



Financial and Operational Schedules & Non-GAAP Reconciliatons

January 27, 2025

AT&T Inc. Financial Data

dat	ed Statemo	ents of In	come			
	Fourth Qua	arter	Percent	rcent Year Ended		Percent
	2024	2023	Change	2024	2023	Change
\$	25,153 \$	25,070	0.3 % \$	100,135 \$	99,649	0.5 %
	7,145	6,952	2.8 %	22,201	22,779	(2.5)%
	32,298	32,022	0.9 %	122,336	122,428	(0.1)%
	7,358	7,203	2.2 %	22,249	23,136	(3.8)%
	6.837	6.708	1 9 %	26 972	26 987	(0.1)%
	- ,	- ,		-)-		(1.6)%
	7,507	7,103	(1.5)/0	20,411	20,071	(1.0)/0
	14	589	(97.6)%	5,075	1,193	<u> </u>
	5,374	4,766	12.8 %	20,580	18,777	9.6 %
	26,972	26,751	0.8 %	103,287	98,967	4.4 %
	5,326	5,271	1.0 %	19,049	23,461	(18.8)%
	1,661	1,726	(3.8)%	6,759	6,704	0.8 %
	1,074	337	— %	1,989	1,675	18.7 %
	569	(946)	<u> </u>	2,419	1,416	70.8 %
	5,308	2,936	80.8 %	16,698	19,848	(15.9)%
	900	354	<u> </u>	4,445	4,225	5.2 %
	4,408	2,582	70.7 %	12,253	15,623	(21.6)%
	(328)	(394)	16.8 %	(1.305)	(1.223)	(6.7)%
\$		<u> </u>		/		(24.0)%
		(53)	7.5 %	(202)	(208)	2.9 %
\$	4,031 \$	2,135	88.8 % \$	10,746 \$	14,192	(24.3)%
\$	0.56 \$	0.30	86.7 % \$	1.49 \$	1.97	(24.4)%
	5.005	7.100	0.2.0/	F 400	7.101	0.2.2
	7,207	/,190	0.2 %	7,199	/,181	0.3 %
	A = 4 +	0.00	06 7 01 7	4 40 🌣	4.0=	(A 4 1) A
\$	0.56 \$	0.30	86.7 % \$	1.49 \$	1.97	(24.4)%
	7,215	7,191	0.3 %	7,204	7.258	(0.7)%
	\$ \$ \$	Fourth Quaze 2024 \$ 25,153 \$ 7,145	Fourth Quarter 2024 2023 \$ 25,153 \$ 25,070 7,145 6,952 32,298 32,022 7,358 7,203 6,837 6,708 7,389 7,485 14 589 5,374 4,766 26,972 26,751 5,326 5,271 1,661 1,726 1,074 337 569 (946) 5,308 2,936 900 354 4,408 2,582 (328) (394) \$ 4,080 2,188 (49) (53) \$ 4,031 2,135 \$ 0.56 0.30 7,207 7,190 \$ 0.56 0.30	2024 2023 Change \$ 25,153 \$ 25,070 0.3 % \$ 7,145 6,952 2.8 % 32,298 32,298 32,022 0.9 % 0.9 % 6,837 6,708 1.9 % 7,389 7,485 (1.3)% 14 589 (97.6)% 12.8 % 26,972 26,751 0.8 % 5,374 4,766 12.8 % 26,972 26,751 0.8 % 5,326 5,271 1.0 % 1.0 % 337 -% 569 (946) -% 55,308 2,936 80.8 % 1,074 337 -% 569 (946) -% 5,308 2,936 80.8 % 80.8 % 900 354 -% 4,408 2,582 70.7 % 70.7 % (328) (394) 16.8 % \$ 4,080 \$ 2,188 86.5 % \$ 4,031 \$ 2,135 88.8 % \$ 86.5 % \$ 8 7,207 7,190 0.2 % \$ 0.56 \$ 0.30 86.7 % \$ 88.8 % \$	Fourth Quarter Percent Change Year End Change 2024 2023 Change 2024 \$ 25,153 \$ 25,070 0.3 % \$ 100,135 \$ \$ 7,145 6,952 2.8 % 22,201 32,298 32,022 0.9 % 122,336 122,336 7,358 7,203 2.2 % 22,249 6,837 6,708 1.9 % 26,972 7,389 7,485 (1.3)% 28,411 14 589 (97.6)% 5,075 5,374 4,766 12.8 % 20,580 26,972 26,751 0.8 % 103,287 5,326 5,271 1.0 % 19,049 1,661 1,726 (3.8)% 6,759 1,074 337 - % 1,989 569 (946) - % 2,419 5,308 2,936 80.8 % 16,698 900 354 - % 4,445 4,408 2,582 70.7 % 12,253 \$ 4,080 \$ 2,188 86.5 % 10,948 \$ \$ 4,080 \$ 2,188 86.5 % 10,948 \$ \$ 0,56 \$ 0.30 86.7 % \$ 1.49 \$	Fourth Quarter Percent Year Ended 2024 2023 Change 2024 2023 \$ 25,153 \$ 25,070 0.3 % \$ 100,135 \$ 99,649 \$ 99,649 7,145 6,952 2.8 % 22,201 22,779 32,298 32,022 0.9 % 122,336 122,428 7,358 7,203 2.2 % 22,249 23,136 6,837 6,708 1.9 % 26,972 26,987 7,389 7,485 (1.3)% 28,411 28,874 14 589 (97.6)% 5,075 1,193 5,374 4,766 12.8 % 20,580 18,777 26,972 26,751 0.8 % 103,287 98,967 5,326 5,271 1.0 % 19,049 23,461 1,661 1,726 (3.8)% 6,759 6,704 1,074 337 % 1,989 1,675 5,308 2,936 80.8 % 16,698 19,848 900 354 % 2,419 1,416 5,308 2,936 80.8 % 16,698 19,848

AT&T Inc. Financial Data

Consolidated Balance Sheets				
Dollars in millions Unaudited		Dec. 31, 2024		Dec. 31, 2023
Assets				-
Current Assets				
Cash and cash equivalents	\$	3,298	\$	6,722
Accounts receivable – net of related allowance for credit loss of \$375 and \$499		9,638		10,289
Inventories		2,270		2,177
Prepaid and other current assets		15,962		17,270
Total current assets		31,168		36,458
Property, Plant and Equipment – Net		128,871		128,489
Goodwill – Net		63,432		67,854
Licenses – Net		127,035		127,219
Other Intangible Assets – Net		5,255		5,283
Investments in and Advances to Equity Affiliates		295		1,251
Operating Lease Right-Of-Use Assets		20,909		20,905
Other Assets		17,830		19,601
Total Assets	\$	394,795	\$	407,060
Liabilities and Stockholders' Equity				
Current Liabilities				
Debt maturing within one year	\$	5,089	\$	9,477
Accounts payable and accrued liabilities	Ψ	35,657	Ψ	35,852
Advanced billings and customer deposits		4,099		3,778
Dividends payable		2,027		2,020
Total current liabilities		46,872		51,127
Long-Term Debt		118,443		127,854
Deferred Credits and Other Noncurrent Liabilities		110,440		127,034
Deferred income taxes		58,939		58,666
Postemployment benefit obligation		9,025		8,734
Operating lease liabilities		17,391		17,568
Other noncurrent liabilities		23,900		23,696
Total deferred credits and other noncurrent liabilities		109,255		108,664
Redeemable Noncontrolling Interest		1,980		1,973
Stockholders' Equity		1,500		1,5 / 5
Preferred stock		_		_
Common stock		7,621		7,621
Additional paid-in capital		109,108		114,519
Retained earnings (deficit)		1,871		(5,015)
Treasury stock		(15,023)		(16,128)
Accumulated other comprehensive income		795		2,300
Noncontrolling interest		13,873		14,145
Total stockholders' equity		118,245		117,442
Total Liabilities and Stockholders' Equity		394,795	\$	407,060

AT&T Inc. Financial Data

Consolidated Statements of Cash Flows				
Dollars in millions				
Unaudited			Ended	
		2024	2	2023
Operating Activities	0	10.053	Ф	15 (00
Net income	\$	12,253	\$	15,623
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization		20,580		18,777
Provision for uncollectible accounts		1,969		1,969
Deferred income tax expense		1,570		3,037
Net (gain) loss on investments, net of impairments		80		441
Pension and postretirement benefit expense (credit)		(1,883)		(2,552)
Actuarial and settlement (gain) loss on pension and postretirement benefits - net		56		1,594
Asset impairments and abandonments and restructuring		5,075		1,193
Changes in operating assets and liabilities:				
Receivables		123		82
Inventories, prepaid and other current assets		(383)		(642)
Accounts payable and other accrued liabilities		(810)		(1,764)
Equipment installment receivables and related sales		(1,846)		(133)
Deferred customer contract acquisition and fulfillment costs		497		1
Postretirement claims and contributions		(166)		(735)
Other - net		1,656		1,423
Total adjustments		26,518		22,691
Net Cash Provided by Operating Activities		38,771		38,314
Investing Activities				
Capital expenditures		(20,263)		(17,853)
Acquisitions, net of cash acquired		(380)		(2,942)
Dispositions		75		72
Distributions from DIRECTV in excess of cumulative equity in earnings		928		2,049
(Purchases), sales and settlements of securities and investments - net		2,575		(902)
Other - net		(425)		(84)
Net Cash Used in Investing Activities		(17,490)		(19,660)
Financing Activities				
Net change in short-term borrowings with original maturities of three months or less				(914)
Issuance of other short-term borrowings		491		5,406
Repayment of other short-term borrowings		(2,487)		(3,415)
Issuance of long-term debt		19		10,004
Repayment of long-term debt		(10,297)		(12,044)
Repayment of note payable to DIRECTV		(10,277)		(130)
Payment of vendor financing		(1,792)		(5,742)
Purchase of treasury stock		(215)		(194)
Issuance of treasury stock		15		3
Issuance of preferred interests in subsidiary				7,151
Redemption of preferred interests in subsidiary		_		(5,333)
Dividends paid		(8,208)		(8,136)
Other - net		(2,234)		(2,270)
Net Cash Used in Financing Activities		(24,708)		(15,614)
Net increase (decrease) in cash and cash equivalents and restricted cash		(3,427)		3,040
Cash and cash equivalents and restricted cash beginning of year		6,833		
	e		•	3,793
Cash and Cash Equivalents and Restricted Cash End of Year	\$	3,406	\$	6,833

AT&T Inc.
Consolidated Supplementary Data

Sup	pleme	ntary Fi	nan	cial Dat	ta			
Dollars in millions except per share amounts								
Unaudited		Fourth	Qua	rter	Percent	Year	Ended	Percent
		2024		2023	Change	2024	2023	Change
Capital expenditures								
Purchase of property and equipment	\$	6,800	\$	4,558	49.2 %	\$20,101	\$ 17,674	13.7 %
Interest during construction		43		43	— %	162	179	(9.5) %
Total Capital Expenditures	\$	6,843	\$	4,601	48.7 %	\$20,263	\$ 17,853	13.5 %
Acquisitions, net of cash acquired								
Business acquisitions	\$	_	\$		— %	\$ —	\$ —	%
Spectrum acquisitions		28		1,938	(98.6)%	181	2,247	(91.9) %
Interest during construction - spectrum		30		81	(63.0)%	199	695	(71.4) %
Total Acquisitions	\$	58	\$	2,019	(97.1)%	\$ 380	\$ 2,942	(87.1) %
Cash paid for interest	\$	1,517	\$	1,667	(9.0)%	\$ 7,132	\$ 7,370	(3.2) %
Cash paid for income taxes, net of refunds	\$	1,574	\$	841	87.2 %	\$ 2,456	\$ 1,599	53.6 %
Dividends Declared per Common Share	\$	0.2775	\$	0.2775	— %	\$ 1.11	\$ 1.11	%
End of Period Common Shares Outstanding (000,000)						7,176	7,150	0.4 %
Debt Ratio						50.7 %	53.5 %	(280) BI
Total Employees						140,990	150,470	(6.3) %

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 1	Results				
Dollars in millions							
Unaudited	Fourth Quar		arter	Percent	Year Er	nded	Percent
		2024	2023	Change	2024	2023	Change
Segment Operating Revenues							
Mobility	\$	23,129 \$	22,393	3.3 % \$	85,255 \$	83,982	1.5 %
Business Wireline		4,545	5,052	(10.0)%	18,819	20,883	(9.9)%
Consumer Wireline		3,465	3,352	3.4 %	13,578	13,173	3.1 %
Total Segment Operating Revenues		31,139	30,797	1.1 %	117,652	118,038	(0.3)%
Segment Operating Income							
Mobility		6,124	6,214	(1.4)%	26,314	25,861	1.8 %
Business Wireline		(211)	165	— %	(88)	1,289	%
Consumer Wireline		276	229	20.5 %	869	651	33.5 %
Total Segment Operating Income	\$	6,189 \$	6,608	(6.3)% \$	27,095 \$	27,801	(2.5)%

Supp	lementary Op	erating Da	ta			
Subscribers and connections in thousands						
Unaudited				Decemb	er 31,	Percent
				2024	2023	Change
Broadband Connections						
Broadband ¹				15,311	15,078	1.5 %
DSL				127	210	(39.5)%
Total Broadband Connections				15,438	15,288	1.0 %
¹ Excludes AT&T Internet Air (AIA) for Business.					_	
Voice Connections						
Retail Switched Access Lines				3,296	4,185	(21.2)%
VoIP Connections				2,223	2,558	(13.1)%
Total Retail Voice Connections				5,519	6,743	(18.2)%
	Fourth Q	uarter	Percent	Year Ei	nded	Percent
	2024	2023	Change	2024	2023	Change
Broadband Net Additions						
Broadband ¹	113	13	— %	233	3	— %
DSL	(19)	(21)	9.5 %	(83)	(101)	17.8 %
Total Broadband Net Additions	94	(8)	— %	150	(98)	— %
¹ Excludes AIA for Business.						

Mobility

Mobility provides nationwide wireless service and equipment.

	Mobil	ity Results				
Dollars in millions						
Unaudited	Fourt	h Quarter	Percent	Year	r Ended	Percent
	2024	2023	Change	2024	2023	Change
Operating Revenues						
Service	\$ 16,563	\$ 16,039	3.3 %	\$ 65,373	\$ 63,175	3.5 %
Equipment	6,566	6,354	3.3 %	19,882	20,807	(4.4) %
Total Operating Revenues	23,129	22,393	3.3 %	85,255	83,982	1.5 %
Operating Expenses						
Operations and support	14,241	14,017	1.6 %	48,724	49,604	(1.8) %
Depreciation and amortization	2,764	2,162	27.8 %	10,217	8,517	20.0 %
Total Operating Expenses	17,005	16,179	5.1 %	58,941	58,121	1.4 %
Operating Income	\$ 6,124	\$ 6,214	(1.4) %	\$ 26,314	\$ 25,861	1.8 %
Operating Income Margin	26.5	% 27.7 %	(120) BP	30.9 %	6 30.8 %	10 BF

Supplementary Op	erating Data	
Subscribers and connections in thousands		
Unaudited	December 31,	Percent
	2024 202	3 Change
Mobility Subscribers		
Postpaid	89,200 87,10	04 2.4 %
Postpaid phone	72,749 71,2:	55 2.1 %
Prepaid	19,023 19,23	36 (1.1) %
Reseller	9,628 7,40	68 28.9 %
Total Mobility Subscribers ¹	117,851 113,80	3.6 %

¹ 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.

	Fourth Qu	Fourth Quarter		Year Ended		Percent
	2024	2023	Change	2024	2023	Change
Mobility Net Additions						
Postpaid Phone Net Additions	482	526	(8.4) %	1,653	1,744	(5.2) %
Total Phone Net Additions	363	394	(7.9) %_	1,525	1,801	(15.3) %
			_			
Postpaid	839	759	10.5 %	2,250	2,315	(2.8) %
Prepaid	(136)	(135)	(0.7) %	(102)	128	_ %
Reseller	1,110	338	%	2,020	1,279	57.9 %
Total Mobility Net Additions ¹	1,813	962	88.5 %	4,168	3,722	12.0 %
			_			
Postpaid Churn	1.00 %	1.01 %	(1) BP	0.92 %	0.98 %	(6) BP
Postpaid Phone-Only Churn	0.85 %	0.84 %	1 BP	0.76 %	0.81 %	(5) BP

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, fixed wireless services, IP Voice and managed professional services as well as traditional data services and related equipment to business customers.

	Bus	iness W	irel	ine Resul	lts			
Dollars in millions								
Unaudited		Fourth	Qua	arter	Percent	Year	Ended	Percent
		2024		2023	Change	2024	2023	Change
Operating Revenues								
Service	\$	4,376	\$	4,873	(10.2) %	\$ 18,064	\$ 20,274	(10.9) %
Equipment		169		179	(5.6) %	755	609	24.0 %
Total Operating Revenues		4,545		5,052	(10.0) %	18,819	20,883	(9.9) %
					_		_	
Operating Expenses								
Operations and support		3,348		3,518	(4.8) %	13,352	14,217	(6.1) %
Depreciation and amortization		1,408		1,369	2.8 %	5,555	5,377	3.3 %
Total Operating Expenses		4,756		4,887	(2.7) %	18,907	19,594	(3.5) %
Operating Income (Loss)	\$	(211)	\$	165	— %	\$ (88)	\$ 1,289	_ %
Operating Income Margin		(4.6)%	, D	3.3 %	(790) BP	(0.5)%	6.2 %	(670) BP

Consumer Wireline

Consumer Wireline provides broadband services, including fiber connections that provide multi-gig services, and our fixed wireless access product (AT&T Internet Air or "AIA") that provides internet services delivered over our 5G wireless network to residential customers. Consumer Wireline also provides legacy telephony voice communication services.

	Consumer	r Wireline Rest	ılts			
Dollars in millions						
Unaudited	Fou	ırth Quarter	Percent	Yea	r Ended	Percent
	2024	2023	Change	2024	2023	Change
Operating Revenues						
Broadband	\$ 2,911	\$ 2,700	7.8 %	\$ 11,212	\$ 10,455	7.2 %
Legacy voice and data services	293	361	(18.8) %	1,265	1,508	(16.1) %
Other service and equipment	261	291	(10.3) %	1,101	1,210	(9.0) %
Total Operating Revenues	3,465	3,352	3.4 %	13,578	13,173	3.1 %
Operating Expenses						
Operations and support	2,247	2,243	0.2 %	9,048	9,053	(0.1) %
Depreciation and amortization	942	880	7.0 %	3,661	3,469	5.5 %
Total Operating Expenses	3,189	3,123	2.1 %	12,709	12,522	1.5 %
Operating Income	\$ 276	\$ 229	20.5 %	\$ 869	\$ 651	33.5 %
Operating Income Margin	8.0	6.8 %	120 BP	6.4 %	4 .9 %	150 BP

Su	pplementary	Operating	, Data			
Subscribers and connections in thousands						
Unaudited				Decem	iber 31,	Percent
			_	2024	2023	Change
Broadband Connections						
Total Broadband and DSL Connections				14,079	13,890	1.4 %
Broadband ¹				13,987	13,729	1.9 %
Fiber Broadband Connections				9,331	8,307	12.3 %
Voice Connections						
Retail Consumer Switched Access Lines				1,310	1,651	(20.7) %
Consumer VoIP Connections				1,653	1,953	(15.4) %
Total Retail Consumer Voice Connections				2,963	3,604	(17.8) %
¹ Includes AIA.						
	Fourth	Quarter	Percent	Year	Ended	Percent
	2024	2023	Change	2024	2023	Change
Broadband Net Additions						
Total Broadband and DSL Net Additions	107	3	— %	189	(101)	_ %
Broadband Net Additions ¹	123	19	%	258	(24)	%
Fiber Broadband Net Additions	307	273	12.5 %	1,024	1,092	(6.2) %
¹ Includes AIA.						

LATIN AMERICA SEGMENT

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

	Segme	ent F	Results					
Dollars in millions								
Unaudited	 Fourth	ı Qu	arter	Percent	Yea	r Ended	Percent	;
	2024		2023	Change	2024	2023	Change	;
Operating Revenues								
Wireless service	\$ 634	\$	671	(5.5) % \$	2,668	\$ 2,569	3.9	%
Wireless equipment	410		419	(2.1) %	1,564	1,363	14.7	%
Total Operating Revenues	1,044		1,090	(4.2) %	4,232	3,932	7.6	%
Operating Expenses								
Operations and support	873		953	(8.4) %	3,535	3,349	5.6	%
Depreciation and amortization	150		180	(16.7) %	657	724	(9.3)	%
Total Operating Expenses	1,023		1,133	(9.7) %	4,192	4,073	2.9	%
Operating Income (Loss)	\$ 21	\$	(43)	- % \$	40	\$ (141)	_	%
Operating Income Margin	2.0 %	6	(3.9)%	590 BP	0.9 %	((3.6)%	450 I	BP

	Supplementary	Operating	Data					
Subscribers and connections in thousands								
Unaudited					Decem	ber 31,	Percer	ıt
					2024	2023	Chang	e,e
Mexico Wireless Subscribers								
Postpaid					5,837	5,236	11.5	%
Prepaid					17,486	16,663	4.9	%
					253	417	(39.3)	%
Reseller					233		. ` ` /	, ,
Reseller Total Mexico Wireless Subscribers					23,576	22,316	5.6	%
	Fourth (Quarter (Percent			22,316		%
	Fourth (Quarter 2023	Percent Change	_	23,576	22,316	5.6	% nt
				_	23,576 Year I	22,316 Ended	5.6 Percer	% nt
Total Mexico Wireless Subscribers			Change	_	23,576 Year I	22,316 Ended	5.6 Percer	% nt ge
Total Mexico Wireless Subscribers Mexico Wireless Net Additions	2024	2023	Change 35.1	;	23,576 Year I 2024	22,316 Ended 2023	5.6 Percer Chang	%
Mexico Wireless Subscribers Mexico Wireless Net Additions Postpaid	2024	2023	35.1 8.9	%	23,576 Year 1 2024 601	22,316 Ended 2023	5.6 Percer Chang	% nt

SUPPLEMENTAL SEGMENT RECONCILIATION

		Three Mo	onths Ended			
Dollars in millions						
Unaudited						
December 31, 2024						
			Operations		Depreciation	
		Revenues	and Support Expenses	EBITDA	and Amortization	Operating Income (Loss)
Communications		Tte venues	Ехрепзез	EBIIDII	7 Infortization	meome (Loss)
Mobility	\$	23,129	\$ 14,241	\$ 8,888	\$ 2,764	\$ 6,124
Business Wireline	Ψ	4,545	3,348	1,197	1,408	(211
Consumer Wireline		3,465	2,247	1,218	942	276
Total Communications		31,139	19,836	11,303	5,114	6,189
Latin America - Mexico		1,044	873	171	150	21
Segment Total		32,183	20,709	11,474	5,264	6,210
Corporate and Other			.,	,	-, -	-, -
Corporate:						
DTV-related retained costs		_	108	(108)	97	(205
Parent administration support		(2)		(488)		(489
Securitization fees		30	179	(149)		(149
Value portfolio		87	25	62	2	60
Total Corporate		115	798	(683)	100	(783
Certain significant items		_	91	(91)	10	(101
Total Corporate and Other		115	889	(774)	110	(884
AT&T Inc.	\$	32,298	\$ 21,598	\$ 10,700	\$ 5,374	\$ 5,326
December 31, 2023			Operations and Support		Depreciation and	Operating
		Revenues	Expenses	EBITDA	Amortization	Income (Loss)
Communications						
3.6.1.111						
Mobility	\$	22,393	\$ 14,017	\$ 8,376	\$ 2,162	\$ 6,214
Mobility Business Wireline	\$	22,393 5,052	\$ 14,017 3,518	\$ 8,376 1,534	\$ 2,162 1,369	
•	\$	· ·		1,534 1,109	· ·	165
Business Wireline Consumer Wireline Total Communications	\$	5,052 3,352 30,797	3,518	1,534	1,369	165 229
Business Wireline Consumer Wireline Total Communications Latin America - Mexico	\$	5,052 3,352 30,797 1,090	3,518 2,243 19,778 953	1,534 1,109 11,019	1,369 880 4,411 180	165 229 6,608 (43
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total	\$	5,052 3,352 30,797	3,518 2,243 19,778	1,534 1,109 11,019	1,369 880 4,411	\$ 6,214 165 229 6,608 (43 6,565
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other	\$	5,052 3,352 30,797 1,090	3,518 2,243 19,778 953	1,534 1,109 11,019	1,369 880 4,411 180	165 229 6,608 (43
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate:	\$	5,052 3,352 30,797 1,090	3,518 2,243 19,778 953 20,731	1,534 1,109 11,019 137 11,156	1,369 880 4,411 180 4,591	165 229 6,608 (43 6,565
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs	\$	5,052 3,352 30,797 1,090 31,887	3,518 2,243 19,778 953 20,731	1,534 1,109 11,019 137 11,156	1,369 880 4,411 180 4,591	165 229 6,608 (43 6,565
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support	\$	5,052 3,352 30,797 1,090 31,887	3,518 2,243 19,778 953 20,731	1,534 1,109 11,019 137 11,156	1,369 880 4,411 180 4,591	165 229 6,608 (43 6,565 (318 (373
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees	\$	5,052 3,352 30,797 1,090 31,887 — 6 24	3,518 2,243 19,778 953 20,731 172 377 165	1,534 1,109 11,019 137 11,156 (172) (371) (141)	1,369 880 4,411 180 4,591 146 2	165 229 6,608 (43 6,565 (318 (373 (141
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees Value portfolio	\$	5,052 3,352 30,797 1,090 31,887 — 6 24 105	3,518 2,243 19,778 953 20,731 172 377 165 22	1,534 1,109 11,019 137 11,156 (172) (371) (141) 83	1,369 880 4,411 180 4,591 146 2 — 6	165 229 6,608 (43 6,565 (318 (373 (141 77
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees Value portfolio Total Corporate	\$	5,052 3,352 30,797 1,090 31,887 — 6 24	3,518 2,243 19,778 953 20,731 172 377 165 22 736	1,534 1,109 11,019 137 11,156 (172) (371) (141) 83 (601)	1,369 880 4,411 180 4,591 146 2 - 6 154	165 229 6,608 (43 6,565 (318 (373 (141 77 (755
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees Value portfolio Total Corporate Certain significant items	\$	5,052 3,352 30,797 1,090 31,887 ———————————————————————————————————	3,518 2,243 19,778 953 20,731 172 377 165 22 736 518	1,534 1,109 11,019 137 11,156 (172) (371) (141) 83 (601) (518)	1,369 880 4,411 180 4,591 146 2 6 154 21	165 229 6,608 (43 6,565 (318 (373 (141 77 (755 (539
Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees Value portfolio Total Corporate	\$	5,052 3,352 30,797 1,090 31,887 — 6 24 105	3,518 2,243 19,778 953 20,731 172 377 165 22 736 518 1,254	1,534 1,109 11,019 137 11,156 (172) (371) (141) 83 (601) (518)	1,369 880 4,411 180 4,591 146 2 - 6 154 21 175	165 229 6,608 (43 6,565 (318 (373 (141 77 (755 (539

SUPPLEMENTAL SEGMENT RECONCILIATION

		Year	Ended			
Dollars in millions						
Unaudited						
December 31, 2024						
			Operations		Depreciation	
		Revenues	and Support	EBITDA	and Amortization	Operating Income (Loss
Communications		Reveilues	Expenses	EBIIDA	Amortization	meome (Loss
Mobility	\$	85,255	\$ 48,724	\$ 36,531	\$ 10,217	\$ 26,31
Business Wireline	Þ	18,819	13,352	5,467	5,555	\$ 20,31
Consumer Wireline		13,578	9,048	4,530	3,661	86
Total Communications		117,652		46,528		
Latin America - Mexico		4,232	71,124	40,528	657	27,099
		121,884	3,535 74,659			27,13
Segment Total		121,004	74,059	47,225	20,090	27,13
Corporate and Other						
Corporate:			165	(465	11.4	(97)
DTV-related retained costs		(2)	465	(465	,	(87)
Parent administration support		(2)	1,722	(1,724	•	(1,73)
Securitization fees		116	628	(512		(51)
Value portfolio		338	102	236		219
Total Corporate		452	2,917	(2,465		(2,90)
Certain significant items			5,131	(5,131		(5,184
Lotal Cornorate and Other				17 506) 490	18 1187
Total Corporate and Other	•	452	8,048 \$ 82.707	(7,596 \$ 30,620	<u>/</u>	(8,086 \$ 10,040
1	\$	122,336			<u>/</u>	-
AT&T Inc.	\$		\$ 82,707		\$ 20,580	•
AT&T Inc.		122,336	\$ 82,707 Operations and Support	\$ 39,629	\$ 20,580 Depreciation and	\$ 19,04
AT&T Inc. December 31, 2023			\$ 82,707 Operations		\$ 20,580	\$ 19,04
AT&T Inc. December 31, 2023 Communications		122,336 Revenues	\$ 82,707 Operations and Support Expenses	\$ 39,629 EBITDA	\$ 20,580 Depreciation and Amortization	S 19,049 Operating Income (Loss
AT&T Inc. December 31, 2023 Communications Mobility		122,336 Revenues 83,982	Sections and Support Expenses 49,604	\$ 39,629 EBITDA \$ 34,378	\$ 20,580 Depreciation and Amortization \$ 8,517	Operating Income (Loss
AT&T Inc. December 31, 2023 Communications Mobility Business Wireline		122,336 Revenues 83,982 20,883	Operations and Support Expenses 49,604 14,217	\$ 39,629 EBITDA \$ 34,378 6,666	\$ 20,580 Depreciation and Amortization \$ 8,517 5,377	Operating Income (Loss \$ 25,86 1,289
AT&T Inc. December 31, 2023 Communications Mobility Business Wireline Consumer Wireline		122,336 Revenues 83,982 20,883 13,173	\$ 82,707 Operations and Support Expenses \$ 49,604	\$ 39,629 EBITDA \$ 34,378 6,666 4,120	\$ 20,580 Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289
AT&T Inc. December 31, 2023 Communications Mobility Business Wireline Consumer Wireline Total Communications		Revenues 83,982 20,883 13,173 118,038	Operations and Support Expenses \$ 49,604 14,217 9,053 72,874	* 39,629 EBITDA * 34,378 6,666 4,120 45,164	\$ 20,580 Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80
AT&T Inc. December 31, 2023 Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico		83,982 20,883 13,173 118,038 3,932	\$ 82,707 Operations and Support Expenses \$ 49,604	* 39,629 EBITDA * 34,378 6,666 4,120 45,164 583	\$ 20,580 Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80 (14
AT&T Inc. December 31, 2023 Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total		Revenues 83,982 20,883 13,173 118,038	Operations and Support Expenses \$ 49,604 14,217 9,053 72,874	* 39,629 EBITDA * 34,378 6,666 4,120 45,164	\$ 20,580 Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80 (14
AT&T Inc. December 31, 2023 Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other		83,982 20,883 13,173 118,038 3,932	\$ 82,707 Operations and Support Expenses \$ 49,604	* 39,629 EBITDA * 34,378 6,666 4,120 45,164 583	\$ 20,580 Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80 (14
AT&T Inc. December 31, 2023 Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate:		83,982 20,883 13,173 118,038 3,932	\$ 82,707 Operations and Support Expenses \$ 49,604 14,217 9,053 72,874 3,349 76,223	* 39,629 EBITDA * 34,378 6,666 4,120 45,164 583 45,747	\$ 20,580 Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,28 65 27,80 (14 27,66)
Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs		122,336 Revenues 83,982 20,883 13,173 118,038 3,932 121,970	Operations and Support Expenses \$ 49,604 14,217 9,053 72,874 3,349 76,223	* 39,629 EBITDA * 34,378	\$ 20,580 Depreciation and Amortization \$ 8,517 5,377 3,469 17,363 724 18,087	Operating Income (Loss \$ 25,86
Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support		122,336 Revenues 83,982 20,883 13,173 118,038 3,932 121,970 — (7)	\$ 82,707 Operations and Support Expenses \$ 49,604 14,217 9,053 72,874 3,349 76,223	* 39,629 EBITDA * 34,378 6,666 4,120 45,164 583 45,747 (686 (1,423	Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80 (14 27,666 (1,272 (1,272 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (1,429 (
Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees		122,336 Revenues 83,982 20,883 13,173 118,038 3,932 121,970 — (7) 85	\$ 82,707 Operations and Support Expenses \$ 49,604	\$ 39,629 EBITDA \$ 34,378 6,666 4,120 45,164 583 45,747 (686 (1,423 (519)	Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80 (14 27,666 (1,429 (519 65))
Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees Value portfolio		122,336 Revenues 83,982 20,883 13,173 118,038 3,932 121,970 — (7) 85 380	\$ 82,707 Operations and Support Expenses \$ 49,604	\$ 39,629 EBITDA \$ 34,378 6,666 4,120 45,164 583 45,747 (686 (1,423 (519 281	Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80 (14 27,660 (1,27) (1,42) (51) 256
Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees Value portfolio Total Corporate		122,336 Revenues 83,982 20,883 13,173 118,038 3,932 121,970 — (7) 85	\$ 82,707 Operations and Support Expenses \$ 49,604 14,217 9,053 72,874 3,349 76,223 686 1,416 604 99 2,805	\$ 39,629 EBITDA \$ 34,378 6,666 4,120 45,164 583 45,747 (686 (1,423 (519 281 (2,347	Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,28 65 27,80 (14 27,66 (1,42 (51) 25) (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,96 (2,9) (2,96 (2,96 (2,96 (2,96 (2
Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees Value portfolio Total Corporate Certain significant items		122,336 Revenues 83,982 20,883 13,173 118,038 3,932 121,970 — (7) 85 380 458 —	\$ 82,707 Operations and Support Expenses \$ 49,604	\$ 39,629 EBITDA \$ 34,378 6,666 4,120 45,164 583 45,747 (686 (1,423 (519 281 (2,347 (1,162	Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80 (14 27,660 (1,27) (1,429 (519 25) (2,96 (1,23)
Communications Mobility Business Wireline Consumer Wireline Total Communications Latin America - Mexico Segment Total Corporate and Other Corporate: DTV-related retained costs Parent administration support Securitization fees Value portfolio Total Corporate		122,336 Revenues 83,982 20,883 13,173 118,038 3,932 121,970 — (7) 85 380	\$ 82,707 Operations and Support Expenses \$ 49,604	\$ 39,629 EBITDA \$ 34,378 6,666 4,120 45,164 583 45,747 (686 (1,423 (519 281 (2,347 (1,162 (3,509)	\$ 20,580 Depreciation and Amortization \$ 8,517	Operating Income (Loss \$ 25,86 1,289 65 27,80 (14) 27,660 (1,272 (1,429 (519 259 (2,96) (1,238 (4,199

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	Flov	Dividen	ıd P	ayout Rat	io			
Dollars in millions								
		Fourth	ı Qua	arter		Year	End	ed
		2024		2023		2024		2023
Net cash provided by operating activities ¹	\$	11,896	\$	11,378	\$	38,771	\$	38,314
Add: Distributions from DIRECTV classified as investing activities		_		602		928		2,049
Less: Capital expenditures		(6,843)		(4,601)		(20,263)		(17,853)
Less: Cash paid for vendor financing		(221)		(1,006)		(1,792)		(5,742)
Free Cash Flow		4,832		6,373		17,644		16,768
Less: Dividends paid		(2,037)		(2,020)		(8,208)		(8,136)
Free Cash Flow after Dividends	\$	2,795	\$	4,353	\$	9,436	\$	8,632
Free Cash Flow Dividend Payout Ratio		42.2 %	6	31.7 %)	46.5 %	6	48.5 %

Includes distributions from DIRECTV of \$1,072 and \$2,027 in the fourth quarter and for the year ended December 31, 2024, and \$332 and \$1,666 in the fourth quarter and for the year ended December 31, 2023.

Beginning with our first-quarter 2025 reporting, as shown in the table below, we plan to revise our definition of free cash flow to remove cash flow related to our DIRECTV equity method investment, which we have agreed to sell to TPG Capital (TPG). Free cash flow is expected to be defined as cash from operations minus cash flows related to our DIRECTV equity method investment (cash distributions minus cash taxes paid from DIRECTV), minus capital expenditures and cash paid for vendor financing (classified as financing activities).

Free Cash Flow Exc	ludir	g DIREC	CTV				
Dollars in millions							
		Fourth	ı Qua	rter	Year	End	ed
		2024		2023	2024		2023
Net cash provided by operating activities	\$	11,896	\$	11,378	\$ 38,771	\$	38,314
Less: Distributions from DIRECTV classified as operating activities		(1,072)		(332)	(2,027)		(1,666)
Less: Cash taxes paid on DIRECTV		254		236	656		782
Less: Capital expenditures		(6,843)		(4,601)	(20,263)		(17,853)
Less: Cash paid for vendor financing		(221)		(1,006)	(1,792)		(5,742)
Free Cash Flow Excluding DIRECTV		4,014		5,675	15,345		13,835

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								
Dollars in millions								
		Fourth Qua	ırter	Year En	ded			
		2024	2023	2024	2023			
Capital Expenditures	\$	(6,843) \$	(4,601)	\$ (20,263) \$	(17,853)			
Cash paid for vendor financing		(221)	(1,006)	(1,792)	(5,742)			
Cash paid for Capital Investment	\$	(7,064) \$	(5,607)	\$ (22,055) \$	(23,595)			

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.

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.

EBITDA, EBITDA Margin aı	nd EB	SITDA Servi	ce Margin		
Dollars in millions					
		Fourth Qua	arter	Year I	Ended
		2024	2023	2024	2023
Net Income	\$	4,408 \$	2,582	\$ 12,253	\$ 15,623
Additions:					
Income Tax Expense (Benefit)		900	354	4,445	4,225
Interest Expense		1,661	1,726	6,759	6,704
Equity in Net (Income) of Affiliates		(1,074)	(337)	(1,989)	(1,675)
Other (Income) Expense - Net		(569)	946	(2,419)	(1,416)
Depreciation and amortization		5,374	4,766	20,580	18,777
EBITDA		10,700	10,037	39,629	42,238
Transaction and other cost		22	26	123	98
Benefit-related (gain) loss		55	(97)	(67)	(129)
Asset impairments and abandonments and restructuring		14	589	5,075	1,193
Adjusted EBITDA ¹	\$	10,791 \$	10,555	\$ 44,760	\$ 43,400

See "Adjusting Items" section for additional discussion and reconciliation of adjusted items.

Segment and Business Unit EBI	ITDA, EBITDA N	Margin an	d F	EBITDA S	erv	ice Margi	n	
Dollars in millions		Fourth	O112	rter		Year	End	ad
		2024	Qua	2023		2024	Liiu	2023
Communications Segment		-				-		
Operating Income	\$	6,189	\$	6,608	\$	27,095	\$	27,801
Add: Depreciation and amortization	Ψ	5,114	Ψ	4,411	Ψ	19,433	Ψ	17,363
EBITDA		11,303		11,019		46,528		45,164
		,		,		-)		10,101
Total Operating Revenues		31,139		30,797		117,652		118,038
Operating Income Margin		19.9 %		21.5 %		23.0 %		23.6 %
EBITDA Margin		36.3 %		35.8 %		39.5 %		38.3 %
Mobility								
Operating Income	\$	6,124	\$	6,214	\$	26,314	\$	25,861
Add: Depreciation and amortization		2,764		2,162		10,217		8,517
EBITDA		8,888		8,376		36,531		34,378
Total Operating Revenues		23,129		22,393		85,255		83,982
Service Revenues		16,563		16,039		65,373		63,175
Operating Income Margin		26.5 %		27.7 %		30.9 %		30.8 %
EBITDA Margin		38.4 %		37.4 %		42.8 %		40.9 %
EBITDA Service Margin		53.7 %		52.2 %		55.9 %		54.4 %
Business Wireline								
Operating Income	\$	(211)	\$	165	\$	(88)	\$	1,289
Add: Depreciation and amortization		1,408		1,369		5,555		5,377
EBITDA		1,197		1,534		5,467		6,666
Total Operating Revenues		4,545		5,052		18,819		20,883
Operating Income Margin		(4.6)%		3.3 %		(0.5)%		6.2 %
EBITDA Margin		26.3 %		30.4 %		29.1 %		31.9 %
Consumer Wireline								
Operating Income	\$	276	\$	229	\$	869	\$	651
Add: Depreciation and amortization		942		880		3,661		3,469
EBITDA		1,218		1,109		4,530		4,120
Total Operating Revenues		3,465		3,352		13,578		13,173
Operating Income Margin		8.0 %		6.8 %		6.4 %		4.9 %
EBITDA Margin		35.2 %		33.1 %		33.4 %		31.3 %
Latin America Segment								
Operating Income	\$	21	\$	(43)	\$	40	\$	(141)
Add: Depreciation and amortization		150		180		657		724
EBITDA	_	171		137		697		583
Total Operating Revenues		1,044		1,090		4,232		3,932
Operating Income Margin		2.0 %		(3.9)%		0.9 %		(3.6)%
EBITDA Margin		16.4 %		12.6 %		16.5 %		14.8 %

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%.

Adjustii	ng Items				
Dollars in millions					
		Fourth Qua	rter	Year I	Ended
	2	024	2023	2024	2023
Operating Expenses					
Transaction and other costs	\$	22 \$	26	\$ 123	\$ 98
Benefit-related (gain) loss		55	(97)	(67)	(129)
Asset impairments and abandonments and restructuring		14	589	5,075	1,193
Adjustments to Operations and Support Expenses		91	518	5,131	1,162
Amortization of intangible assets		10	21	53	76
Adjustments to Operating Expenses		101	539	5,184	1,238
Other					
DIRECTV intangible amortization (proportionate share)			294	797	1,269
Benefit-related (gain) loss, impairments of investment and other		10	76	156	390
Actuarial and settlement (gain) loss – net		56	1,739	56	1,594
Adjustments to Income Before Income Taxes		167	2,648	6,193	4,491
Tax impact of adjustments		37	632	401	1,038
Tax-related items		222	271	222	271
Adjustments to Net Income	\$	(92) \$	1,745	\$ 5,570	\$ 3,182

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 Incon Adjusted EBITDA	ne, Adjusted A and Adjuste	Operation of the Control of the Cont	ng In DA 1	ncome Ma Margin	rgi	n,		
Dollars in millions								
		Fourtl	h Qua	arter		Year	End	led
		2024		2023		2024		2023
Operating Income	\$	5,326	\$	5,271	\$	19,049	\$	23,461
Adjustments to Operating Expenses		101		539		5,184		1,238
Adjusted Operating Income		5,427		5,810		24,233		24,699
EBITDA		10,700		10,037		39,629		42,238
Adjustments to Operations and Support Expenses		91		518		5,131		1,162
Adjusted EBITDA		10,791		10,555		44,760		43,400
Total Operating Revenues		32,298		32,022		122,336		122,428
Operating Income Margin		16.5 %	6	16.5 %)	15.6 %	ó	19.2 %
Adjusted Operating Income Margin		16.8 %	6	18.1 %)	19.8 %	ó	20.2 %
Adjusted EBITDA Margin		33.4 %	6	33.0 %)	36.6 %	o o	35.4 %

Adjusted	l Diluted	EPS					
		Fourth	Qua	irter	Year	End	ed
		2024		2023	2024		2023
Diluted Earnings Per Share (EPS)	\$	0.56	\$	0.30	\$ 1.49	\$	1.97
DIRECTV intangible amortization (proportionate share)		_		0.03	0.09		0.14
Actuarial and settlement (gain) loss – net ¹		0.01		0.18	0.01		0.17
Restructuring and impairments		_		0.06	0.72		0.18
Benefit-related, transaction and other costs		_		0.01	(0.02)		(0.01)
Tax-related items		(0.03)		(0.04)	(0.03)		(0.04)
Adjusted EPS	\$	0.54	\$	0.54	\$ 2.26	\$	2.41
Year-over-year growth - Adjusted		-%)		-6.2%	•	
Weighted Average Common Shares Outstanding with Dilution (000,000)		7,215		7,191	7,204		7,258

Includes adjustments for actuarial gains or losses associated with our pension and postemployment benefit plans, which we immediately recognize in the income statement, pursuant to our accounting policy for the recognition of actuarial gains/losses. We recorded a total net actuarial loss of \$0.1 billion in 2024. As a result, adjusted EPS reflects an expected return on plan assets of \$2.3 billion (based on an average expected return on plan assets of 7.75% for our pension trust and 4.00% for our VEBA trusts), rather than the actual return on plan assets of \$0.4 billion (actual pension return of 1.4% and VEBA return of 8.0%), included in the GAAP measure of income.

Beginning with our first-quarter 2025 reporting, as shown in the table below, we plan to remove from adjusted earnings equity in net income from our investment in DIRECTV, which we have agreed to sell to TPG.

Adjusted Diluted EPS Excluding DIRECTV											
		Fourth		Year Ended							
		2024 2023				2024		2023			
Diluted Earnings Per Share (EPS)	\$	0.56	\$	0.30	\$	1.49	\$	1.97			
Equity in net income of DIRECTV		(0.12)		(0.04)		(0.22)		(0.18)			
Actuarial and settlement (gain) loss – net		0.01		0.18		0.01		0.17			
Restructuring and impairments		_		0.06		0.72		0.18			
Benefit-related, transaction and other costs		0.01		0.01		(0.02)		_			
Tax-related items		(0.03)		(0.04)		(0.03)		(0.04)			
Adjusted EPS	\$	0.43	\$	0.47	\$	1.95	\$	2.10			
Year-over-year growth - Adjusted		-8.5%)			-7.1%)				
Weighted Average Common Shares Outstanding with Dilution (000,000)		7,215		7,191		7,204		7,258			

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											
Dollars in millions	s in millions Three Months Ended										
	March 31, June 30, Sept. 30, Dec. 31,										
		2024 1		2024 1		2024 1		2024	Fou	r Quarters	
Adjusted EBITDA	\$	11,046	\$	11,337	\$	11,586	\$	10,791	\$	44,760	
End-of-period current debt										5,089	
End-of-period long-term debt										118,443	
Total End-of-Period Debt										123,532	
Less: Cash and Cash Equivalents										3,298	
Less: Time Deposits										150	
Net Debt Balance										120,084	
Annualized Net Debt to Adjusted EBITDA Ratio										2.68	

As reported in AT&T's Form 8-K filed October 23, 2024.

Net Debt to Adjusted EBITDA - 2023										
Dollars in millions										
	Three Months Ended March 31, June 30, Sept. 30, Dec. 31,									
		2023 1		2023 1		2023 1		2023 1	Fou	r Quarters
Adjusted EBITDA	\$	10,589	\$	11,053	\$	11,203	\$	10,555	\$	43,400
End-of-period current debt										9,477
End-of-period long-term debt										127,854
Total End-of-Period Debt										137,331
Less: Cash and Cash Equivalents										6,722
Less: Time Deposits										1,750
Net Debt Balance										128,859
Annualized Net Debt to Adjusted EBITDA Ratio										2.97

¹ As reported in AT&T's Form 8-K filed October 23, 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 business units, and then adjusting to remove non-business operations. The following table presents a reconciliation of our supplemental Business Solutions results.

			Supple	emental Op	erational M	easure						
	Fourth Quarter											
			December	31, 2024								
		Mobility	Business Wireline	Adj. ¹	Business Solutions	Mobility	Business Wireline	Adj. ¹	Business Solutions	Percent Change		
Operating Revenues												
Wireless service	\$	16,563	\$	\$ (14,088)	\$ 2,475	\$ 16,039	\$ —	\$ (13,648)	\$ 2,391	3.5 %		
Wireline service		_	4,376	_	4,376	_	4,873	_	4,873	(10.2)%		
Wireless equipment		6,566	_	(5,602)	964	6,354	_	(5,451)	903	6.8 %		
Wireline equipment		_	169	_	169		179	_	179	(5.6)%		
Total Operating Revenues		23,129	4,545	(19,690)	7,984	22,393	5,052	(19,099)	8,346	(4.3)%		
Operating Expenses												
Operations and support		14,241	3,348	(11,830)	5,759	14,017	3,518	(11,683)	5,852	(1.6)%		
EBITDA		8,888	1,197	(7,860)	2,225	8,376	1,534	(7,416)	2,494	(10.8)%		
Depreciation and amortization		2,764	1,408	(2,259)	1,913	2,162	1,369	(1,765)	1,766	8.3 %		
Total Operating Expenses		17,005	4,756	(14,089)	7,672	16,179	4,887	(13,448)	7,618	0.7 %		
Operating Income	\$	6,124	\$ (211)	\$ (5,601)	\$ 312	\$ 6,214	\$ 165	\$ (5,651)	\$ 728	(57.1)%		
Operating Income Margin					3.9 %				8.7 %			

Non-business wireless reported in the Communications segment under the Mobility business unit.

Supplemental Operational Measure													
		Year Ended											
			December	31, 2024			Decembe	er 31, 2023					
]	Mobility Business Wireline		Adj.1	Business Solutions	Business Mobility Wireline			Business Solutions	Percent Change			
Operating Revenues													
Wireless service	\$	65,373	\$ —	\$ (55,561)	\$ 9,812	\$ 63,175	\$ —	\$ (53,752)	\$ 9,423	4.1 %			
Wireline service		_	18,064	_	18,064	_	20,274	_	20,274	(10.9)%			
Wireless equipment		19,882	_	(16,630)	3,252	20,807	_	(17,585)	3,222	0.9 %			
Wireline equipment		_	755	_	755	_	609	_	609	24.0 %			
Total Operating Revenues		85,255	18,819	(72,191)	31,883	83,982	20,883	(71,337)	33,528	(4.9)%			
Operating Expenses													
Operations and support		48,724	13,352	(40,010)	22,066	49,604	14,217	(40,980)	22,841	(3.4)%			
EBITDA		36,531	5,467	(32,181)	9,817	34,378	6,666	(30,357)	10,687	(8.1)%			
Depreciation and amortization		10,217	5,555	(8,353)	7,419	8,517	5,377	(6,951)	6,943	6.9 %			
Total Operating Expenses		58,941	18,907	(48,363)	29,485	58,121	19,594	(47,931)	29,784	(1.0)%			
Operating Income	\$	26,314	\$ (88)	\$ (23,828)	\$ 2,398	\$ 25,861	\$ 1,289	\$ (23,406)	\$ 3,744	(36.0)%			
Operating Income Margin					7.5 %				11.2 %				

Non-business wireless reported in the Communications segment under the Mobility business unit.

