



# Financial and Operational Trends

July 24, 2024



#### **Consolidated Statements of Income**

Dollars and shares in millions except per share amounts; Unaudited	3/31/22	6/30/22	9/30/22	12/31/22	2	2022		3/31/23	6/30/23	9/30/23	12/31/23	:	2023	3/31/24	6/30/24
Operating Revenues															
Service	\$ 23,999 \$	24,268 \$	24,731	\$ 24,833	\$	97,831	\$	24,617 \$	24,850 \$	25,112 \$	25,070	\$ 99,	649	\$ 24,842 \$	25,006
Equipment	5,713	5,375	5,312	6,510		22,910		5,522	5,067	5,238	6,952	22,	779	5,186	4,791
Total Operating Revenues	29,712	29,643	30,043	31,343		120,741		30,139	29,917	30,350	32,022	122,	428	30,028	29,797
Operating Expenses															
Cost of revenues															
Equipment	6,036	5,534	5,440	6,999		24,009		5,658	5,056	5,219	7,203	23,	136	5,143	4,815
Other cost of revenues	6,699	6,807	6,761	6,572		26,839		6,673	6,771	6,835	6,708	26,	987	6,811	6,627
Selling, general and administrative	6,978	7,265	7,202	7,516		28,961		7,175	7,009	7,205	7,485	28,	874	7,021	7,043
Asset impairments and abandonments and restructuring	-	631	114	26,753		27,498		-	-	604	589	1,	193	159	480
Depreciation and amortization	4,462	4,450	4,514	4,595		18,021		4,631	4,675	4,705	4,766	- 1	777	5,047	5,072
Total Operating Expenses	24,175	24,687	24,031	52,435		125,328		24,137	23,511	24,568	26,751	98,		24,181	24,037
Operating Income (Loss)	5,537	4,956	6,012	(21,092)		(4,587)		6,002	6,406	5,782	5,271	23,		5,847	5,760
Interest Expense	1,626	1,502	1,420	1,560		6,108		1,708	1,608	1,662	1,726		704	1,724	1,699
Equity in Net Income of Affiliates	521	504	392	374		1,791		538	380	420	337	,	675	295	348
Other Income (Expense) – Net	2,157	2,302	2,270	(919)		5,810		935	987	440	(946)		416	451	682
Income (Loss) from Continuing Operations Before Income Taxes	6,589	6,260	7,254	(23,197	<b>′</b>	(3,094)		5,767	6,165	4,980	2,936		848	4,869	5,091
Income Tax Expense (Benefit) on Continuing Operations	1,440	1,509	908	(77)	,	3,780		1,314	1,403	1,154	354		225	1,118	1,142
Income (Loss) from Continuing Operations	5,149	4,751	6,346	(23,120)		(6,874)		4,453	4,762	3,826	2,582	15,	623	3,751	3,949
Income (Loss) from Discontinued Operations, Net of Tax	15	(214)	53	(35)	-	(181)		-	-	-	-		-	-	-
Net Income (Loss)	5,164	4,537	6,399	(23,155	<b>′</b>	(7,055)		4,453	4,762	3,826	2,582	- 1	623	3,751	3,949
Less: Net Income Attributable to Noncontrolling Interest	(354)	(380)	(373)	(362)	,	(1,469)		(225)	(273)	(331)	(394)		223)	(306)	(352)
Net Income (Loss) Attributable to AT&T	\$ 4,810 \$	4,157 \$	6,026	\$ (23,517)	) \$	(8,524)	\$	4,228 \$	4,489 \$	3,495 \$	2,188	\$ 14,	400	\$ 3,445 <b>\$</b>	3,597
Less: Preferred Stock Dividends	(48)	(52)	(49)	(54)	)	(203)		(52)	(52)	(51)	(53)		208)	(50)	(51)
Net Income (Loss) Attributable to Common Stock	\$ 4,762 \$	4,105 \$	5,977	\$ (23,571)	) \$	(8,727)	\$	4,176 \$	4,437 \$	3,444 \$	2,135	\$ 14,	192	\$ 3,395 \$	3,546
Diluted Earnings (Loss) Per Share Attributable to Common Stock	\$ 0.65 \$	0.56 \$	0.80	\$ (3.20)	) \$	(1.13)	\$	0.57 \$	0.61 \$	0.48 \$	0.30	\$	.97	\$ 0.47 \$	0.49
Diluted Earnings (Loss) Per Share Attributable to Common Stock - Continuing Operations	0.65	0.59	0.79	(3.20)	)	(1.10)		0.57	0.61	0.48	0.30		.97	0.47	0.49
Adjusted Diluted Earnings Per Share Attributable to Common Stock - Continuing Operations	0.63	0.65	0.68	0.61		2.57		0.60	0.63	0.64	0.54	2	2.41	0.55	0.57
Weighted Average Number of Common Shares Outstanding - Basic	7,184	7,169	7,153	7,157	7	7,166		7,168	7,180	7,185	7,190	7	,181	7,192	7,196
Weighted Average Number of Common Shares Outstanding - with Dilution under ASU 2020-06	7,556	7,611	7,647	7,533	3	7,587		7,474	7,180	7,185	7,191	7	,258	7,193	7,198
Weighted Average Number of Common Shares Outstanding - with Dilution under historical	7,219	7,212	7,201	7,205	5	7,209		7,190	7,180	7,185	7,191	7	,187	7,193	7,198
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EBITDA from Continuing Operations <sup>1</sup>	\$ 9,999 \$	9,406 \$	10,526	\$ (16,497)	) \$	13,434	\$	10,633 \$	11,081 \$	10,487 \$	10,037	\$ 42.	238	\$ 10,894 \$	10,832
Adjusted EBITDA from Continuing Operations <sup>1</sup>	\$ 10,190 \$	10,330 \$	10,714		,		\$	10,589 \$	11,053 \$	11,203 \$	10,555		400	\$ 11,046 <b>\$</b>	
Adjusted EBITDA Margin from Continuing Operations <sup>1</sup>	34.3%	34.8%	35.7%	32.6%	-	34.3%		35.1%	36.9%	36.9%	33.0%		5.4%	36.8%	38.0%
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#### **Financial and Operating Statistics Summary**

AT&T Inc.

Unaudited	3/31/22	6/30/22	9/30/22	12/31/22	2022	3/31/23	6/30/23	9/30/23	12/31/23	2023	3/31/24	6/30/24
Dividends Declared Per Common Share	\$ 0.2775 \$	0.2775 \$	0.2775 \$	0.2775	\$ 1.11	\$ 0.2775 \$	0.2775 \$	0.2775 \$	0.2775 \$	1.11	\$ 0.2775 \$	0.2775
End of Period Common Shares Outstanding (000,000)	7,159	7,126	7,126	7,128		7,149	7,149	7,150	7,150		7,170	7,170
Debt Ratio	48.5%	50.1%	48.8%	56.1%		55.9%	54.8%	53.5%	53.5%		52.4%	51.8%
Total Employees (Continuing Operations) (000)	172.6	172.4	169.9	162.9		157.8	156.6	152.7	150.5		148.3	146.0





#### **Consolidated Statements of Cash Flows**

AT&T Inc.

AT&T IIIC.						
Dollars in millions; Unaudited	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Operating Activities						
Net Income	\$ 4,453	\$ 4,762	\$ 3,826	\$ 2,582	\$ 3,751	\$ 3,949
Adjustments to reconcile net income to net cash provided by operating activities:						
Depreciation and amortization	4,631	4,675	4,705	4,766	5,047	5,072
Provision for uncollectible accounts	477	452	480	560	472	470
Deferred income tax expense	529	1,307	1,327	(126)	479	724
Net (gain) loss on investments, net of impairments	(93)	(67)	495	106	201	(16)
Pension and postretirement benefit expense (credit)	(670)	(671)	(625)	(586)	(471)	(470)
Actuarial and settlement (gain) loss on pension and postretirement benefits - net	-	(74)	(71)	1,739	-	-
Asset impairments and abandonments and restructuring	-	-	604	589	159	480
Changes in operating assets and liabilities:						
Receivables	620	722	(169)	(1,091)	512	(382)
Other current assets	364	742	(1,049)	(699)	629	520
Accounts payable and other accrued liabilities	(3,409)	(2,360)	707	3,298	(3,497)	(1,334)
Equipment installment receivables and related sales	(243)	(59)	246	(77)	24	(344)
Deferred customer contract acquisition and fulfillment costs	(22)	56	13	(46)	103	191
Postretirement claims and contributions	(89)	(467)	(159)	(20)	(54)	(39)
Other - net	130	904	6	383	192	272
Total adjustments	2.225	5,160	6,510	8,796	3.796	5.144
Net Cash Provided by Operating Activities	6,678	9,922	10,336	11,378	7,547	9,093
Investing Activities	, , , , , , , , , , , , , , , , , , ,	, , , , , , , , , , , , , , , , , , ,	,	, , , , , , , , , , , , , , , , , , ,	,	,
Capital expenditures <sup>2</sup>	(4,335)	(4,270)	(4,647)	(4,601)	(3,758)	(4,360)
Acquisitions, net of cash acquired <sup>2</sup>	(291)	(224)	(408)	(2,019)	(211)	(59)
Dispositions	15	1	50	6	8	6
Distributions from DIRECTV in excess of cumulative equity in earnings	774	200	473	602	194	392
(Purchases), sales and settlements of securities and investments - net	19	(1,075)	13	141	1,079	68
Other - net		(55)	(26)	(3)	(273)	(63)
Net Cash (Used in) Provided by Investing Activities	(3,818)	(5,423)	(4,545)	(5,874)	(2,961)	(4,016)
Financing Activities						, , ,
Net change in short-term borrowings with original maturities of three months or less	(536)	(378)		-	1,933	753
Issuance of other short-term borrowings	3,627	1,779		-	491	
Repayment of other short-term borrowings	-,	(867)	(112)	(2,436)	(1,996)	(491)
Issuance of long-term debt	3,366	6,267	-	371	( ., ,	2
Repayment of long-term debt	(5,945)	(1,664)	(4,280)	(155)	(4,685)	(2,225)
Repayment of note payable to DIRECTV	(130)	(1,001)	(1,200)	(100)	(1,000)	(2,225)
Payment of vendor financing	(2,113)	(1,643)	(980)	(1,006)	(841)	(550)
Purchase of treasury stock	(188)	(1,043)	(1)	(4)	(157)	(2)
Issuance of treasury stock	3	(')	(1)	(1)	(101)	-
Issuance of preferred interests in subsidiary	-	7,151		_	_	
Redemption of preferred interests in subsidiary		(5,333)				
Dividends paid	(2,014)	(2,083)	(2,019)	(2,020)	(2,034)	(2,099)
Other - net	219	(2,063)	(362)	(1,080)	(526)	(866)
	(3,711)	, ,	(7,754)	, ,	, ,	, ,
Net Cash (Used in) Provided by Financing Activities  Net increase (decrease) in cash and cash equivalents and restricted cash	(851)	2,181 6,680	(7,754)	(6,330)	(7,815)	(5,478) (401)
	, ,	,	, , ,	( )	( , ,	, ,
Cash and cash equivalents and restricted cash beginning of period	3,793	2,942	9,622	7,659	6,833	3,604
Cash and Cash Equivalents and Restricted Cash End of Period	\$ 2,942	\$ 9,622	\$ 7,659	\$ 6,833	\$ 3,604	\$ 3,203



#### AT&T Inc.

AT&T Inc.										
Free Cash Flow										
Dollars in millions; Unaudited		6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Cash Flow Detail										
Net cash provided by operating activities from continuing operations	\$	7,740 \$	10,094 \$	10,348 \$	6,678 \$	9,922 \$	10,336 \$	11,378 \$	7.547 <b>\$</b>	9,093
Add: Distributions from DIRECTV classified as investing activities	•	323	567	444	774	200	473	602	194	392
Less: Capital expenditures		(4,908)	(5,921)	(4,229)	(4,335)	(4,270)	(4,647)	(4,601)	(3,758)	(4,360)
Less: Vendor financing payments		(1,771)	(900)	(460)	(2,113)	(1,643)	(980)	(1,006)	(841)	(550)
Free Cash Flow <sup>1</sup>	\$	1,384 \$	3,840 \$	6,103 \$	1,004 \$		5,182 \$	6,373 \$	3,142 \$	4,575
Title dasii i low	Ψ	1,001 ψ	σ,σ το φ	σ, του ψ	1,001 φ	1,200 ψ	0,102 ψ	σ,σ,σ	0,112	4,010
AT&T Inc.										
Supplemental Free Cash Flow Walk from Adjusted EBITDA <sup>3</sup>										
Dollars in millions; Unaudited		6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
<del></del>	\$	10,330 \$	10,714 \$		10,589 \$		11,203 \$	10,555 \$	11,046 \$	11,337
Adjusted EBITDA <sup>1</sup>	Ф	10,330 ф	10,7 14 ф	10,231 φ	10,569 ф	11,000 ф	11,203 ф	10,555 ф	11,040 \$	11,337
Noncash Adj. to EBITDA		440	453	542	477	452	480	560	472	470
Bad debt expense  Cash paid for interest (less capitalized interest)		440 (1,516)			(1,699)				(1,974)	470
, , , , ,		,	(1,628)	(1,504)		(1,368)	(1,886)	(1,543)	,	(1,471)
Capital investment <sup>1</sup>		(6,679)	(6,821)	(4,689)	(6,448)	(5,913)	(5,627)	(5,607)	(4,599)	(4,910)
Cash distributions received from DIRECTV		838	959	823	1,308	577	896	934	518	742
Working capital		(1,505)	(123)	1,040	(2,690)	(899)	(252)	1,385	(2,229)	(1,349)
Other		(524)	286	(340)	(533)	307	368	89	(92)	(244)
Free Cash Flow <sup>1</sup>	\$	1,384 \$	3,840 \$	6,103 \$	1,004 \$	4,209 \$	5,182 \$	6,373 \$	3,142 \$	4,575
Cash (paid) for income taxes, net of refunds <sup>3</sup>	\$	(266) \$	(62) \$	(192) \$	(10) \$	(325) \$	(423) \$	(841) \$	9 \$	(308)
AT&T Inc.										
Additional Cash Flow Information - Continuing Operations										
Dollars in millions; Unaudited		6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Capital Investment Detail										
Purchase of property and equipment	\$	4,867 \$	5,874 \$	4,179 \$	4,291 \$	4,224 \$	4,601 \$	4,558 \$	3,721 \$	4,321
Interest during construction - capital expenditures		41	47	50	44	46	46	43	37	,
Capital expenditures	\$	4,908 \$	5,921 \$	4,229 \$	4,335 \$		4,647 \$	4,601 \$	3,758 \$	39
Add: Vendor financing payments		1,771	900	, ,	., +	-, +	., +			39 4.360
Capital Investment <sup>1</sup>		1.77		460	2.113	1.643	980	1.006	, ,	4,360
	\$	6,679 \$	6,821 \$	460 4,689 \$	2,113 6,448 \$	1,643 5,913 \$	980 5,627 \$	1,006 5,607 \$	841 4,599 <b>\$</b>	
Acquisitions not of each acquired	\$								841	4,360 550
Acquisitions, net of cash acquired		6,679 \$	6,821 \$	4,689 \$	6,448 \$	5,913 \$	5,627 \$	5,607 \$	841 4,599 <b>\$</b>	4,360 550 4,910
Spectrum acquisitions	\$	6,679 \$ 9 \$	6,821 \$	4,689 \$	6,448 \$	5,913 \$	5,627 \$	5,607 \$ 1,938 \$	841 4,599 <b>\$</b> 145 <b>\$</b>	4,360 550 4,910
		6,679 \$	6,821 \$	4,689 \$	6,448 \$	5,913 \$	5,627 \$	5,607 \$	841 4,599 <b>\$</b>	4,360 550 4,910
Spectrum acquisitions		6,679 \$ 9 \$	6,821 \$	4,689 \$	6,448 \$	5,913 \$	5,627 \$	5,607 \$ 1,938 \$	841 4,599 <b>\$</b> 145 <b>\$</b>	4,360 550 4,910
Spectrum acquisitions Interest during construction - spectrum		6,679 \$ 9 \$	6,821 \$	4,689 \$	6,448 \$	5,913 \$ 5 \$ 219	5,627 \$	5,607 \$ 1,938 \$	841 4,599 <b>\$</b> 145 <b>\$</b>	4,360 550 4,910
Spectrum acquisitions Interest during construction - spectrum  Distributions from DIRECTV Investment Classified as operating activities	\$	6,679 \$ 9 \$ 317	6,821 \$ 111 \$ 278	4,689 \$ 4 \$ 237	6,448 \$ 63 \$ 228	5,913 \$ 5 \$ 219	5,627 \$ 241 \$ 167	5,607 \$ 1,938 \$ 81	841 4,599 \$ 145 \$ 66	4,360 550 4,910 2 57
Spectrum acquisitions Interest during construction - spectrum  Distributions from DIRECTV Investment	\$	6,679 \$  9 \$ 317	6,821 \$ 111 \$ 278	4,689 \$  4 \$ 237	6,448 \$ 63 \$ 228	5,913 \$ 5 \$ 219 377 \$ 200	5,627 \$  241 \$ 167	5,607 \$ 1,938 \$ 81	841 4,599 \$ 145 \$ 66	4,360 550 4,910 2 57
Spectrum acquisitions Interest during construction - spectrum  Distributions from DIRECTV Investment Classified as operating activities Classified as investing activities Total Distributions received from DIRECTV	\$	6,679 \$  9 \$ 317  515 \$ 323 838 \$	6,821 \$ 111 \$ 278  392 \$ 567 959 \$	4,689 \$  4 \$ 237  379 \$ 444 823 \$	6,448 \$ 63 \$ 228  534 \$ 774 1,308 \$	5,913 \$ 5 \$ 219  377 \$ 200 577 \$	5,627 \$  241 \$ 167  423 \$ 473 896 \$	5,607 \$  1,938 \$ 81  332 \$ 602 934 \$	841 4,599 \$ 145 \$ 66 324 \$ 194 518 \$	4,360 550 4,910 2 57 350 392 742
Spectrum acquisitions Interest during construction - spectrum  Distributions from DIRECTV Investment Classified as operating activities Classified as investing activities Total Distributions received from DIRECTV  Cash paid for interest	\$	6,679 \$  9 \$ 317  515 \$ 323 838 \$  1,874 \$	6,821 \$  111 \$ 278  392 \$ 567 959 \$  1,953 \$	4,689 \$  4 \$ 237  379 \$ 444 823 \$  1,791 \$	6,448 \$ 63 \$ 228  534 \$ 774  1,308 \$ 1,971 \$	5,913 \$ 5 \$ 219  377 \$ 200 577 \$	5,627 \$  241 \$ 167  423 \$ 473 896 \$  2,099 \$	5,607 \$  1,938 \$ 81  332 \$ 602 934 \$  1,667 \$	841 4,599 \$ 145 \$ 66 324 \$ 194 518 \$	4,360 550 4,910 2 57 350 392 742
Spectrum acquisitions Interest during construction - spectrum  Distributions from DIRECTV Investment Classified as operating activities Classified as investing activities Total Distributions received from DIRECTV	\$	6,679 \$  9 \$ 317  515 \$ 323 838 \$	6,821 \$ 111 \$ 278  392 \$ 567 959 \$	4,689 \$  4 \$ 237  379 \$ 444 823 \$	6,448 \$ 63 \$ 228  534 \$ 774 1,308 \$	5,913 \$  5 \$ 219  377 \$ 200 577 \$  1,633 \$ 265	5,627 \$  241 \$ 167  423 \$ 473 896 \$	5,607 \$  1,938 \$ 81  332 \$ 602 934 \$	841 4,599 \$ 145 \$ 66 324 \$ 194 518 \$	4,360 550 4,910 2 57 350 392 742



#### **Operating Revenues**

#### AT&T Inc.

Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Communications	\$ 28,695 \$	29,131 \$	30,365 \$	29,152 \$	28,845 \$	29,244 \$	30,797 \$	28,857 \$	28,582
Mobility	19,926	20,278	21,501	20,582	20,315	20,692	22,393	20,594	20,480
Business Wireline	5,595	5,668	5,635	5,331	5,279	5,221	5,052	4,913	4,755
Consumer Wireline	3,174	3,185	3,229	3,239	3,251	3,331	3,352	3,350	3,347
Latin America - Mexico	808	785	861	883	967	992	1,090	1,063	1,103
Corporate	140	127	117	104	105	114	135	108	112
DTV-related retained costs	-	-	-	-	-	-	-	=	-
Parent administration support	(6)	(6)	(8)	(9)	(3)	(1)	6	-	-
Securitization fees	17	15	17	19	17	25	24	26	29
Value portfolio	129	118	108	94	91	90	105	82	83
Operating Revenues	\$ 29,643 \$	30,043 \$	31,343 \$	30,139 \$	29,917 \$	30,350 \$	32,022 \$	30,028 \$	29,797

#### **Adjusted EBITDA**

#### AT&T Inc.

ATOT IIIC.									
Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Communications	\$ 10,798 \$	11,173 \$	10,835 \$	11,032 \$	11,490 \$	11,623 \$	11,019 \$	11,475 \$	11,781
Mobility	8,065	8,268	7,929	8,369	8,736	8,897	8,376	8,955	9,195
Business Wireline	1,803	1,963	1,900	1,708	1,729	1,695	1,534	1,426	1,488
Consumer Wireline	930	942	1,006	955	1,025	1,031	1,109	1,094	1,098
Latin America - Mexico	87	101	85	145	146	155	137	180	178
Corporate*	(555)	(560)	(689)	(588)	(583)	(575)	(601)	(609)	(622)
DTV-related retained costs	(239)	(235)	(244)	(169)	(178)	(167)	(172)	(134)	(116)
Parent administration support	(347)	(323)	(381)	(383)	(335)	(334)	(371)	(392)	(443)
Securitization fees	(61)	(88)	(139)	(102)	(137)	(139)	(141)	(139)	(121)
Value portfolio	92	86	75	66	67	65	83	56	58
Adjusted EBITDA <sup>1</sup>	\$ 10,330 \$	10,714 \$	10,231 \$	10,589 \$	11,053 \$	11,203 \$	10,555 \$	11,046 \$	11,337

<sup>\*</sup> See page 12 for additional detail of Corporate results.

See Notes to Financial and Operational Trends on page 13. May not foot due to rounding.



#### Communications

**Mobility Results** 

mobility resource									
Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Operating Revenues									
Service	\$ 15,004 \$	15,337 \$	15,434 \$	15,483 \$	15,745 \$	15,908 \$	16,039 \$	15,994 \$	16,277
Equipment	4,922	4,941	6,067	5,099	4,570	4,784	6,354	4,600	4,203
Total Operating Revenues	\$ 19,926 \$	20,278 \$	21,501 \$	20,582 \$	20,315 \$	20,692 \$	22,393 \$	20,594 \$	20,480
Operating Expenses									
Operations and support	\$ 11,861 \$	12,010 \$	13,572 \$	12,213 \$	11,579 \$	11,795 \$	14,017 \$	11,639 \$	11,285
Depreciation and amortization	2,017	2,042	2,080	2,098	2,123	2,134	2,162	2,487	2,476
Total Operating Expenses	13,878	14,052	15,652	14,311	13,702	13,929	16,179	14,126	13,761
Operating Income	\$ 6,048 \$	6,226 \$	5,849 \$	6,271 \$	6,613 \$	6,763 \$	6,214 \$	6,468 \$	6,719
Operating Income Margin	30.4%	30.7%	27.2%	30.5%	32.6%	32.7%	27.7%	31.4%	32.8%
EBITDA <sup>1</sup>	\$ 8,065 \$	8,268 \$	7,929 \$	8,369 \$	8,736 \$	8,897 \$	8,376 \$	8,955 \$	9,195
EBITDA Margin <sup>1</sup>	40.5%	40.8%	36.9%	40.7%	43.0%	43.0%	37.4%	43.5%	44.9%
EBITDA Service Margin <sup>1</sup>	53.8%	53.9%	51.4%	54.1%	55.5%	55.9%	52.2%	56.0%	56.5%



#### Communications

Mobility Operating Volumes and Statis	tics
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3									
Volumes in thousands; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
AT&T Mobility Subscribers <sup>4</sup>									
Total Subscribers	107,269	108,683	109,919	110,813	111,854	112,857	113,808	114,513	115,474
Postpaid	82,694	83,614	84,700	85,421	85,846	86,365	87,104	87,450	87,999
Prepaid	19,095	19,215	19,176	19,200	19,352	19,391	19,236	19,211	19,271
Reseller	5,480	5,854	6,043	6,192	6,656	7,101	7,468	7,852	8,204
Net Add Detail									
Net Subscriber Additions <sup>4</sup>	1,310	1,413	1,245	690	1,063	1,007	962	741	997
Postpaid Net Adds	1,058	964	1,104	542	464	550	759	389	593
Prepaid Net Adds	231	141	(9)	40	167	56	(135)	1	82
Reseller Net Adds	21	308	150	108	432	401	338	351	322
Phone Detail									
Total Phone Subscribers	85,743	86,486	87,069	87,546	87,935	88,369	88,713	88,991	89,377
Postpaid Phones	68,311	68,969	69,596	70,049	70,331	70,757	71,255	71,558	71,930
Prepaid Phones	17,431	17,517	17,474	17,496	17,604	17,612	17,458	17,433	17,447
Phone Detail - Net Adds									
Total Phone Net Adds	1,009	816	643	464	449	494	394	350	454
Postpaid Phone Net Adds	813	708	656	424	326	468	526	349	419
Prepaid Phone Net Adds	196	108	(13)	40	123	26	(132)	1	35
Other Matrice									
Other Metrics	F 4	F 0	0.0	F.4	4.0	F 4	0.0	4.4	4.0
Postpaid Smartphone Gross Adds and Upgrades (in millions)	5.1	5.8	6.3	5.1	4.6	5.4	6.2	4.4	4.3
Postpaid Upgrade Rate	3.6%	4.3%	4.8%	3.7%	3.1%		4.7%	3.0%	2.9%
FirstNet Connections (in millions)	3.7	4.0	4.4	4.7	5.0	5.3	5.5	5.9	6.1
Churn Detail⁵									
Postpaid Phone Churn	0.75%	0.84%	0.84%	0.81%	0.79%	0.79%	0.84%	0.72%	0.70%
Postpaid Churn	0.93%	1.01%	1.01%	0.99%	0.95%	0.95%	1.01%	0.89%	0.85%
Prepaid Churn	2.59%	2.83%	2.87%	2.73%	2.50%	2.78%	2.97%	2.77%	2.57%
ADDU <sup>6</sup>									
ARPU <sup>6</sup>	\$ 54.81	\$ 55.67	\$ 55.43	\$ 55.05	\$ 55.63	\$ 55.99	\$ 56.23	\$ 55.57	\$ 56.42
Postpaid Phone-Only ARPU Postpaid ARPU	\$ 54.81 49.52	50.12	\$ 55.43 49.95	\$ 55.05 49.46	\$ 55.63 49.94	\$ 55.99 50.16	\$ 50.23 \$ 50.39	49.75	\$ 50.42 50.54
Prepaid ARPU Prepaid ARPU	49.52 34.22	34.07	49.95 34.02	33.81	33.78	34.05	34.15	49.75 34.21	34.08
	34.22	34.07	34.02	33.81	33.78	34.05	J4.15	34.21	34.00
Con Notes to Financial and Operational Transfer on page 42									



#### Communications

EBITDA<sup>1</sup>

Communications										
Business Wireline Results										
Dollars in millions; Unaudited		6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Operating Revenues										
Service	\$	5,416 \$	5,524 \$	5,473 \$	5,200 \$	5,114 \$	5,087 \$	4,873 \$	4,700 \$	4,571
Equipment		179	144	162	131	165	134	179	213	184
Total Operating Revenues	\$	5,595 \$	5,668 \$	5,635 \$	5,331 \$	5,279 \$	5,221 \$	5,052 \$	4,913 \$	4,755
Operating Expenses										
Operations and support	\$	3,792 \$	3,705 \$	3,735 \$	3,623 \$	3,550 \$	3,526 \$	3,518 \$	3,487 \$	3,267
Depreciation and amortization		1,313	1,342	1,360	1,330	1,333	1,345	1,369	1,362	1,386
Total Operating Expenses		5,105	5,047	5,095	4,953	4,883	4,871	4,887	4,849	4,653
Operating Income	\$	490 \$	621 \$	540 \$	378 \$	396 \$	350 \$	165 \$	64 \$	102
Operating Income Margin		8.8%	11.0%	9.6%	7.1%	7.5%	6.7%	3.3%	1.3%	2.1%
EBITDA <sup>1</sup>	\$	1,803 \$	1,963 \$	1,900 \$	1,708 \$	1,729 \$	1,695 \$	1,534 \$	1,426 \$	1,488
EBITDA Margin <sup>1</sup>		32.2%	34.6%	33.7%	32.0%	32.8%	32.5%	30.4%	29.0%	31.3%
Communications										
Supplemental Business Solutions R	esults (Wireli	ne and Busin	ess Mobility) <sup>8</sup>							
Dollars in millions; Unaudited	•	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Operating Revenues										
Wireless Service	\$	2,175 \$	2,222 \$	2,258 \$	2,280 \$	2,374 \$	2,378 \$	2,391 \$	2,386 \$	2,468
Wireless Equipment		874	859	937	773	774	772	903	766	744
Wireline		5,595	5,668	5,635	5,331	5,279	5,221	5,052	4,913	4,755
Total Operating Revenues		8,644	8,749	8,830	8,384	8,427	8,371	8,346	8,065	7,967
Operating Income		1,043	1,221	1,153	1,028	1,015	973	728	649	779

2,877 \$

2,744 \$

2,738 \$

2,711 \$

2,494 \$

2,465 \$

See Notes to Financial and Operational Trends on page 13.

\$

2,709 \$

2,920 \$

2,616



#### Communications

#### **Consumer Wireline Results**

Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Operating Revenues									
Broadband <sup>9</sup>	\$ 2,393	\$ 2,429	\$ 2,492	\$ 2,527	\$ 2,561	\$ 2,667	\$ 2,700	\$ 2,722	\$ 2,741
Legacy Voice and Data Services	445	427	414	396	383	368	361	342	323
Other Service and Equipment	336	329	323	316	307	296	291	286	283
Total Operating Revenues	\$ 3,174	\$ 3,185	\$ 3,229	\$ 3,239	\$ 3,251	\$ 3,331	\$ 3,352	\$ 3,350	\$ 3,347
Operating Expenses									
Operations and support	\$ 2,244	\$ 2,243	\$ 2,223	\$ 2,284	\$ 2,226	\$ 2,300	\$ 2,243	\$ 2,256	\$ 2,249
Depreciation and amortization	785	800	818	861	857	871	880	881	914
Total Operating Expenses	3,029	3,043	3,041	3,145	3,083	3,171	3,123	3,137	3,163
Operating Income	\$ 145	\$ 142	\$ 188	\$ 94	\$ 168	\$ 160	\$ 229	\$ 213	\$ 184
Operating Income Margin	4.6%	4.5%	5.8%	2.9%	5.2%	4.8%	6.8%	6.4%	5.5%
EBITDA <sup>1</sup>	\$ 930	\$ 942	\$ 1,006	\$ 955	\$ 1,025	\$ 1,031	\$ 1,109	\$ 1,094	\$ 1,098
EBITDA Margin <sup>1</sup>	29.3%	29.6%	31.2%	29.5%	31.5%	31.0%	33.1%	32.7%	32.8%
Broadband Revenue Detail <sup>9</sup>									
Fiber	\$ 1,190	\$ 1,271	\$ 1,376	\$ 1,453	\$ 1,523	\$ 1,613	\$ 1,678	\$ 1,736	\$ 1,796
Non Fiber	1,203	1,158	1,116	1,074	1,038	1,054	1,022	986	945



#### Communications

Volumes in thousands; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Total Broadband Connections <sup>9</sup>	13,825	13,796	13,753	13,730	13,695	13,710	13,729	13,784	13,836
Fiber	6,597	6,935	7,215	7,487	7,738	8,034	8,307	8,559	8,798
Non Fiber	7,228	6,861	6,538	6,243	5,957	5,676	5,422	5,225	5,038
Total Broadband Net Adds <sup>9</sup>	(25)	(29)	(43)	(23)	(35)	15	19	55	52
Fiber	316	338	280	272	251	296	273	252	239
Non Fiber	(341)	(367)	(323)	(295)	(286)	(281)	(254)	(197)	(187)
AT&T Internet Air (included in non fiber broadband)									
Connections	-	-	-	-	2	26	93	203	342
Net Adds	-	-	-	-	2	24	67	110	139
ARPU <sup>6</sup>									
Broadband ARPU	\$ 57.64 \$	58.63	60.31	\$ 61.31	\$ 62.26	\$ 64.91	\$ 65.62	\$ 65.98	66.17
Fiber ARPU	61.65	62.62	64.82	65.92	66.70	68.21	68.50	68.61	69.00
Non Fiber ARPU	54.17	54.80	55.54	56.00	56.71	60.43	61.38	61.81	61.38
Communications									
Fiber Location Metrics <sup>9</sup>									
Volumes in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Total Consumer and Business Locations Passed	22.5	23.4	24.1	24.7	25.4	26.0	26.5	27.1	27.8
Fiber Served Locations - Consumer	18.0	18.5	19.1	19.7	20.2	20.7	21.1	21.5	22.1
Fiber Penetration - Consumer	37%	37%	38%	38%	38%	39%	39%	40%	40%



3/31/24

6/30/24

#### **Latin America Segment - Mexico**

Statement of Segment Income							
Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23
Segment Operating Revenues							

Segment Operating Revenues										
Wireless service	\$	534 \$	559 \$	579 \$	591 \$	635 \$	672 \$	671 \$	690 \$	699
Wireless equipment		274	226	282	292	332	320	419	373	404
Total Segment Operating Revenues	\$	808 \$	785 \$	861 \$	883 \$	967 \$	992 \$	1,090 \$	1,063 \$	1,103
Total Cogmont Operating Neventuce	Ψ	σσσ ψ	700 ψ	σο. ψ	σσσ ψ	σσ, ψ	υυΣ ψ	1,000 ψ	1,000 \$	

Total Segment Operating Expenses Segment Operating Income (Loss)	\$ 890 (82) \$	(63) \$	940 (79) \$	913 (30) \$	1,006	1,021	1,133 (43) \$	1,060 3 <b>\$</b>	1,097 6
Depreciation and amortization	169	164	164	175	185	184	180	177	172
Operations and support	\$ 721 \$	684 \$	776 \$	738 \$	821 \$	837 \$	953 \$	883 \$	925

Segment Operating Income Margin	-10.1%	-8.0%	-9.2%	-3.4%	-4.0%	-2.9%	-3.9%	0.3%	0.5%
EBITDA <sup>1</sup>	\$ 87 \$	101 \$	85 \$	145 \$	146 \$	155 \$	137 \$	180 \$	178
EBITDA Margin <sup>1</sup>	10.8%	12.9%	9.9%	16.4%	15.1%	15.6%	12.6%	16.9%	16.1%

#### Latin America Segment - Mexico

#### **Operating Volumes and Statistics**

Volumes in thousands; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Wireless Subscribers	20,700	20,998	21,603	21,613	21,689	21,754	22,316	22,459	22,636
Postpaid	4,835	4,854	4,925	4,973	5,030	5,085	5,236	5,352	5,494
Prepaid	15,422	15,689	16,204	16,146	16,196	16,213	16,663	16,742	16,809
Reseller	443	455	474	494	463	456	417	365	333
Wireless Net Adds	197	298	605	10	76	65	562	143	177
Wireless Churn <sup>5</sup>	6.19%	6.23%	5.98%	5.83%	5.70%	5.86%	5.69%	5.78%	5.78%
Wireless ARPU <sup>6</sup>	\$ 7.05 \$	7.04 \$	7.19 \$	7.23 \$	7.78 \$	8.17 \$	8.03 \$	8.11 \$	8.28



## Corporate Supplemental Re

Supplemental Results - Corporate									
Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Total Operating Revenues	\$ 140	\$ 127 \$	117 \$	104 \$	105 \$	114 \$	135 \$	108 \$	112
Operating Expenses									
Operations and support	695	687	806	692	688	689	736	717	734
DTV-related retained costs	239	235	244	169	178	167	172	134	116
Parent administration support	341	317	373	374	332	333	377	392	443
Securitization fees	78	103	156	121	154	164	165	165	150
Value portfolio	37	32	33	28	24	25	22	26	25
Depreciation and amortization	149	150	157	150	160	150	154	125	109
Total Operating Expenses	844	837	963	842	848	839	890	842	843
Operating Loss	\$ (704)	\$ (710) \$	(846) \$	(738) \$	(743) \$	(725) \$	(755) \$	(734) \$	(731)

#### AT&T Inc.

Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Equity in Net Income of Affiliates	\$ 504 \$	392 \$	374 \$	538 \$	380 \$	420 \$	337 \$	295 \$	348
Less: Equity in Net Income (Loss) from Other investments	(11)	-	(5)	4	3	(3)	5	(29)	(2)
Equity in Net Income from DIRECTV investment	515	392	379	534	377	423	332	324	350
Add: DIRECTV intangible amortization (proportionate share)	396	376	359	341	324	310	294	286	255
Adjusted Equity in Net Income from DIRECTV investment <sup>10</sup>	\$ 911 \$	768 \$	738 \$	875 \$	701 \$	733 \$	626 \$	610 \$	605

#### AT&T Inc.

#### Other Income (Expense) - Net<sup>11</sup>

Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Net pension and postretirement credit, excluding actuarial and settlement gain/(loss)	\$ 973 \$	937 \$	844 \$	797 \$	799 \$	752 \$	704 \$	598 \$	597
Expected return on assets	835	763	721	747	748	602	566	567	568
Interest cost on projected benefit obligations	(478)	(556)	(607)	(601)	(601)	(501)	(513)	(473)	(475)
Amortization of prior service credit	616	730	730	651	652	651	651	504	504
Actuarial and settlement gain/(loss), net	1,345	1,440	(1,839)	-	74	71	(1,739)	-	-
Benefit-related gain (loss), impairments of investments and other	(153)	(78)	16	111	82	(507)	(76)	(254)	16
Interest income	53	25	36	41	50	121	91	64	47
Other gain/(loss) items	84	(54)	24	(14)	(18)	3	74	43	22
Other Income (Expense) - Net	\$ 2,302 \$	2,270 \$	(919) \$	935 \$	987 \$	440 \$	(946) \$	451 \$	682

#### AT&T Inc.

Interest E	Expense an	d Interest	Income
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Dollars in millions; Unaudited	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	9/30/23	12/31/23	3/31/24	6/30/24
Interest expense	\$ 1,502 \$	1,420 \$	1,560 \$	1,708 \$	1,608 \$	1,662 \$	1,726 \$	1,724 \$	1,699
Interest during construction	358	325	287	272	265	213	124	103	96
Interest income	53	25	36	41	50	121	91	64	47





### Notes to Financial and Operational Trends AT&T Inc.

- <sup>1</sup> See Discussion and Reconciliation of Non-GAAP Measures included in Form 8-K dated July 24, 2024.
- <sup>2</sup> Interest during construction is included in both Acquisitions and in Capital Expenditures (see Additional Cash Flow Information on page 4).
- <sup>3</sup> Reconciling items between Adjusted EBITDA and Free Cash Flow include: (a) Working Capital = Changes in operating assets and liabilities; Working Capital includes changes in Accounts Payable and Accrued Liabilities, which includes cash paid for income taxes; (b) Cash Paid for Interest = Cash paid for interest less interest capitalized for capital expenditures and spectrum acquisitions; (c) Cash distributions received from DIRECTV = Includes distributions from DIRECTV reported as cash from operations and distributions classified as investing activities; (d) Other includes, but not limited to, postretirement claims and contributions, and other changes in non-current assets and liabilities not included in Working Capital.
- <sup>4</sup> Effective with the first-quarter 2024 reporting, connected devices were removed from total Mobility subscribers and total net adds, consistent with industry standards and AT&T's key performance metrics. Connected devices did include data-centric devices such as session-based tablets, monitoring devices and primarily wholesale automobile systems.
- <sup>5</sup> 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.
- <sup>6</sup> For Mobility and Mexico, 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. In Consumer Wireline, (1) Broadband ARPU is defined as Broadband revenues (see footnote 9 below) during the period divided by average Broadband connections (see footnote 9 below) during the period; (2) Fiber ARPU is defined as Fiber revenues in the business unit during the period divided by average Fiber connections during the period; and (3) Non-Fiber ARPU is defined as Non-Fiber revenues in the business unit during the period divided by average Non-Fiber connections during the period.
- <sup>7</sup> FirstNet connections include voice and other connections on our nationwide communications platform dedicated to public safety. Connections are mostly included as postpaid subscribers and are comprised of postpaid phone and postpaid other devices (e.g. tablets, wearables). Additionally, FirstNet connections also include connected devices. See footnote 4 for discussion on reporting of connected devices.
- <sup>8</sup> As a supplemental presentation to our Communications segment operating results, AT&T Business Solutions results are provided in the Financial and Operational Schedules & Non-GAAP Reconciliations document on the company's Investor Relations website, investors.att.com. AT&T Business Solutions includes both wireless and fixed operations and is calculated by combining our Mobility and Business Wireline operating units and then adjusting to remove non business 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.
- <sup>9</sup> Broadband revenues are comprised of revenues from Fiber and Non-Fiber subscribers and exclude DSL revenues, which are included in Legacy Voice and Data Services. Broadband connections and net adds exclude DSL. Non-Fiber connections include subscribers to fixed wireless access services. A Fiber Location Served is defined as (1) where fiber has been built to a specific customer location, (2) the customer can place an order for fiber, and (3) service can be provisioned. Consumer fiber penetration is calculated as Consumer fiber connections divided by Consumer fiber locations served. Fiber Locations Passed refers to the total number of potential consumer and business customer locations, such as single-family homes, apartment and condominium units, and small and medium business and enterprise sites, that are passed by our fiber network. Fiber location metrics are presented based on available information and are subject to revision.
- <sup>10</sup> Adjusted equity in net income from DIRECTV investment is calculated as equity income from DIRECTV reported in Equity in Net Income of Affiliates and excludes AT&T's proportionate share of the non-cash depreciation and amortization of fair value accretion from DIRECTV's revaluation of assets and purchase price allocation, which we consider to be non-operational in nature.
- <sup>11</sup>Other Income (Expense) Net includes certain items, which have been excluded from adjusted EPS. These adjustments are reflected in the following line items of the schedule: (1) Actuarial and settlement gain/(loss), net; (2) Benefit-related gain (loss), impairments of investments and other; and (3) Interest cost that reflects impacts to our 2022 quarterly benefit expense accruals that resulted from quarterly remeasurements of plan assets and obligations, which included increases in the assumed discount rates. See Adjusting Items in the Financial and Operational Schedules & Non-GAAP Reconciliations. Prior service credit amortization, a component of net pension and postretirement credit, amounted to \$2.6 billion in 2023. Estimated pre-tax amortization of prior service credit for the next five years is: \$2.0 billion for 2024, \$1.9 billion for 2025, \$1.6 billion for 2026, \$0.7 billion for 2027, and less than \$0.1 billion for 2028.