



**2Q2024**  
**EARNINGS**

# Financial and Operational Schedules & Non-GAAP Reconciliations

July 24, 2024

**AT&T Inc.**  
**Financial Data**

<b>Consolidated Statements of Income</b>						
<i>Dollars in millions except per share amounts</i>						
<i>Unaudited</i>						
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Operating Revenues</b>						
Service	\$ 25,006	\$ 24,850	0.6 %	\$ 49,848	\$ 49,467	0.8 %
Equipment	4,791	5,067	(5.4)%	9,977	10,589	(5.8)%
<b>Total Operating Revenues</b>	<b>29,797</b>	<b>29,917</b>	<b>(0.4)%</b>	<b>59,825</b>	<b>60,056</b>	<b>(0.4)%</b>
<b>Operating Expenses</b>						
Cost of revenues						
Equipment	4,815	5,056	(4.8)%	9,958	10,714	(7.1)%
Other cost of revenues (exclusive of depreciation and amortization shown separately below)	6,627	6,771	(2.1)%	13,438	13,444	— %
Selling, general and administrative	7,043	7,009	0.5 %	14,064	14,184	(0.8)%
Asset impairments and abandonments and restructuring	480	—	— %	639	—	— %
Depreciation and amortization	5,072	4,675	8.5 %	10,119	9,306	8.7 %
<b>Total Operating Expenses</b>	<b>24,037</b>	<b>23,511</b>	<b>2.2 %</b>	<b>48,218</b>	<b>47,648</b>	<b>1.2 %</b>
<b>Operating Income</b>	<b>5,760</b>	<b>6,406</b>	<b>(10.1)%</b>	<b>11,607</b>	<b>12,408</b>	<b>(6.5)%</b>
<b>Interest Expense</b>	<b>1,699</b>	<b>1,608</b>	<b>5.7 %</b>	<b>3,423</b>	<b>3,316</b>	<b>3.2 %</b>
<b>Equity in Net Income of Affiliates</b>	<b>348</b>	<b>380</b>	<b>(8.4)%</b>	<b>643</b>	<b>918</b>	<b>(30.0)%</b>
<b>Other Income (Expense) — Net</b>	<b>682</b>	<b>987</b>	<b>(30.9)%</b>	<b>1,133</b>	<b>1,922</b>	<b>(41.1)%</b>
<b>Income Before Income Taxes</b>	<b>5,091</b>	<b>6,165</b>	<b>(17.4)%</b>	<b>9,960</b>	<b>11,932</b>	<b>(16.5)%</b>
<b>Income Tax Expense</b>	<b>1,142</b>	<b>1,403</b>	<b>(18.6)%</b>	<b>2,260</b>	<b>2,717</b>	<b>(16.8)%</b>
<b>Net Income</b>	<b>3,949</b>	<b>4,762</b>	<b>(17.1)%</b>	<b>7,700</b>	<b>9,215</b>	<b>(16.4)%</b>
<b>Less: Net Income Attributable to Noncontrolling Interest</b>	<b>(352)</b>	<b>(273)</b>	<b>(28.9)%</b>	<b>(658)</b>	<b>(498)</b>	<b>(32.1)%</b>
<b>Net Income Attributable to AT&amp;T</b>	<b>\$ 3,597</b>	<b>\$ 4,489</b>	<b>(19.9)%</b>	<b>\$ 7,042</b>	<b>\$ 8,717</b>	<b>(19.2)%</b>
<b>Less: Preferred Stock Dividends</b>	<b>(51)</b>	<b>(52)</b>	<b>1.9 %</b>	<b>(101)</b>	<b>(104)</b>	<b>2.9 %</b>
<b>Net Income Attributable to Common Stock</b>	<b>\$ 3,546</b>	<b>\$ 4,437</b>	<b>(20.1)%</b>	<b>\$ 6,941</b>	<b>\$ 8,613</b>	<b>(19.4)%</b>
<b>Basic Earnings Per Share Attributable to Common Stock</b>	<b>\$ 0.49</b>	<b>\$ 0.61</b>	<b>(19.7)%</b>	<b>\$ 0.96</b>	<b>\$ 1.19</b>	<b>(19.3)%</b>
Weighted Average Common Shares Outstanding (000,000)	7,196	7,180	0.2 %	7,194	7,174	0.3 %
<b>Diluted Earnings Per Share Attributable to Common Stock</b>	<b>\$ 0.49</b>	<b>\$ 0.61</b>	<b>(19.7)%</b>	<b>\$ 0.96</b>	<b>\$ 1.19</b>	<b>(19.3)%</b>
Weighted Average Common Shares Outstanding with Dilution (000,000)	7,198	7,180	0.3 %	7,195	7,327	(1.8)%

Consolidated Balance Sheets		
<i>Dollars in millions</i>		
	<b>Jun. 30, 2024</b>	Dec. 31, 2023
<b>Assets</b>	<b>(Unaudited)</b>	
<b>Current Assets</b>		
Cash and cash equivalents	\$ 3,093	\$ 6,722
Accounts receivable – net of related allowances for credit loss of \$443 and \$499	9,686	10,289
Inventories	1,816	2,177
Prepaid and other current assets	15,273	17,270
<b>Total current assets</b>	<b>29,868</b>	<b>36,458</b>
<b>Property, Plant and Equipment – Net</b>	<b>127,772</b>	<b>128,489</b>
<b>Goodwill – Net</b>	<b>67,854</b>	<b>67,854</b>
<b>Licenses – Net</b>	<b>127,279</b>	<b>127,219</b>
<b>Other Intangible Assets – Net</b>	<b>5,277</b>	<b>5,283</b>
<b>Investments in and Advances to Equity Affiliates</b>	<b>584</b>	<b>1,251</b>
<b>Operating Lease Right-Of-Use Assets</b>	<b>20,582</b>	<b>20,905</b>
<b>Other Assets</b>	<b>18,810</b>	<b>19,601</b>
<b>Total Assets</b>	<b>\$ 398,026</b>	<b>\$ 407,060</b>
<b>Liabilities and Stockholders' Equity</b>		
<b>Current Liabilities</b>		
Debt maturing within one year	\$ 5,249	\$ 9,477
Accounts payable and accrued liabilities	31,173	35,852
Advanced billings and customer deposits	3,981	3,778
Dividends payable	2,026	2,020
<b>Total current liabilities</b>	<b>42,429</b>	<b>51,127</b>
<b>Long-Term Debt</b>	<b>125,355</b>	<b>127,854</b>
<b>Deferred Credits and Other Noncurrent Liabilities</b>		
Deferred income taxes	58,918	58,666
Postemployment benefit obligation	8,744	8,734
Operating lease liabilities	17,174	17,568
Other noncurrent liabilities	24,082	23,696
<b>Total deferred credits and other noncurrent liabilities</b>	<b>108,918</b>	<b>108,664</b>
<b>Redeemable Noncontrolling Interest</b>	<b>1,977</b>	<b>1,973</b>
<b>Stockholders' Equity</b>		
Preferred stock	—	—
Common stock	7,621	7,621
Additional paid-in capital	111,515	114,519
Retained earnings (deficit)	2	(5,015)
Treasury stock	(15,268)	(16,128)
Accumulated other comprehensive income	1,440	2,300
Noncontrolling interest	14,037	14,145
<b>Total stockholders' equity</b>	<b>119,347</b>	<b>117,442</b>
<b>Total Liabilities and Stockholders' Equity</b>	<b>\$ 398,026</b>	<b>\$ 407,060</b>

**AT&T Inc.**  
**Financial Data**

<b>Consolidated Statements of Cash Flows</b>		
<i>Dollars in millions</i>		
<i>Unaudited</i>		
	Six-Month Period	
	2024	2023
<b>Operating Activities</b>		
Net income	\$ 7,700	\$ 9,215
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	10,119	9,306
Provision for uncollectible accounts	942	929
Deferred income tax expense	1,203	1,836
Net (gain) loss on investments, net of impairments	185	(160)
Pension and postretirement benefit expense (credit)	(941)	(1,341)
Actuarial and settlement (gain) loss on pension and postretirement benefits - net	—	(74)
Asset impairments and abandonments and restructuring	639	—
Changes in operating assets and liabilities:		
Receivables	130	1,342
Other current assets	1,149	1,106
Accounts payable and other accrued liabilities	(4,831)	(5,769)
Equipment installment receivables and related sales	(320)	(302)
Deferred customer contract acquisition and fulfillment costs	294	34
Postretirement claims and contributions	(93)	(556)
Other - net	464	1,034
Total adjustments	8,940	7,385
<b>Net Cash Provided by Operating Activities</b>	<b>16,640</b>	<b>16,600</b>
<b>Investing Activities</b>		
Capital expenditures	(8,118)	(8,605)
Acquisitions, net of cash acquired	(270)	(515)
Dispositions	14	16
Distributions from DIRECTV in excess of cumulative equity in earnings	586	974
(Purchases), sales and settlements of securities and investments - net	1,147	(1,056)
Other - net	(336)	(55)
<b>Net Cash Used in Investing Activities</b>	<b>(6,977)</b>	<b>(9,241)</b>
<b>Financing Activities</b>		
Net change in short-term borrowings with original maturities of three months or less	2,686	(914)
Issuance of other short-term borrowings	491	5,406
Repayment of other short-term borrowings	(2,487)	(867)
Issuance of long-term debt	2	9,633
Repayment of long-term debt	(6,910)	(7,609)
Repayment of note payable to DIRECTV	—	(130)
Payment of vendor financing	(1,391)	(3,756)
Purchase of treasury stock	(159)	(189)
Issuance of treasury stock	—	3
Issuance of preferred interests in subsidiary	—	7,151
Redemption of preferred interests in subsidiary	—	(5,333)
Dividends paid	(4,133)	(4,097)
Other - net	(1,392)	(828)
<b>Net Cash Used in Financing Activities</b>	<b>(13,293)</b>	<b>(1,530)</b>
Net increase (decrease) in cash and cash equivalents and restricted cash	(3,630)	5,829
Cash and cash equivalents and restricted cash beginning of year	6,833	3,793
<b>Cash and Cash Equivalents and Restricted Cash End of Period</b>	<b>\$ 3,203</b>	<b>\$ 9,622</b>

**AT&T Inc.**  
**Consolidated Supplementary Data**

Supplementary Financial Data						
<i>Dollars in millions except per share amounts</i>						
<i>Unaudited</i>	Second Quarter		Percent Change	Six-Month Period		Percent Change
	2024	2023		2024	2023	
<b>Capital expenditures</b>						
Purchase of property and equipment	\$ 4,321	\$ 4,224	2.3 %	\$ 8,042	\$ 8,515	(5.6) %
Interest during construction	39	46	(15.2)%	76	90	(15.6) %
<b>Total Capital Expenditures</b>	<b>\$ 4,360</b>	<b>\$ 4,270</b>	<b>2.1 %</b>	<b>\$ 8,118</b>	<b>\$ 8,605</b>	<b>(5.7) %</b>
<b>Acquisitions, net of cash acquired</b>						
Business acquisitions	\$ —	\$ —	— %	\$ —	\$ —	— %
Spectrum acquisitions	2	5	(60.0)%	147	68	— %
Interest during construction - spectrum	57	219	(74.0)%	123	447	(72.5) %
<b>Total Acquisitions</b>	<b>\$ 59</b>	<b>\$ 224</b>	<b>(73.7)%</b>	<b>\$ 270</b>	<b>\$ 515</b>	<b>(47.6) %</b>
Cash paid for interest	\$ 1,567	\$ 1,633	(4.0)%	\$ 3,644	\$ 3,604	1.1 %
Cash paid for income taxes, net of (refunds)	\$ 308	\$ 325	(5.2)%	\$ 299	\$ 335	(10.7) %
Dividends Declared per Common Share	\$ 0.2775	\$ 0.2775	— %	\$0.5550	\$ 0.5550	— %
End of Period Common Shares Outstanding (000,000)				7,170	7,149	0.3 %
Debt Ratio				51.8 %	54.8 %	(300) BP
Total Employees				146,040	156,630	(6.8) %

## COMMUNICATIONS SEGMENT

The Communications segment provides wireless and wireline telecom and broadband services to consumers located in the U.S. and businesses globally. The Communications segment contains three reporting units: Mobility, Business Wireline and Consumer Wireline.

Segment Results						
<i>Dollars in millions</i>						
<i>Unaudited</i>						
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Segment Operating Revenues</b>						
Mobility	\$ 20,480	\$ 20,315	0.8 %	\$ 41,074	\$ 40,897	0.4 %
Business Wireline	4,755	5,279	(9.9)%	9,668	10,610	(8.9)%
Consumer Wireline	3,347	3,251	3.0 %	6,697	6,490	3.2 %
Total Segment Operating Revenues	<u>28,582</u>	<u>28,845</u>	(0.9)%	<u>57,439</u>	<u>57,997</u>	(1.0)%
<b>Segment Operating Income</b>						
Mobility	6,719	6,613	1.6 %	13,187	12,884	2.4 %
Business Wireline	102	396	(74.2)%	166	774	(78.6)%
Consumer Wireline	184	168	9.5 %	397	262	51.5 %
Total Segment Operating Income	<u>\$ 7,005</u>	<u>\$ 7,177</u>	(2.4)%	<u>\$ 13,750</u>	<u>\$ 13,920</u>	(1.2)%

Supplementary Operating Data						
<i>Subscribers and connections in thousands</i>						
<i>Unaudited</i>						
	June 30,		Percent			
	2024	2023	Change			
<b>Broadband Connections</b>						
Broadband	15,185	15,045	0.9 %			
DSL	167	259	(35.5)%			
Total Broadband Connections	<u>15,352</u>	<u>15,304</u>	0.3 %			
<b>Voice Connections</b>						
Retail Consumer Switched Access Lines	3,702	4,677	(20.8)%			
Consumer VoIP Connections	2,387	2,749	(13.2)%			
Total Retail Consumer Voice Connections	<u>6,089</u>	<u>7,426</u>	(18.0)%			
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Broadband Net Additions</b>						
Broadband	42	(16)	— %	107	(30)	— %
DSL	(24)	(25)	4.0 %	(43)	(52)	17.3 %
Total Broadband Net Additions	<u>18</u>	<u>(41)</u>	— %	<u>64</u>	<u>(82)</u>	— %

## Mobility

Mobility provides nationwide wireless service and equipment.

Mobility Results						
<i>Dollars in millions</i>						
<i>Unaudited</i>						
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Operating Revenues</b>						
Service	\$ 16,277	\$ 15,745	3.4 %	\$ 32,271	\$ 31,228	3.3 %
Equipment	4,203	4,570	(8.0) %	8,803	9,669	(9.0) %
<b>Total Operating Revenues</b>	<b>20,480</b>	<b>20,315</b>	<b>0.8 %</b>	<b>41,074</b>	<b>40,897</b>	<b>0.4 %</b>
<b>Operating Expenses</b>						
Operations and support	11,285	11,579	(2.5) %	22,924	23,792	(3.6) %
Depreciation and amortization	2,476	2,123	16.6 %	4,963	4,221	17.6 %
<b>Total Operating Expenses</b>	<b>13,761</b>	<b>13,702</b>	<b>0.4 %</b>	<b>27,887</b>	<b>28,013</b>	<b>(0.4) %</b>
<b>Operating Income</b>	<b>\$ 6,719</b>	<b>\$ 6,613</b>	<b>1.6 %</b>	<b>\$ 13,187</b>	<b>\$ 12,884</b>	<b>2.4 %</b>
<b>Operating Income Margin</b>	<b>32.8 %</b>	<b>32.6 %</b>	<b>20 BP</b>	<b>32.1 %</b>	<b>31.5 %</b>	<b>60 BP</b>

Supplementary Operating Data						
<i>Subscribers and connections in thousands</i>						
<i>Unaudited</i>						
	June 30,		Percent			
	2024	2023	Change			
<b>Mobility Subscribers</b>						
Postpaid	87,999	85,846	2.5 %			
Postpaid phone	71,930	70,331	2.3 %			
Prepaid	19,271	19,352	(0.4) %			
Reseller	8,204	6,656	23.3 %			
<b>Total Mobility Subscribers<sup>1</sup></b>	<b>115,474</b>	<b>111,854</b>	<b>3.2 %</b>			
<sup>1</sup> Effective with our first-quarter 2024 reporting, we have removed connected devices from our total Mobility subscribers, consistent with industry standards and our key performance metrics. Connected devices include data-centric devices such as session-based tablets, monitoring devices and primarily wholesale automobile systems.						
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Mobility Net Additions</b>						
Postpaid Phone Net Additions	419	326	28.5 %	768	750	2.4 %
<b>Total Phone Net Additions</b>	<b>454</b>	<b>449</b>	<b>1.1 %</b>	<b>804</b>	<b>913</b>	<b>(11.9) %</b>
Postpaid	593	464	27.8 %	982	1,006	(2.4) %
Prepaid	82	167	(50.9) %	83	207	(59.9) %
Reseller	322	432	(25.5) %	673	540	24.6 %
<b>Total Mobility Net Additions<sup>1</sup></b>	<b>997</b>	<b>1,063</b>	<b>(6.2) %</b>	<b>1,738</b>	<b>1,753</b>	<b>(0.9) %</b>
Postpaid Churn	0.85 %	0.95 %	(10) BP	0.87 %	0.97 %	(10) BP
Postpaid Phone-Only Churn	0.70 %	0.79 %	(9) BP	0.71 %	0.80 %	(9) BP
<sup>1</sup> Excludes migrations between wireless subscriber categories, including connected devices, and acquisition-related activity during the period.						

## Business Wireline

Business Wireline provides advanced ethernet-based fiber services, IP Voice and managed professional services, our fixed wireless access product, traditional voice and data services and related equipment to business customers.

Business Wireline Results						
<i>Dollars in millions</i>						
<i>Unaudited</i>						
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Operating Revenues</b>						
Service	\$ 4,571	\$ 5,114	(10.6) %	\$ 9,271	\$ 10,314	(10.1) %
Equipment	184	165	11.5 %	397	296	34.1 %
<b>Total Operating Revenues</b>	<b>4,755</b>	<b>5,279</b>	<b>(9.9) %</b>	<b>9,668</b>	<b>10,610</b>	<b>(8.9) %</b>
<b>Operating Expenses</b>						
Operations and support	3,267	3,550	(8.0) %	6,754	7,173	(5.8) %
Depreciation and amortization	1,386	1,333	4.0 %	2,748	2,663	3.2 %
<b>Total Operating Expenses</b>	<b>4,653</b>	<b>4,883</b>	<b>(4.7) %</b>	<b>9,502</b>	<b>9,836</b>	<b>(3.4) %</b>
<b>Operating Income</b>	<b>\$ 102</b>	<b>\$ 396</b>	<b>(74.2) %</b>	<b>\$ 166</b>	<b>\$ 774</b>	<b>(78.6) %</b>
<b>Operating Income Margin</b>	<b>2.1 %</b>	<b>7.5 %</b>	<b>(540) BP</b>	<b>1.7 %</b>	<b>7.3 %</b>	<b>(560) BP</b>

## Consumer Wireline

Consumer Wireline provides broadband services, including fiber connections that provide multi-gig services to residential customers in select locations and our fixed wireless access product that provides home internet services. Consumer Wireline also provides legacy telephony voice communication services.

Consumer Wireline Results						
<i>Dollars in millions</i>						
<i>Unaudited</i>						
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Operating Revenues</b>						
Broadband	\$ 2,741	\$ 2,561	7.0 %	\$ 5,463	\$ 5,088	7.4 %
Legacy voice and data services	323	383	(15.7) %	665	779	(14.6) %
Other service and equipment	283	307	(7.8) %	569	623	(8.7) %
<b>Total Operating Revenues</b>	<b>3,347</b>	<b>3,251</b>	<b>3.0 %</b>	<b>6,697</b>	<b>6,490</b>	<b>3.2 %</b>
<b>Operating Expenses</b>						
Operations and support	2,249	2,226	1.0 %	4,505	4,510	(0.1) %
Depreciation and amortization	914	857	6.7 %	1,795	1,718	4.5 %
<b>Total Operating Expenses</b>	<b>3,163</b>	<b>3,083</b>	<b>2.6 %</b>	<b>6,300</b>	<b>6,228</b>	<b>1.2 %</b>
<b>Operating Income</b>	<b>\$ 184</b>	<b>\$ 168</b>	<b>9.5 %</b>	<b>\$ 397</b>	<b>\$ 262</b>	<b>51.5 %</b>
<b>Operating Income Margin</b>	<b>5.5 %</b>	<b>5.2 %</b>	<b>30 BP</b>	<b>5.9 %</b>	<b>4.0 %</b>	<b>190 BP</b>

Supplementary Operating Data						
<i>Subscribers and connections in thousands</i>						
<i>Unaudited</i>						
	June 30,		Percent			
	2024	2023	Change			
<b>Broadband Connections</b>						
Total Broadband and DSL Connections	13,962	13,895	0.5 %			
Broadband <sup>1</sup>	13,836	13,695	1.0 %			
Fiber Broadband Connections	8,798	7,738	13.7 %			
<b>Voice Connections</b>						
Retail Consumer Switched Access Lines	1,468	1,829	(19.7) %			
Consumer VoIP Connections	1,794	2,126	(15.6) %			
<b>Total Retail Consumer Voice Connections</b>	<b>3,262</b>	<b>3,955</b>	<b>(17.5) %</b>			
<sup>1</sup> Includes AT&T Internet Air						
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Broadband Net Additions</b>						
Total Broadband and DSL Net Additions	32	(54)	— %	72	(96)	— %
Broadband Net Additions <sup>1</sup>	52	(35)	— %	107	(58)	— %
Fiber Broadband Net Additions	239	251	(4.8) %	491	523	(6.1) %
<sup>1</sup> Includes AT&T Internet Air						

## LATIN AMERICA SEGMENT

The segment provides wireless services and equipment to customers in Mexico.

Segment Results						
<i>Dollars in millions</i>						
<i>Unaudited</i>						
	Second Quarter		Percent	Six-Month Period		Percent
	2024	2023	Change	2024	2023	Change
<b>Operating Revenues</b>						
Wireless service	\$ 699	\$ 635	10.1 %	\$ 1,389	\$ 1,226	13.3 %
Wireless equipment	404	332	21.7 %	777	624	24.5 %
<b>Total Segment Operating Revenues</b>	<b>1,103</b>	<b>967</b>	<b>14.1 %</b>	<b>2,166</b>	<b>1,850</b>	<b>17.1 %</b>
<b>Operating Expenses</b>						
Operations and support	925	821	12.7 %	1,808	1,559	16.0 %
Depreciation and amortization	172	185	(7.0) %	349	360	(3.1) %
<b>Total Segment Operating Expenses</b>	<b>1,097</b>	<b>1,006</b>	<b>9.0 %</b>	<b>2,157</b>	<b>1,919</b>	<b>12.4 %</b>
<b>Operating Income (Loss)</b>	<b>\$ 6</b>	<b>\$ (39)</b>	<b>— %</b>	<b>\$ 9</b>	<b>\$ (69)</b>	<b>— %</b>
<b>Operating Income Margin</b>	<b>0.5 %</b>	<b>(4.0)%</b>	<b>450 BP</b>	<b>0.4 %</b>	<b>(3.7)%</b>	<b>410 BP</b>

Supplementary Operating Data			
<i>Subscribers and connections in thousands</i>			
<i>Unaudited</i>			
	June 30,		Percent
	2024	2023	Change
<b>Mexico Wireless Subscribers</b>			
Postpaid	5,494	5,030	9.2 %
Prepaid	16,809	16,196	3.8 %
Reseller	333	463	(28.1) %
<b>Total Mexico Wireless Subscribers</b>	<b>22,636</b>	<b>21,689</b>	<b>4.4 %</b>
	Second Quarter		Percent
	2024	2023	Change
<b>Mexico Wireless Net Additions</b>			
Postpaid	142	56	— %
Prepaid	67	50	34.0 %
Reseller	(32)	(30)	(6.7) %
<b>Total Mexico Wireless Net Additions</b>	<b>177</b>	<b>76</b>	<b>— %</b>

## SUPPLEMENTAL SEGMENT RECONCILIATION

Three Months Ended					
<i>Dollars in millions</i>					
<i>Unaudited</i>					
<b>June 30, 2024</b>					
	Revenues	Operations and Support Expenses	EBITDA	Depreciation and Amortization	Operating Income (Loss)
<b>Communications</b>					
Mobility	\$ 20,480	\$ 11,285	\$ 9,195	\$ 2,476	\$ 6,719
Business Wireline	4,755	3,267	1,488	1,386	102
Consumer Wireline	3,347	2,249	1,098	914	184
Total Communications	28,582	16,801	11,781	4,776	7,005
<b>Latin America - Mexico</b>	<b>1,103</b>	<b>925</b>	<b>178</b>	<b>172</b>	<b>6</b>
Segment Total	29,685	17,726	11,959	4,948	7,011
Corporate and Other					
Corporate:					
DTV-related retained costs	—	116	(116)	102	(218)
Parent administration support	—	443	(443)	2	(445)
Securitization fees	29	150	(121)	—	(121)
Value portfolio	83	25	58	5	53
Total Corporate	112	734	(622)	109	(731)
Certain significant items	—	505	(505)	15	(520)
Total Corporate and Other	112	1,239	(1,127)	124	(1,251)
AT&T Inc.	\$ 29,797	\$ 18,965	\$ 10,832	\$ 5,072	\$ 5,760
<i>June 30, 2023</i>					
	Revenues	Operations and Support Expenses	EBITDA	Depreciation and Amortization	Operating Income (Loss)
<b>Communications</b>					
Mobility	\$ 20,315	\$ 11,579	\$ 8,736	\$ 2,123	\$ 6,613
Business Wireline	5,279	3,550	1,729	1,333	396
Consumer Wireline	3,251	2,226	1,025	857	168
Total Communications	28,845	17,355	11,490	4,313	7,177
<b>Latin America - Mexico</b>	<b>967</b>	<b>821</b>	<b>146</b>	<b>185</b>	<b>(39)</b>
Segment Total	29,812	18,176	11,636	4,498	7,138
Corporate and Other					
Corporate:					
DTV-related retained costs	—	178	(178)	152	(330)
Parent administration support	(3)	332	(335)	2	(337)
Securitization fees	17	154	(137)	—	(137)
Value portfolio	91	24	67	6	61
Total Corporate	105	688	(583)	160	(743)
Certain significant items	—	(28)	28	17	11
Total Corporate and Other	105	660	(555)	177	(732)
AT&T Inc.	\$ 29,917	\$ 18,836	\$ 11,081	\$ 4,675	\$ 6,406

## SUPPLEMENTAL SEGMENT RECONCILIATION

Six Months Ended					
<i>Dollars in millions</i>					
<i>Unaudited</i>					
<b>June 30, 2024</b>					
	Revenues	Operations and Support Expenses	EBITDA	Depreciation and Amortization	Operating Income (Loss)
<b>Communications</b>					
Mobility	\$ 41,074	\$ 22,924	\$ 18,150	\$ 4,963	\$ 13,187
Business Wireline	9,668	6,754	2,914	2,748	166
Consumer Wireline	6,697	4,505	2,192	1,795	397
Total Communications	57,439	34,183	23,256	9,506	13,750
<b>Latin America - Mexico</b>	<b>2,166</b>	<b>1,808</b>	<b>358</b>	<b>349</b>	<b>9</b>
Segment Total	59,605	35,991	23,614	9,855	13,759
<b>Corporate and Other</b>					
Corporate:					
DTV-related retained costs	—	250	(250)	222	(472)
Parent administration support	—	835	(835)	3	(838)
Securitization fees	55	315	(260)	—	(260)
Value portfolio	165	51	114	9	105
Total Corporate	220	1,451	(1,231)	234	(1,465)
Certain significant items	—	657	(657)	30	(687)
Total Corporate and Other	220	2,108	(1,888)	264	(2,152)
AT&T Inc.	\$ 59,825	\$ 38,099	\$ 21,726	\$ 10,119	\$ 11,607
<i>June 30, 2023</i>					
	Revenues	Operations and Support Expenses	EBITDA	Depreciation and Amortization	Operating Income (Loss)
<b>Communications</b>					
Mobility	\$ 40,897	\$ 23,792	\$ 17,105	\$ 4,221	\$ 12,884
Business Wireline	10,610	7,173	3,437	2,663	774
Consumer Wireline	6,490	4,510	1,980	1,718	262
Total Communications	57,997	35,475	22,522	8,602	13,920
<b>Latin America - Mexico</b>	<b>1,850</b>	<b>1,559</b>	<b>291</b>	<b>360</b>	<b>(69)</b>
Segment Total	59,847	37,034	22,813	8,962	13,851
<b>Corporate and Other</b>					
Corporate:					
DTV-related retained costs	—	347	(347)	296	(643)
Parent administration support	(12)	706	(718)	3	(721)
Securitization fees	36	275	(239)	—	(239)
Value portfolio	185	52	133	11	122
Total Corporate	209	1,380	(1,171)	310	(1,481)
Certain significant items	—	(72)	72	34	38
Total Corporate and Other	209	1,308	(1,099)	344	(1,443)
AT&T Inc.	\$ 60,056	\$ 38,342	\$ 21,714	\$ 9,306	\$ 12,408

## Discussion and Reconciliation of Non-GAAP Measures

We believe the following measures are relevant and useful information to investors as they are part of AT&T's internal management reporting and planning processes and are important metrics that management uses to evaluate the operating performance of AT&T and its segments. Management also uses these measures as a method of comparing performance with that of many of our competitors. These measures should be considered in addition to, but not as a substitute for, other measures of financial performance reported in accordance with U.S. generally accepted accounting principles (GAAP).

### Free Cash Flow

Free cash flow is defined as cash from operations and cash distributions from DIRECTV classified as investing activities minus capital expenditures and cash paid for vendor financing (classified as financing activities). Free cash flow after dividends is defined as cash from operations and cash distributions from DIRECTV classified as investing activities, minus capital expenditures, cash paid for vendor financing and dividends on common and preferred shares. Free cash flow dividend payout ratio is defined as the percentage of dividends paid on common and preferred shares to free cash flow. We believe these metrics provide useful information to our investors because management views free cash flow as an important indicator of how much cash is generated by routine business operations, including capital expenditures and vendor financing, and from our continued economic interest in the U.S. video operations as part of our DIRECTV equity method investment, and makes decisions based on it. Management also views free cash flow as a measure of cash available to pay debt and return cash to shareowners.

Free Cash Flow and Free Cash Flow Dividend Payout Ratio				
<i>Dollars in millions</i>				
	Second Quarter		Six-Month Period	
	2024	2023	2024	2023
Net cash provided by operating activities <sup>1</sup>	\$ 9,093	\$ 9,922	\$ 16,640	\$ 16,600
Add: Distributions from DIRECTV classified as investing activities	392	200	586	974
Less: Capital expenditures	(4,360)	(4,270)	(8,118)	(8,605)
Less: Cash paid for vendor financing	(550)	(1,643)	(1,391)	(3,756)
<b>Free Cash Flow</b>	<b>4,575</b>	<b>4,209</b>	<b>7,717</b>	<b>5,213</b>
Less: Dividends paid	(2,099)	(2,083)	(4,133)	(4,097)
Free Cash Flow after Dividends	\$ 2,476	\$ 2,126	\$ 3,584	\$ 1,116
<b>Free Cash Flow Dividend Payout Ratio</b>	<b>45.9 %</b>	<b>49.5 %</b>	<b>53.6 %</b>	<b>78.6 %</b>

Includes distributions from DIRECTV of \$350 and \$674 in the second quarter and for the first six months of 2024, and \$377 and \$911 in the second quarter and for the first six months of 2023.

### Cash Paid for Capital Investment

In connection with capital improvements, we negotiate with some of our vendors to obtain favorable payment terms of 120 days or more, referred to as vendor financing, which are excluded from capital expenditures and reported in accordance with GAAP as financing activities. We present an additional view of cash paid for capital investment to provide investors with a comprehensive view of cash used to invest in our networks, product developments and support systems.

Cash Paid for Capital Investment				
<i>Dollars in millions</i>				
	Second Quarter		Six-Month Period	
	2024	2023	2024	2023
Capital Expenditures	\$ (4,360)	\$ (4,270)	\$ (8,118)	\$ (8,605)
Cash paid for vendor financing	(550)	(1,643)	(1,391)	(3,756)
<b>Cash paid for Capital Investment</b>	<b>\$ (4,910)</b>	<b>\$ (5,913)</b>	<b>\$ (9,509)</b>	<b>\$ (12,361)</b>

### EBITDA

Our calculation of EBITDA, as presented, may differ from similarly titled measures reported by other companies. For AT&T, EBITDA excludes other income (expense) – net, and equity in net income (loss) of affiliates, as these do not reflect the operating results of our subscriber base or operations that are not under our control. Equity in net income (loss) of affiliates represents the proportionate share of the net income (loss) of affiliates in which we exercise significant influence, but do not control. Because we do not control these entities, management excludes these results when evaluating the performance of our

primary operations. EBITDA also excludes interest expense and the provision for income taxes. Excluding these items eliminates the expenses associated with our capital and tax structures. Finally, EBITDA excludes depreciation and amortization in order to eliminate the impact of capital investments. EBITDA does not give effect to cash used for debt service requirements and thus does not reflect available funds for distributions, reinvestment or other discretionary uses. EBITDA is not presented as an alternative measure of operating results or cash flows from operations, as determined in accordance with GAAP.

EBITDA service margin is calculated as EBITDA divided by service revenues.

These measures are used by management as a gauge of our success in acquiring, retaining and servicing subscribers because we believe these measures reflect AT&T's ability to generate and grow subscriber revenues while providing a high level of customer service in a cost-effective manner. Management also uses these measures as a method of comparing cash generation potential with that of many of its competitors. The financial and operating metrics which affect EBITDA include the key revenue and expense drivers for which management is responsible and upon which we evaluate performance.

We believe EBITDA Service Margin (EBITDA as a percentage of service revenues) to be a more relevant measure than EBITDA Margin (EBITDA as a percentage of total revenue) for our Mobility business unit operating margin. We also use wireless service revenues to calculate margin to facilitate comparison, both internally and externally with our wireless competitors, as they calculate their margins using wireless service revenues as well.

There are material limitations to using these non-GAAP financial measures. EBITDA, EBITDA margin and EBITDA service margin, as we have defined them, may not be comparable to similarly titled measures reported by other companies. Furthermore, these performance measures do not take into account certain significant items, including depreciation and amortization, interest expense, tax expense and equity in net income (loss) of affiliates. For market comparability, management analyzes performance measures that are similar in nature to EBITDA as we present it, and considering the economic effect of the excluded expense items independently as well as in connection with its analysis of net income as calculated in accordance with GAAP. EBITDA, EBITDA margin and EBITDA service margin should be considered in addition to, but not as a substitute for, other measures of financial performance reported in accordance with GAAP.

<b>EBITDA, EBITDA Margin and EBITDA Service Margin</b>					
<i>Dollars in millions</i>					
	Second Quarter		Six-Month Period		
	2024	2023	2024	2023	
<b>Net Income</b>	\$ 3,949	\$ 4,762	\$ 7,700	\$ 9,215	
Additions:					
Income Tax Expense	1,142	1,403	2,260	2,717	
Interest Expense	1,699	1,608	3,423	3,316	
Equity in Net (Income) of Affiliates	(348)	(380)	(643)	(918)	
Other (Income) Expense - Net	(682)	(987)	(1,133)	(1,922)	
Depreciation and amortization	5,072	4,675	10,119	9,306	
<b>EBITDA</b>	<b>10,832</b>	<b>11,081</b>	<b>21,726</b>	<b>21,714</b>	
Transaction and other costs	35	—	67	—	
Benefit-related (gain) loss	(10)	(28)	(49)	(72)	
Asset impairments and abandonments and restructuring	480	—	639	—	
<b>Adjusted EBITDA<sup>1</sup></b>	<b>\$ 11,337</b>	<b>\$ 11,053</b>	<b>\$ 22,383</b>	<b>\$ 21,642</b>	

<sup>1</sup> See "Adjusting Items" section for additional discussion and reconciliation of adjusted items.

## Segment and Business Unit EBITDA, EBITDA Margin and EBITDA Service Margin

*Dollars in millions*

	Second Quarter		Six-Month Period	
	2024	2023	2024	2023
<b>Communications Segment</b>				
Operating Income	\$ 7,005	\$ 7,177	\$ 13,750	\$ 13,920
Add: Depreciation and amortization	4,776	4,313	9,506	8,602
<b>EBITDA</b>	<b>\$ 11,781</b>	<b>\$ 11,490</b>	<b>\$ 23,256</b>	<b>\$ 22,522</b>
<b>Total Operating Revenues</b>	<b>\$ 28,582</b>	<b>\$ 28,845</b>	<b>\$ 57,439</b>	<b>\$ 57,997</b>
<b>Operating Income Margin</b>	<b>24.5 %</b>	<b>24.9 %</b>	<b>23.9 %</b>	<b>24.0 %</b>
<b>EBITDA Margin</b>	<b>41.2 %</b>	<b>39.8 %</b>	<b>40.5 %</b>	<b>38.8 %</b>
<b>Mobility</b>				
Operating Income	\$ 6,719	\$ 6,613	\$ 13,187	\$ 12,884
Add: Depreciation and amortization	2,476	2,123	4,963	4,221
<b>EBITDA</b>	<b>\$ 9,195</b>	<b>\$ 8,736</b>	<b>\$ 18,150</b>	<b>\$ 17,105</b>
<b>Total Operating Revenues</b>	<b>\$ 20,480</b>	<b>\$ 20,315</b>	<b>\$ 41,074</b>	<b>\$ 40,897</b>
Service Revenues	16,277	15,745	32,271	31,228
<b>Operating Income Margin</b>	<b>32.8 %</b>	<b>32.6 %</b>	<b>32.1 %</b>	<b>31.5 %</b>
<b>EBITDA Margin</b>	<b>44.9 %</b>	<b>43.0 %</b>	<b>44.2 %</b>	<b>41.8 %</b>
<b>EBITDA Service Margin</b>	<b>56.5 %</b>	<b>55.5 %</b>	<b>56.2 %</b>	<b>54.8 %</b>
<b>Business Wireline</b>				
Operating Income	\$ 102	\$ 396	\$ 166	\$ 774
Add: Depreciation and amortization	1,386	1,333	2,748	2,663
<b>EBITDA</b>	<b>\$ 1,488</b>	<b>\$ 1,729</b>	<b>\$ 2,914</b>	<b>\$ 3,437</b>
<b>Total Operating Revenues</b>	<b>\$ 4,755</b>	<b>\$ 5,279</b>	<b>\$ 9,668</b>	<b>\$ 10,610</b>
<b>Operating Income Margin</b>	<b>2.1 %</b>	<b>7.5 %</b>	<b>1.7 %</b>	<b>7.3 %</b>
<b>EBITDA Margin</b>	<b>31.3 %</b>	<b>32.8 %</b>	<b>30.1 %</b>	<b>32.4 %</b>
<b>Consumer Wireline</b>				
Operating Income	\$ 184	\$ 168	\$ 397	\$ 262
Add: Depreciation and amortization	914	857	1,795	1,718
<b>EBITDA</b>	<b>\$ 1,098</b>	<b>\$ 1,025</b>	<b>\$ 2,192</b>	<b>\$ 1,980</b>
<b>Total Operating Revenues</b>	<b>\$ 3,347</b>	<b>\$ 3,251</b>	<b>\$ 6,697</b>	<b>\$ 6,490</b>
<b>Operating Income Margin</b>	<b>5.5 %</b>	<b>5.2 %</b>	<b>5.9 %</b>	<b>4.0 %</b>
<b>EBITDA Margin</b>	<b>32.8 %</b>	<b>31.5 %</b>	<b>32.7 %</b>	<b>30.5 %</b>
<b>Latin America Segment</b>				
Operating Income (Loss)	\$ 6	\$ (39)	\$ 9	\$ (69)
Add: Depreciation and amortization	172	185	349	360
<b>EBITDA</b>	<b>\$ 178</b>	<b>\$ 146</b>	<b>\$ 358</b>	<b>\$ 291</b>
<b>Total Operating Revenues</b>	<b>\$ 1,103</b>	<b>\$ 967</b>	<b>\$ 2,166</b>	<b>\$ 1,850</b>
<b>Operating Income Margin</b>	<b>0.5 %</b>	<b>-4.0 %</b>	<b>0.4 %</b>	<b>-3.7 %</b>
<b>EBITDA Margin</b>	<b>16.1 %</b>	<b>15.1 %</b>	<b>16.5 %</b>	<b>15.7 %</b>

## Adjusting Items

Adjusting items include revenues and costs we consider non-operational in nature, including items arising from asset acquisitions or dispositions, including the amortization of intangible assets. While the expense associated with the amortization of certain wireless licenses and customer lists is excluded, the revenue of the acquired companies is reflected in the measure and that those assets contribute to revenue generation. We also adjust for net actuarial gains or losses associated with our pension and postemployment benefit plans due to the often-significant impact on our results (we immediately recognize this gain or loss in the income statement, pursuant to our accounting policy for the recognition of actuarial gains and losses). Consequently, our adjusted results reflect an expected return on plan assets rather than the actual return on plan assets, as included in the GAAP measure of income.

The tax impact of adjusting items is calculated using the effective tax rate during the quarter except for adjustments that, given their magnitude, can drive a change in the effective tax rate, in these cases we use the actual tax expense or combined marginal rate of approximately 25%.

<b>Adjusting Items</b>				
<i>Dollars in millions</i>				
	Second Quarter		Six-Month Period	
	2024	2023	2024	2023
<b>Operating Expenses</b>				
Transaction and other costs	\$ 35	\$ —	\$ 67	\$ —
Benefit-related (gain) loss	(10)	(28)	(49)	(72)
Asset impairments and abandonments and restructuring	480	—	639	—
<b>Adjustments to Operations and Support Expenses</b>	<b>505</b>	<b>(28)</b>	<b>657</b>	<b>(72)</b>
Amortization of intangible assets	15	17	30	34
<b>Adjustments to Operating Expenses</b>	<b>520</b>	<b>(11)</b>	<b>687</b>	<b>(38)</b>
<b>Other</b>				
DIRECTV intangible amortization (proportionate share)	255	324	541	665
Benefit-related (gain) loss, impairments of investment and other	(16)	(82)	238	(193)
Actuarial and settlement (gain) loss - net	—	(74)	—	(74)
<b>Adjustments to Income Before Income Taxes</b>	<b>759</b>	<b>157</b>	<b>1,466</b>	<b>360</b>
Tax impact of adjustments	169	35	331	81
<b>Adjustments to Net Income</b>	<b>\$ 590</b>	<b>\$ 122</b>	<b>\$ 1,135</b>	<b>\$ 279</b>

Adjusted Operating Income, Adjusted Operating Income Margin, Adjusted EBITDA, Adjusted EBITDA margin, Adjusted EBITDA service margin and Adjusted diluted EPS are non-GAAP financial measures calculated by excluding from operating revenues, operating expenses, other income (expense) and income tax expense, certain significant items that are non-operational or non-recurring in nature, including dispositions and merger integration and transaction costs, actuarial gains and losses, significant abandonments and impairments, benefit-related gains and losses, employee separation and other material gains and losses. Management believes that these measures provide relevant and useful information to investors and other users of our financial data in evaluating the effectiveness of our operations and underlying business trends.

Adjusted Operating Revenues, Adjusted Operating Income, Adjusted Operating Income Margin, Adjusted EBITDA, Adjusted EBITDA margin, Adjusted EBITDA service margin and Adjusted diluted EPS should be considered in addition to, but not as a substitute for, other measures of financial performance reported in accordance with GAAP. AT&T's calculation of Adjusted items, as presented, may differ from similarly titled measures reported by other companies.

**Adjusted Operating Income, Adjusted Operating Income Margin,  
Adjusted EBITDA and Adjusted EBITDA Margin**

*Dollars in millions*

	Second Quarter		Six-Month Period	
	2024	2023	2024	2023
<b>Operating Income</b>	\$ 5,760	\$ 6,406	\$ 11,607	\$ 12,408
Adjustments to Operating Expenses	520	(11)	687	(38)
<b>Adjusted Operating Income</b>	\$ 6,280	\$ 6,395	\$ 12,294	\$ 12,370
<b>EBITDA</b>	\$ 10,832	\$ 11,081	\$ 21,726	\$ 21,714
Adjustments to Operations and Support Expenses	505	(28)	657	(72)
<b>Adjusted EBITDA</b>	\$ 11,337	\$ 11,053	\$ 22,383	\$ 21,642
Total Operating Revenues	\$ 29,797	\$ 29,917	\$ 59,825	\$ 60,056
Operating Income Margin	19.3 %	21.4 %	19.4 %	20.7 %
Adjusted Operating Income Margin	21.1 %	21.4 %	20.5 %	20.6 %
<b>Adjusted EBITDA Margin</b>	<b>38.0 %</b>	36.9 %	<b>37.4 %</b>	36.0 %

**Adjusted Diluted EPS**

	Second Quarter		Six-Month Period	
	2024	2023	2024	2023
<b>Diluted Earnings Per Share (EPS)</b>	\$ 0.49	\$ 0.61	\$ 0.96	\$ 1.19
DIRECTV intangible amortization (proportionate share)	0.03	0.03	0.06	0.07
Actuarial and settlement (gain) loss - net	—	(0.01)	—	(0.01)
Restructuring and impairments	0.05	—	0.11	—
Benefit-related, transaction and other costs	—	—	(0.01)	(0.02)
<b>Adjusted EPS</b>	\$ 0.57	\$ 0.63	\$ 1.12	\$ 1.23
<i>Year-over-year growth - Adjusted</i>	<b>-9.5%</b>		<b>-8.9%</b>	
<b>Weighted Average Common Shares Outstanding with Dilution (000,000)</b>	<b>7,198</b>	7,180	<b>7,195</b>	7,327

## Net Debt to Adjusted EBITDA

Net Debt to EBITDA ratios are non-GAAP financial measures frequently used by investors and credit rating agencies and management believes these measures provide relevant and useful information to investors and other users of our financial data. Our Net Debt to Adjusted EBITDA ratio is calculated by dividing the Net Debt by the sum of the most recent four quarters Adjusted EBITDA. Net Debt is calculated by subtracting cash and cash equivalents and deposits at financial institutions that are greater than 90 days (e.g., certificates of deposit and time deposits), from the sum of debt maturing within one year and long-term debt.

Net Debt to Adjusted EBITDA - 2024					
<i>Dollars in millions</i>					
	Three Months Ended				Four Quarters
	Sept. 30, 2023 <sup>1</sup>	Dec. 31, 2023 <sup>1</sup>	March 31, 2024 <sup>1</sup>	June 30, 2024	
Adjusted EBITDA	\$ 11,203	\$ 10,555	\$ 11,046	\$ 11,337	\$ 44,141
End-of-period current debt					5,249
End-of-period long-term debt					125,355
<b>Total End-of-Period Debt</b>					<b>130,604</b>
Less: Cash and Cash Equivalents					3,093
Less: Time Deposits					650
<b>Net Debt Balance</b>					<b>126,861</b>
<b>Annualized Net Debt to Adjusted EBITDA Ratio</b>					<b>2.87</b>

<sup>1</sup> As reported in AT&T's Form 8-K filed April 24, 2024.

Net Debt to Adjusted EBITDA - 2023					
<i>Dollars in millions</i>					
	Three Months Ended				Four Quarters
	Sept. 30, 2022 <sup>1</sup>	Dec. 31, 2022 <sup>1</sup>	March 31, 2023 <sup>1</sup>	June 30, 2023 <sup>1</sup>	
Adjusted EBITDA	\$ 10,714	\$ 10,231	\$ 10,589	\$ 11,053	\$ 42,587
End-of-period current debt					15,268
End-of-period long-term debt					128,012
<b>Total End-of-Period Debt</b>					<b>143,280</b>
Less: Cash and Cash Equivalents					9,528
Less: Time Deposits					1,750
<b>Net Debt Balance</b>					<b>132,002</b>
<b>Annualized Net Debt to Adjusted EBITDA Ratio</b>					<b>3.10</b>

<sup>1</sup> As reported in AT&T's Form 8-K filed April 24, 2024.

## Supplemental Operational Measures

As a supplemental presentation to our Communications segment operating results, we are providing a view of our AT&T Business Solutions results which includes both wireless and fixed operations. This combined view presents a complete profile of the entire business customer relationship and underscores the importance of mobile solutions to serving our business customers. Our supplemental presentation of business solutions operations is calculated by combining our Mobility and Business Wireline operating units, and then adjusting to remove non-business operations. The following table presents a reconciliation of our supplemental Business Solutions results.

Supplemental Operational Measure									
Second Quarter									
	June 30, 2024				June 30, 2023				Percent Change
	Mobility	Business Wireline	Adj. <sup>1</sup>	Business Solutions	Mobility	Business Wireline	Adj. <sup>1</sup>	Business Solutions	
<b>Operating Revenues</b>									
Wireless service	\$ 16,277	\$ —	\$ (13,809)	\$ 2,468	\$ 15,745	\$ —	\$ (13,371)	\$ 2,374	4.0 %
Wireline service	—	4,571	—	4,571	—	5,114	—	5,114	(10.6) %
Wireless equipment	4,203	—	(3,459)	744	4,570	—	(3,796)	774	(3.9) %
Wireline equipment	—	184	—	184	—	165	—	165	11.5 %
<b>Total Operating Revenues</b>	<b>20,480</b>	<b>4,755</b>	<b>(17,268)</b>	<b>7,967</b>	<b>20,315</b>	<b>5,279</b>	<b>(17,167)</b>	<b>8,427</b>	<b>(5.5) %</b>
<b>Operating Expenses</b>									
Operations and support	11,285	3,267	(9,201)	5,351	11,579	3,550	(9,440)	5,689	(5.9) %
EBITDA	9,195	1,488	(8,067)	2,616	8,736	1,729	(7,727)	2,738	(4.5) %
Depreciation and amortization	2,476	1,386	(2,025)	1,837	2,123	1,333	(1,733)	1,723	6.6 %
<b>Total Operating Expenses</b>	<b>13,761</b>	<b>4,653</b>	<b>(11,226)</b>	<b>7,188</b>	<b>13,702</b>	<b>4,883</b>	<b>(11,173)</b>	<b>7,412</b>	<b>(3.0) %</b>
<b>Operating Income</b>	<b>\$ 6,719</b>	<b>\$ 102</b>	<b>\$ (6,042)</b>	<b>\$ 779</b>	<b>\$ 6,613</b>	<b>\$ 396</b>	<b>\$ (5,994)</b>	<b>\$ 1,015</b>	<b>(23.3) %</b>
Operating Income Margin	9.8 %				12.0 %				(220) BP

<sup>1</sup> Non-business wireless reported in the Communications segment under the Mobility business unit.

Supplemental Operational Measure									
Six-Month Period									
	June 30, 2024				June 30, 2023				Percent Change
	Mobility	Business Wireline	Adj. <sup>1</sup>	Business Solutions	Mobility	Business Wireline	Adj. <sup>1</sup>	Business Solutions	
<b>Operating Revenues</b>									
Wireless service	\$ 32,271	\$ —	\$ (27,417)	\$ 4,854	\$ 31,228	\$ —	\$ (26,574)	\$ 4,654	4.3 %
Wireline service	—	9,271	—	9,271	—	10,314	—	10,314	(10.1) %
Wireless equipment	8,803	—	(7,293)	1,510	9,669	—	(8,122)	1,547	(2.4) %
Wireline equipment	—	397	—	397	—	296	—	296	34.1 %
<b>Total Operating Revenues</b>	<b>41,074</b>	<b>9,668</b>	<b>(34,710)</b>	<b>16,032</b>	<b>40,897</b>	<b>10,610</b>	<b>(34,696)</b>	<b>16,811</b>	<b>(4.6) %</b>
<b>Operating Expenses</b>									
Operations and support	22,924	6,754	(18,727)	10,951	23,792	7,173	(19,636)	11,329	(3.3) %
EBITDA	18,150	2,914	(15,983)	5,081	17,105	3,437	(15,060)	5,482	(7.3) %
Depreciation and amortization	4,963	2,748	(4,058)	3,653	4,221	2,663	(3,445)	3,439	6.2 %
<b>Total Operating Expenses</b>	<b>27,887</b>	<b>9,502</b>	<b>(22,785)</b>	<b>14,604</b>	<b>28,013</b>	<b>9,836</b>	<b>(23,081)</b>	<b>14,768</b>	<b>(1.1) %</b>
<b>Operating Income</b>	<b>\$ 13,187</b>	<b>\$ 166</b>	<b>\$ (11,925)</b>	<b>\$ 1,428</b>	<b>\$ 12,884</b>	<b>\$ 774</b>	<b>\$ (11,615)</b>	<b>\$ 2,043</b>	<b>(30.1) %</b>
Operating Income Margin	8.9 %				12.2 %				(330) BP

<sup>1</sup> Non-business wireless reported in the Communications segment under the Mobility business unit.

