	143	271	153	205	149	159	161	**148**
Total Operating Revenues	$ 6,475	$ 6,605	$ 6,501	$ 6,586	$ 6,329	$ 6,372	$ 6,338	**$ 6,319**
Operating Expenses								
Operations and support	4,027	3,969	4,017	4,056	3,943	3,772	3,826	**3,993**
Depreciation and amortization	1,206	1,226	1,255	1,247	1,287	1,304	1,315	**1,320**
Total Operating Expenses	5,233	5,195	5,272	5,303	5,230	5,076	5,141	**5,313**
Operating Income	$ 1,242	$ 1,410	$ 1,229	$ 1,283	$ 1,099	$ 1,296	$ 1,197	**$ 1,006**
Operating Income Margin	19.2%	21.3%	18.9%	19.5%	17.4%	20.3%	18.9%	**15.9%**
EBITDA[1]	$ 2,448	$ 2,636	$ 2,484	$ 2,530	$ 2,386	$ 2,600	$ 2,512	**$ 2,326**
EBITDA Margin[1]	37.8%	39.9%	38.2%	38.4%	37.7%	40.8%	39.6%	**36.8%**

Communications

Supplemental Business Solutions Results (Wireline and Business Mobility)[8,13]

Dollars in millions

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues	$ 8,843	$ 9,103	$ 9,079	$ 9,340	$ 8,988	$ 8,842	$ 8,950	**$ 9,192**
Total Wireless Revenues	2,368	2,498	2,578	2,754	2,659	2,470	2,612	**2,873**
Operating Income	$ 1,725	$ 2,065	$ 1,887	$ 1,826	$ 1,675	$ 1,801	$ 1,813	**$ 1,461**
EBITDA[1]	$ 3,234	$ 3,594	$ 3,443	$ 3,380	$ 3,286	$ 3,424	$ 3,448	**$ 3,101**

See Notes to Financial and Operational Trends on page 16.

WarnerMedia

Statement of Segment Income[14*]

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Segment Operating Revenues									
Turner	$ 3,212	$ 3,443	$ 3,410	$ 3,007	$ 3,262	$ 3,162	$ 2,988	$ 3,176	**$ 3,242**
Home Box Office	1,673	1,510	1,716	1,819	1,704	1,497	1,627	1,781	**1,903**
Warner Bros.	4,476	3,518	3,389	3,333	4,118	3,240	3,256	2,411	**3,247**
Eliminations and other	377	276	262	123	369	(134)	(1,143)	27	**162**
Total Segment Operating Revenues	$ 9,738	$ 8,747	$ 8,777	$ 8,282	$ 9,453	$ 7,765	$ 6,728	$ 7,395	**$ 8,554**
Segment Operating Expenses									
Operations and support	6,589	6,089	6,376	5,259	6,448	5,605	4,656	5,483	**5,835**
Depreciation and amortization	141	155	102	163	169	161	164	169	**177**
Total Segment Operating Expenses	6,730	6,244	6,478	5,422	6,617	5,766	4,820	5,652	**6,012**
Segment Operating Income	$ 3,008	$ 2,503	$ 2,299	$ 2,860	$ 2,836	$ 1,999	$ 1,908	$ 1,743	**$ 2,542**
Equity in Net Income (Loss) of Affiliates	79	67	55	16	23	15	4	12	**(13)**
Segment Contribution	$ 3,087	$ 2,570	$ 2,354	$ 2,876	$ 2,859	$ 2,014	$ 1,912	$ 1,755	**$ 2,529**
Segment Operating Income Margin	30.9%	28.6%	26.2%	34.5%	30.0%	25.7%	28.4%	23.6%	**29.7%**
EBITDA[1]	$ 3,149	$ 2,658	$ 2,401	$ 3,023	$ 3,005	$ 2,160	$ 2,072	$ 1,912	**$ 2,719**
EBITDA Margin[1]	32.3%	30.4%	27.4%	36.5%	31.8%	27.8%	30.8%	25.9%	**31.8%**
Total Programming and Production Costs[14,15]	$ 3,796	$ 3,586	$ 3,654	$ 2,882	$ 3,826	$ 3,082	$ 2,375	$ 3,180	**$ 3,040**

* Financial results for the former WarnerMedia and Xandr segments on a standalone basis are included on page 18.

WarnerMedia

Turner Results

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues									
Subscription	$ 1,844	$ 1,965	$ 1,943	$ 1,927	$ 1,901	$ 2,049	$ 1,804	$ 1,840	**$ 1,920**
Advertising	1,149	1,261	1,266	913	1,126	957	796	1,077	**1,111**
Content and other	219	217	201	167	235	156	388	259	**211**
Total Operating Revenues	$ 3,212	$ 3,443	$ 3,410	$ 3,007	$ 3,262	$ 3,162	$ 2,988	$ 3,176	**$ 3,242**
Operating Expenses									
Operations and support	1,861	2,136	2,217	1,460	1,927	1,710	1,347	2,088	**1,809**
Depreciation and amortization	60	60	39	68	68	69	69	69	**70**
Total Operating Expenses	1,921	2,196	2,256	1,528	1,995	1,779	1,416	2,157	**1,879**
Operating Income	$ 1,291	$ 1,247	$ 1,154	$ 1,479	$ 1,267	$ 1,383	$ 1,572	$ 1,019	**$ 1,363**
Operating Income Margin	40.2%	36.2%	33.8%	49.2%	38.8%	43.7%	52.6%	32.1%	**42.0%**
Programming Costs[15]	$ 1,111	$ 1,445	$ 1,533	$ 795	$ 1,234	$ 1,104	$ 700	$ 1,511	**$ 1,118**

See Notes to Financial and Operational Trends on page 16.

WarnerMedia
Home Box Office Results

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues									
Subscription	$ 1,414	$ 1,334	$ 1,516	$ 1,533	$ 1,431	$ 1,338	$ 1,441	$ 1,624	**$ 1,687**
Content and other	259	176	200	286	273	159	186	157	**216**
Total Operating Revenues	$ 1,673	$ 1,510	$ 1,716	$ 1,819	$ 1,704	$ 1,497	$ 1,627	$ 1,781	**$ 1,903**
Operating Expenses									
Operations and support	1,025	921	1,131	1,072	1,188	1,053	1,489	1,694	**1,792**
Depreciation and amortization	26	22	12	33	35	21	25	27	**25**
Total Operating Expenses	1,051	943	1,143	1,105	1,223	1,074	1,514	1,721	**1,817**
Operating Income	$ 622	$ 567	$ 573	$ 714	$ 481	$ 423	$ 113	$ 60	**$ 86**
Operating Income Margin	37.2%	37.5%	33.4%	39.3%	28.2%	28.3%	6.9%	3.4%	**4.5%**
Programming Costs[15]	$ 561	$ 482	$ 606	$ 622	$ 648	$ 585	$ 806	$ 966	**$ 899**

WarnerMedia
Warner Bros. Results

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues									
Theatrical product	$ 2,085	$ 1,506	$ 1,527	$ 1,375	$ 1,570	$ 1,106	$ 1,029	$ 1,068	**$ 1,186**
Television product	1,827	1,613	1,310	1,461	1,983	1,769	1,876	960	**1,566**
Games and other	564	399	552	497	565	365	351	383	**495**
Total Operating Revenues	$ 4,476	$ 3,518	$ 3,389	$ 3,333	$ 4,118	$ 3,240	$ 3,256	$ 2,411	**$ 3,247**
Operating Expenses									
Operations and support	3,623	2,919	2,918	2,706	3,273	2,950	2,583	1,973	**2,411**
Depreciation and amortization	42	52	31	39	40	41	40	43	**45**
Total Operating Expenses	3,665	2,971	2,949	2,745	3,313	2,991	2,623	2,016	**2,456**
Operating Income	$ 811	$ 547	$ 440	$ 588	$ 805	$ 249	$ 633	$ 395	**$ 791**
Operating Income Margin	18.1%	15.5%	13.0%	17.6%	19.5%	7.7%	19.4%	16.4%	**24.4%**
Film and Television Production Costs[15]	$ 2,238	$ 1,746	$ 1,626	$ 1,618	$ 2,103	$ 1,824	$ 1,893	$ 1,176	**$ 1,592**

See Notes to Financial and Operational Trends on page 16.

WarnerMedia
Supplemental Eliminations and Other Revenues[14]
Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues									
Xandr	$ 566	$ 426	$ 485	$ 504	$ 607	$ 489	$ 362	$ 497	**$ 741**
Corporate and Other	105	35	49	44	81	47	35	41	**57**
Eliminations	(294)	(185)	(272)	(425)	(319)	(670)	(1,540)	(511)	**(636)**
Total Eliminations and Other Revenues	$ 377	$ 276	$ 262	$ 123	$ 369	$ (134)	$ (1,143)	$ 27	**$ 162**

WarnerMedia
Operating Volumes[16]
Volumes in thousands

Unaudited	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Total Domestic HBO Max and HBO Subscribers	34,587	33,096	36,347	38,033	**41,528**
HBO Max - Wholesale	-	-	23,594	25,106	**30,785**
HBO Max - Retail	-	-	2,975	3,625	**6,880**
HBO	30,331	28,829	5,918	5,614	**197**
HBO Commercial	4,256	4,267	3,860	3,688	**3,666**
HBO Max - Activations (Cumulative)			4,140	8,612	**17,170**

AT&T Inc.
Supplemental Total Advertising Revenues[2,14]
Dollars in millions

Unaudited	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues								
Turner	$ 1,261	$ 1,266	$ 913	$ 1,126	$ 957	$ 796	$ 1,077	**$ 1,111**
Video	350	399	421	502	413	294	408	**603**
Xandr	426	485	504	607	489	362	497	**741**
Other	80	86	100	116	94	71	99	**122**
Eliminations[4]	(350)	(399)	(421)	(502)	(413)	(294)	(408)	**(603)**
Total Advertising Revenues	$ 1,767	$ 1,837	$ 1,517	$ 1,849	$ 1,540	$ 1,229	$ 1,673	**$ 1,974**

See Notes to Financial and Operational Trends on page 16.

Latin America

Statement of Segment Income

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	12/31/20
Segment Operating Revenues									
Video Entertainment	$ 1,074	$ 1,067	$ 1,032	$ 1,013	$ 982	$ 887	$ 752	$ 753	**$ 762**
Wireless Service	440	442	479	455	487	467	345	385	**459**
Wireless Equipment	329	209	246	262	289	236	135	258	**277**
Total Segment Operating Revenues	$ 1,843	$ 1,718	$ 1,757	$ 1,730	$ 1,758	$ 1,590	$ 1,232	$ 1,396	**$ 1,498**
Segment Operating Expenses									
Operations and support	1,805	1,591	1,694	1,625	1,553	1,497	1,199	1,337	**1,403**
Depreciation and amortization	296	300	284	284	294	281	242	250	**260**
Total Segment Operating Expenses	2,101	1,891	1,978	1,909	1,847	1,778	1,441	1,587	**1,663**
Segment Operating Income (Loss)	(258)	(173)	(221)	(179)	(89)	(188)	(209)	(191)	**(165)**
Equity in Net Income (Loss) of Affiliates	10	-	12	13	2	4	8	14	**(2)**
Segment Contribution	$ (248)	$ (173)	$ (209)	$ (166)	$ (87)	$ (184)	$ (201)	$ (177)	**$ (167)**
Segment Operating Income Margin	-14.0%	-10.1%	-12.6%	-10.3%	-5.1%	-11.8%	-17.0%	-13.7%	**-11.0%**
EBITDA[1]	$ 38	$ 127	$ 63	$ 105	$ 205	$ 93	$ 33	$ 59	**$ 95**
EBITDA Margin[1]	2.1%	7.4%	3.6%	6.1%	11.7%	5.8%	2.7%	4.2%	**6.3%**

Latin America

Vrio and Mexico Results

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	12/31/20
Vrio EBITDA[1]	$ 225	$ 201	$ 151	$ 162	$ 202	$ 104	$ 91	$ 78	**$ 81**
Vrio EBITDA Margin[1]	20.9%	18.8%	14.6%	16.0%	20.6%	11.7%	12.1%	10.4%	**10.6%**
Mexico EBITDA[1]	$ (187)	$ (74)	$ (88)	$ (57)	$ 3	$ (11)	$ (58)	$ (19)	**$ 14**
Mexico EBITDA Margin[1]	-24.3%	-11.4%	-12.1%	-7.9%	0.4%	-1.6%	-12.1%	-3.0%	**1.9%**

Latin America

Operating Volumes and Statistics

Volumes in thousands

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	12/31/20
Vrio Video Connections[17]	13,838	13,584	13,473	13,306	13,331	13,217	10,664	10,893	**10,942**
Vrio Video Net Adds[17]	198	(32)	(111)	(167)	25	(114)	(312)	229	**49**
Mexico Wireless Subscribers[18]	18,321	17,722	18,021	18,619	19,159	19,158	17,973	18,414	**18,943**
Postpaid	5,805	5,642	5,489	5,352	5,103	4,962	4,771	4,710	**4,696**
Prepaid	12,264	11,779	12,180	12,848	13,584	13,692	12,777	13,249	**13,758**
Reseller	252	301	352	419	472	504	425	455	**489**
Mexico Wireless Net Adds	1,016	93	299	598	540	(1)	(1,085)	441	**529**
Mexico Wireless Churn[6]	7.08%	6.69%	7.16%	7.32%	7.43%	6.54%	6.94%	5.90%	**5.95%**
Mexico Wireless ARPU[7]	$ 7.97	$ 7.99	$ 8.61	$ 7.86	$ 8.30	$ 7.78	$ 5.84	$ 6.40	**$ 7.04**

See Notes to Financial and Operational Trends on page 16.

Corporate

Supplemental Results - Corporate[14,19]

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Total Operating Revenues	$ 574	$ 491	$ 508	$ 475	$ 463	$ 471	$ 523	$ 550	**$ 388**
Operating Expenses									
Operations and support	480	726	824	774	955	956	1,011	1,113	**894**
Depreciation and amortization	599	205	172	133	126	89	96	63	**52**
Total Operating Expenses	1,079	931	996	907	1,081	1,045	1,107	1,176	**946**
Operating Loss	$ (505)	$ (440)	$ (488)	$ (432)	$ (618)	$ (574)	$ (584)	$ (626)	**$ (558)**

Corporate

Supplemental Reconciliation of Operations and Support[14]

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operations and Support	$ 480	$ 726	$ 824	$ 774	$ 955	$ 956	$ 1,011	$ 1,113	**$ 894**
Reclassification of amortization of prior service credits	(442)	(454)	(454)	(454)	(454)	(610)	(611)	(611)	**(610)**
Reclassification of WarnerMedia amortization of production costs to Depreciation and Amortization[19]	545	150	112	108	102	69	75	45	**38**
Operations and Support excluding segment reclassifications	$ 583	$ 422	$ 482	$ 428	$ 603	$ 415	$ 475	$ 547	**$ 322**

AT&T Inc.

Other Income (Expense) - Net

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Interest income and other gain/(loss) items[20]	$ 328	$ 210	$ 708	$ 237	$ 18	$ (179)	$ 35	$ (1,150)	**$ 100**
Special termination charges	-	(93)	-	12	-	-	-	-	**-**
Net pension and postretirement credit, excluding actuarial gain/(loss)	660	601	673	733	1,001	982	982	982	**986**
Actuarial gain/(loss)	686	(432)	(1,699)	(1,917)	(1,123)	-	-	(63)	**(4,106)**
Other Income (Expense) - Net	$ 1,674	$ 286	$ (318)	$ (935)	$ (104)	$ 803	$ 1,017	$ (231)	**$ (3,020)**

See Notes to Financial and Operational Trends on page 16.

Notes to Financial and Operational Trends
AT&T Inc.

[1] See Discussion and Reconciliation of Non-GAAP Measures in the Investor Briefing or exhibit 99.1 to Form 8-K dated January 27, 2021.

[2] Results have been reclassified to conform to current-period presentation.

[3] Capital expenditures include interest during construction (see Financial and Operating Statistics Summary on page 2).

[4] Eliminations and consolidation removes transactions that either involve dealings between AT&T companies, including content licensing with WarnerMedia, or relate to advertising arrangements recorded in both the Communications and WarnerMedia segments (approximately $600M revenues in 4Q20). This reconciling item also includes conforming adjustment to the historical presentation of our advertising business.

[5] 4Q20 subscribers include a reduction of 41K subscribers resulting from a true-up after the divestiture of Puerto Rico and U.S. Virgin Islands mobility operations. 3Q20 Prepaid subscribers and Prepaid Phone subscribers exclude 188K subscriber disconnections resulting from updating our prepaid activation policy.

[6] Churn is calculated by dividing the aggregate number of wireless subscribers who canceled service during a month by the total number of wireless subscribers at the beginning of that month. The churn rate for the period is equal to the average of the churn rate for each month of that period.

[7] ARPU is defined as wireless subscriber revenues during the period divided by average wireless subscribers during the period. Wireless service revenues include subscriber revenues and other revenues.

[8] During 4Q20, to further accelerate our ability to innovate and execute in our fast-growing broadband and fiber business, we began operating our video business separately from our broadband and legacy telephony operations. Prior-period results were recast for all periods to split the former Entertainment Group into two separate business units, Video and Broadband, and remove video operations from Business Wireline, combining all video operations into Video.

[9] Premium TV connections and net adds include AT&T TV, which initially launched in 3Q19 and expanded nationwide in 1Q20.

[10] Over-the-top connections include AT&T TV NOW and exclude WatchTV, which launched near end of June 2018. Beginning in January 2021, AT&T TV NOW has been combined with AT&T TV. AT&T TV NOW connections as of 4Q20 include 12K free or substantially free trial-period subscribers. AT&T has successfully retained many subscribers after the expiration of their trial period.

[11] Premium TV ARPU is defined as Service revenues, excluding Over-the-Top revenues and non-premium TV advertising, during the period divided by average premium video connections during the period. IP Broadband ARPU is defined as High-Speed Internet revenues during the period divided by average IP Broadband connections during the period.

[12] Strategic and Managed Services are the next generation wireline capabilities that lead AT&T's most advanced business solutions, includes (1) data services (VPN, dedicated internet ethernet and broadband), (2) voice service (VOIP and cloud-based voice solutions), (3) security and cloud solutions, and (4) managed, professional, and outsourcing services.

[13] In 1Q20, prior-period results were recast to conform to the current period's classification of consumer and business wireless subscribers.

[14] In 4Q20, prior-period results of the WarnerMedia segment have been recast to remove the Crunchyroll anime business that was classified as held-for-sale. This business, which was previously reported in Other operations of the WarnerMedia segment, is instead included in Corporate. In 2Q20, WarnerMedia results have been recast to include Xandr, which was a separate reportable segment prior to 2Q20.

[15] Programming and production costs are included in Operations & Support expenses.

[16] Domestic HBO Max and HBO Subscribers include the following categories: (1) HBO Max – Wholesale: domestic accounts that have access to HBO Max through a wholesale distributor (e.g., MVPDs including AT&T’s video, broadband and mobility businesses), (2) HBO Max – Retail: domestic accounts that have access to HBO Max and are billed directly by WarnerMedia or by a third party via in-app purchase, (3) HBO: domestic accounts that do not have access to HBO Max, and (4) HBO Commercial: domestic accounts that do not have access to HBO Max and are billed on a bulk basis (e.g., hotels, etc.). Domestic HBO Max and HBO Subscribers do not include customers that are part of a free trial. Activation occurs when an: (1) HBO Max - Retail subscriber opts into or signs up for HBO Max and has a valid payment method on file, or (2) HBO Max - Wholesale subscriber signs in to HBO Max for the first time using valid credentials, and does not account for wholesale churn.

[17] Vrio Video connections and net adds include satellite and over-the-top. 2Q20 Video connections include a reduction of 2.2M subscriber disconnections resulting from the closure of DIRECTV operations in Venezuela.

[18] 2Q20 Reseller subscriber count includes 101K reduction for subscriber disconnections resulting from conforming to AT&T's policy on reporting of fixed wireless resellers.

[19] Corporate includes: (1) businesses no longer integral to our operations or which we no longer actively market, (2) corporate support functions, (3) impacts of corporate-wide decisions for which the individual operating segments are not being evaluated, (4) the reclassification of the amortization of prior service credits, which we continue to report with segment operating expenses, to consolidated "Other Income (Expense) - Net", and (5) the recharacterization of programming intangible asset amortization, for released programming acquired in the Time Warner acquisition, which we continue to report within WarnerMedia segment operating expense, to consolidated amortization expense. The largest corporate operations included are other wholesale operations and Crunchyroll (held for sale). Prior to 4Q20, Corporate included Puerto Rico and U.S. Virgin Islands mobility and business wireline operations (divested in October 2020).

[20] 4Q20 Interest income and other gain/(loss) include certain items which have been excluded from adjusted EPS. See Adjusting Items in the Discussion and Reconciliation of Non-GAAP Measures in the Investor Briefing.

As a courtesy to investors, we are providing financial results for the former Entertainment Group business unit for only the fourth quarter of 2020 to assist in the transition and understanding of the combined results of the separate reporting for the Video and Broadband business units.

Communications

Entertainment Group Results - Historical[8]

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Operating Revenues									
Video Entertainment	$ 8,676	$ 8,074	$ 8,035	$ 7,933	$ 8,068	$ 7,395	$ 6,976	$ 6,964	**$ 7,122**
High-Speed Internet	2,052	2,070	2,109	2,117	2,107	2,109	2,092	2,128	**2,205**
Legacy Voice and Data Services	724	683	658	628	604	581	560	538	**534**
Other Service and Equipment	510	501	566	519	454	430	441	423	**421**
Total Operating Revenues	$ 11,962	$ 11,328	$ 11,368	$ 11,197	$ 11,233	$ 10,515	$ 10,069	$ 10,053	**$ 10,282**
Operating Expenses									
Operations and support	9,807	8,527	8,515	8,797	9,189	7,891	7,730	7,997	**8,553**
Depreciation and amortization	1,329	1,323	1,339	1,316	1,298	1,289	1,309	1,277	**1,244**
Total Operating Expenses	11,136	9,850	9,854	10,113	10,487	9,180	9,039	9,274	**9,797**
Operating Income	$ 826	$ 1,478	$ 1,514	$ 1,084	$ 746	$ 1,335	$ 1,030	$ 779	**$ 485**
Operating Income Margin	6.9%	13.0%	13.3%	9.7%	6.6%	12.7%	10.2%	7.7%	**4.7%**
EBITDA[1]	$ 2,155	$ 2,801	$ 2,853	$ 2,400	$ 2,044	$ 2,624	$ 2,339	$ 2,056	**$ 1,729**
EBITDA Margin[1]	18.0%	24.7%	25.1%	21.4%	18.2%	25.0%	23.2%	20.5%	**16.8%**

See Notes to Financial and Operational Trends on page 16.

As a courtesy to investors, we are providing financial results for the former WarnerMedia and Xandr segments on a standalone basis for 2020 to assist in the transition and understanding of the combined results.

WarnerMedia

Historical WarnerMedia Segment Results[14]

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Segment Operating Revenues									
Turner	$ 3,212	$ 3,443	$ 3,410	$ 3,007	$ 3,262	$ 3,162	$ 2,988	$ 3,176	**$ 3,242**
Home Box Office	1,673	1,510	1,716	1,819	1,704	1,497	1,627	1,781	**1,903**
Warner Bros.	4,476	3,518	3,389	3,333	4,118	3,240	3,256	2,411	**3,247**
Eliminations and other	(189)	(150)	(223)	(381)	(238)	(623)	(1,505)	(470)	**(579)**
Total Segment Operating Revenues	$ 9,172	$ 8,321	$ 8,292	$ 7,778	$ 8,846	$ 7,276	$ 6,366	$ 6,898	**$ 7,813**
Segment Operating Expenses									
Operations and support	6,409	5,929	6,229	5,097	6,271	5,435	4,489	5,317	**5,643**
Depreciation and amortization	136	142	89	148	152	141	144	149	**155**
Total Segment Operating Expenses	6,545	6,071	6,318	5,245	6,423	5,576	4,633	5,466	**5,798**
Segment Operating Income	$ 2,627	$ 2,250	$ 1,974	$ 2,533	$ 2,423	$ 1,700	$ 1,733	$ 1,432	**$ 2,015**

Xandr

Historical Xandr Segment Results

Dollars in millions

Unaudited	12/31/18	3/31/19	6/30/19	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	**12/31/20**
Segment Operating Revenues	$ 566	$ 426	$ 485	$ 504	$ 607	$ 489	$ 362	$ 497	**$ 741**
Segment Operating Expenses									
Operations and support	180	160	147	162	177	170	167	166	**192**
Depreciation and amortization	5	13	13	15	17	20	20	20	**22**
Total Segment Operating Expenses	185	173	160	177	194	190	187	186	**214**
Segment Operating Income	$ 381	$ 253	$ 325	$ 327	$ 413	$ 299	$ 175	$ 311	**$ 527**

See Notes to Financial and Operational Trends on page 16.