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AT&T 2Q2026 EARNINGS

2026 2nd Quarter Earnings
July 22, 2026

Cautionary Language Concerning Forward-looking Statements

Information set forth in this presentation contains financial estimates and other forward-looking statements that are subject to risks and uncertainties, and actual results might differ materially. A discussion of factors that may affect future results is contained in AT&T's filings with the Securities and Exchange Commission. AT&T disclaims any obligation to update and revise statements contained in this presentation based on new information or otherwise.

This presentation may contain certain non-GAAP financial measures (as identified throughout with an "*"). Reconciliations between the non-GAAP financial measures and the most comparable GAAP financial measures are available at the end of the presentation and on the company's website at investors.att.com.

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2Q2026 Highlights

Accelerating growth

Consolidated revenue

$31.6B Up **2.3%** YoY

Consolidated Adjusted EBITDA* up **5.2%** YoY

Advanced Connectivity service revenue

$23.5B Up **5.1%** YoY

Advanced Connectivity EBITDA* up **8.0%** YoY

$4.7B

Free cash flow*, up **6.3%** YoY

$0.65

Adjusted EPS*, up **20.4%** YoY

42.5%

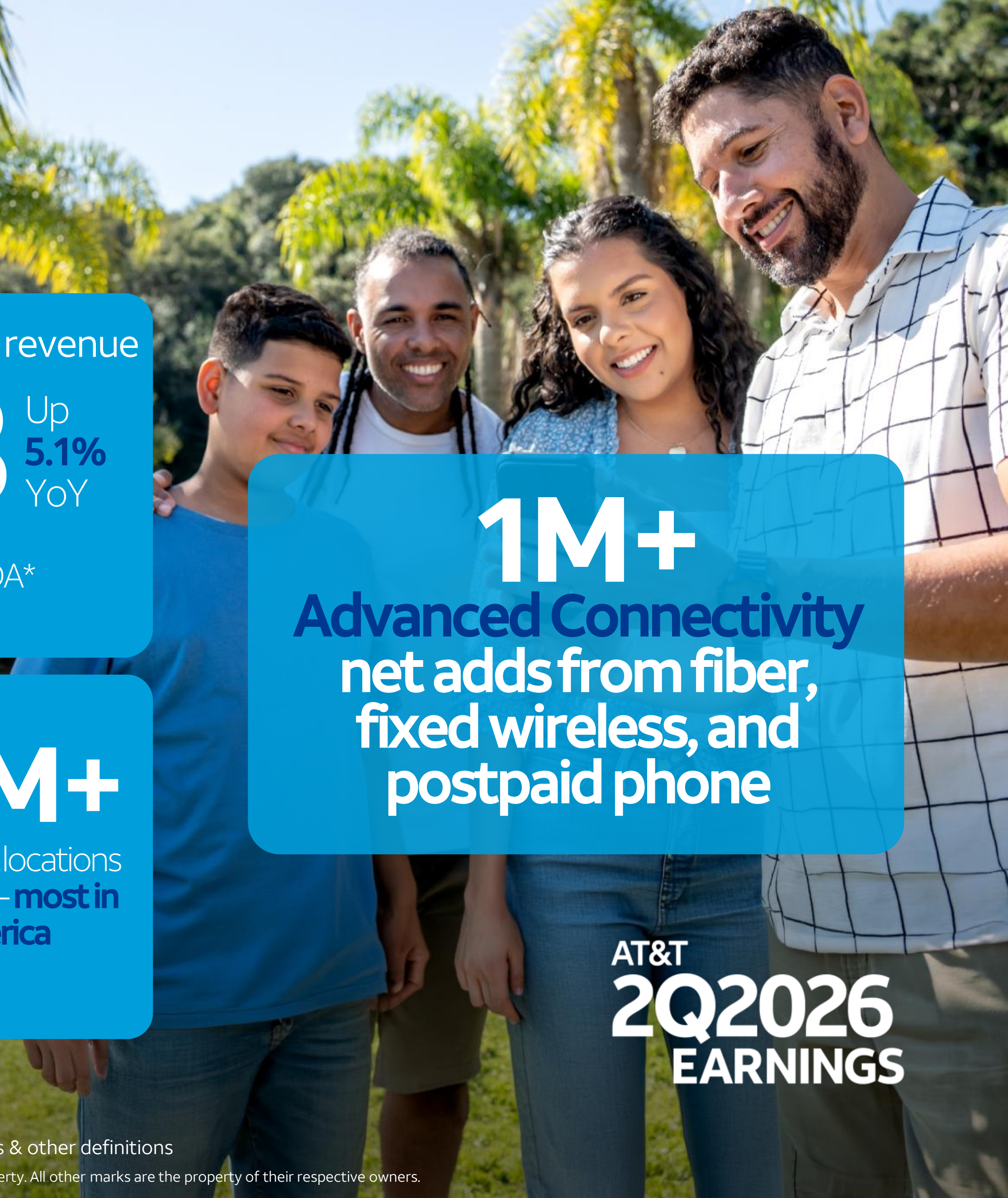
Advanced home internet convergence rate*

38M+

Total fiber locations reached* – **most in America**

1M+

Advanced Connectivity net adds from fiber, fixed wireless, and postpaid phone



AT&T 2Q2026 EARNINGS

* See end of presentation for non-GAAP reconciliations & other definitions

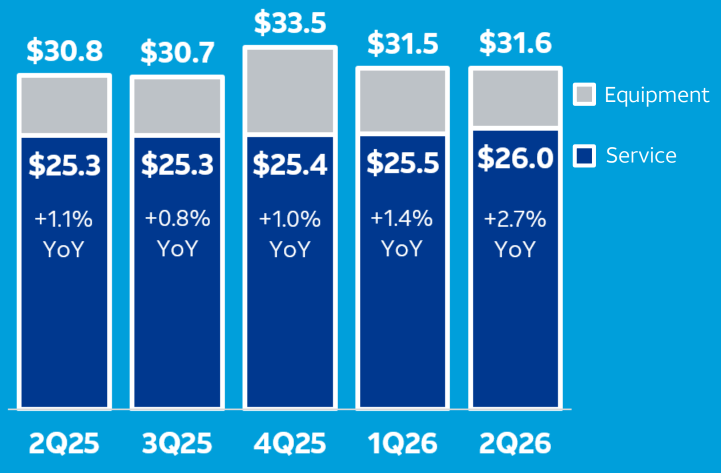
Consolidated Results

+2.7%
Service Revenue Growth YoY

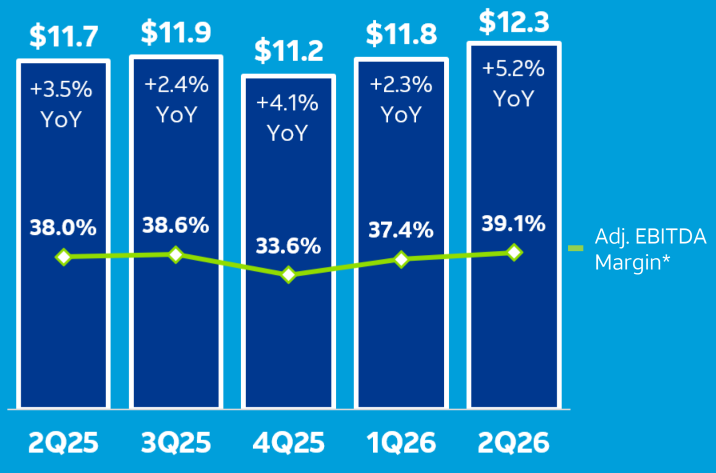
+5.2%
Adj. EBITDA* Growth YoY

+20.4%
Adjusted EPS* Growth YoY

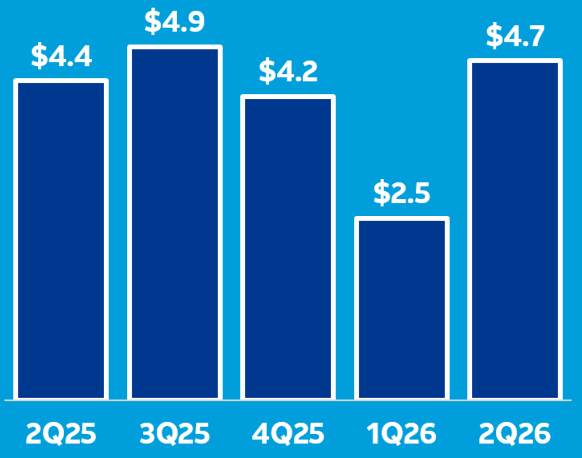
Revenue ($B)



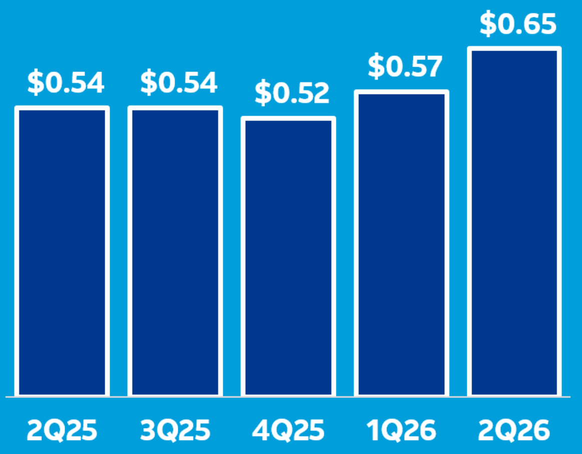
Adjusted EBITDA* ($B)



Free Cash Flow* ($B)



Adjusted EPS*



* See end of presentation for non-GAAP reconciliations

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Advanced Connectivity | *Financials*

+5.1%

Service Revenue Growth YoY

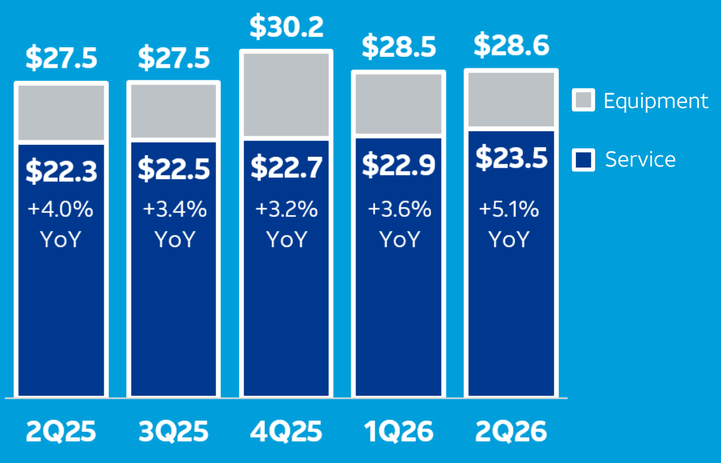
+8.0%

EBITDA* Growth YoY

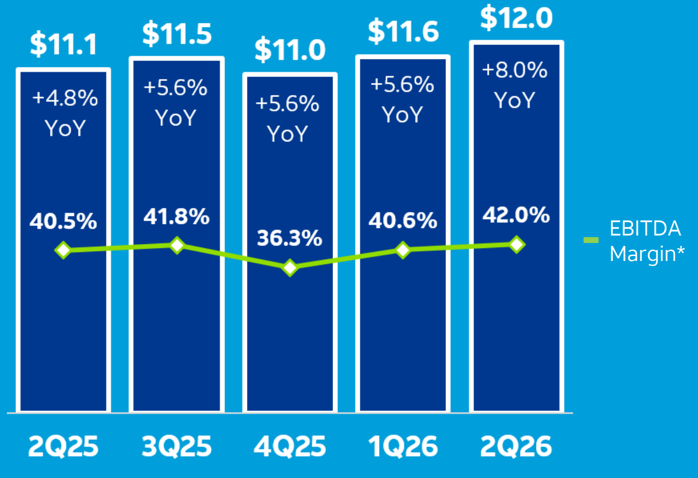
+150bps

EBITDA Margin* Expansion YoY

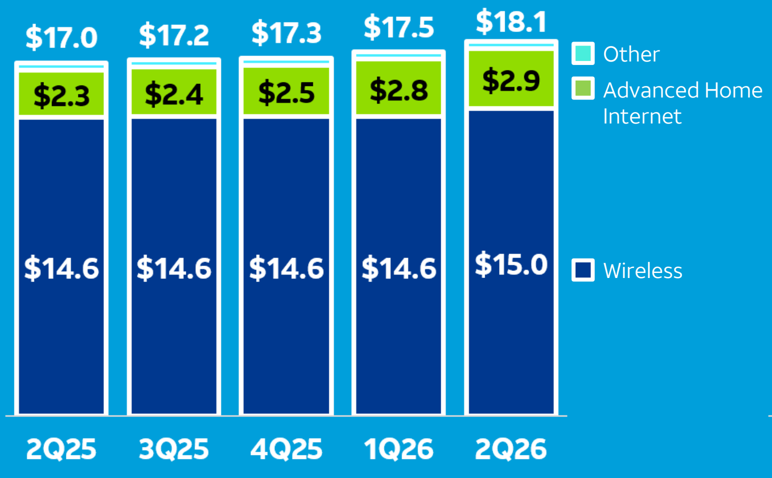
Revenue ($B)



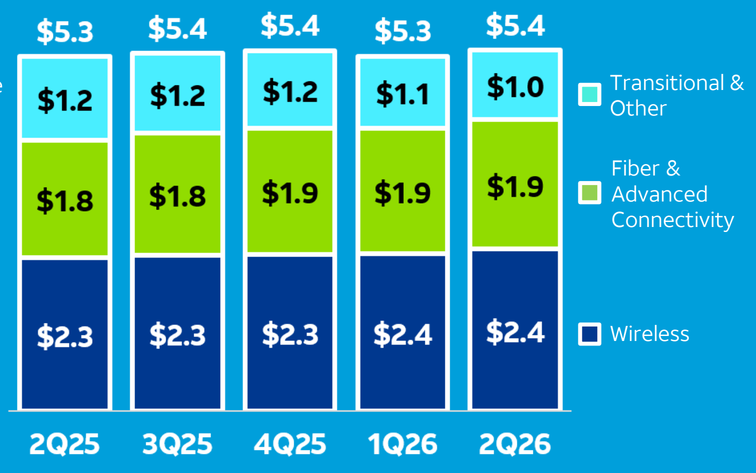
EBITDA* ($B)



Consumer Service Revenue ($B)



Business Service Revenue ($B)



* See end of presentation for non-GAAP reconciliations

Advanced Connectivity | *Metrics*

AT&T 2Q2026 EARNINGS

1M+

Net Adds from Fiber, Fixed Wireless, and Postpaid Phone

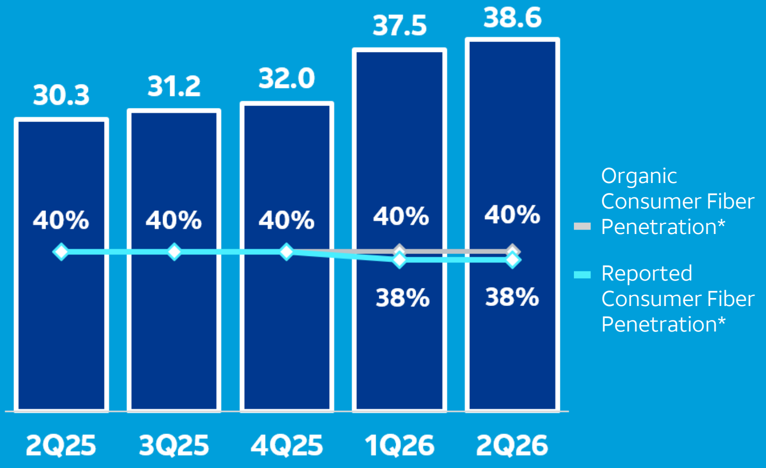
646K

Internet Connections Added
Record quarter for net adds[1]
~27% increase YoY

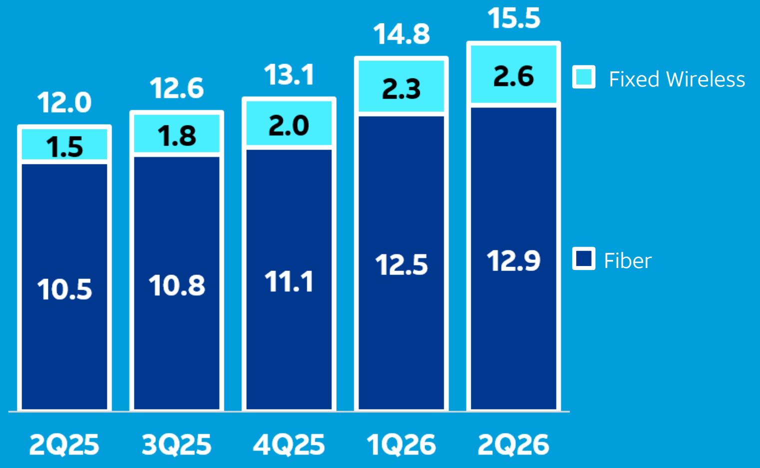
432K

Postpaid Phone Net Adds
~8% increase YoY
-1bps in churn YoY

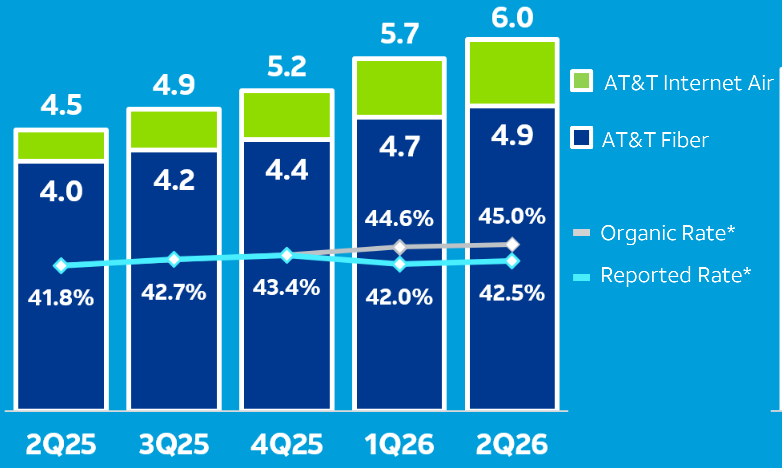
Total Fiber Locations Reached* (M)



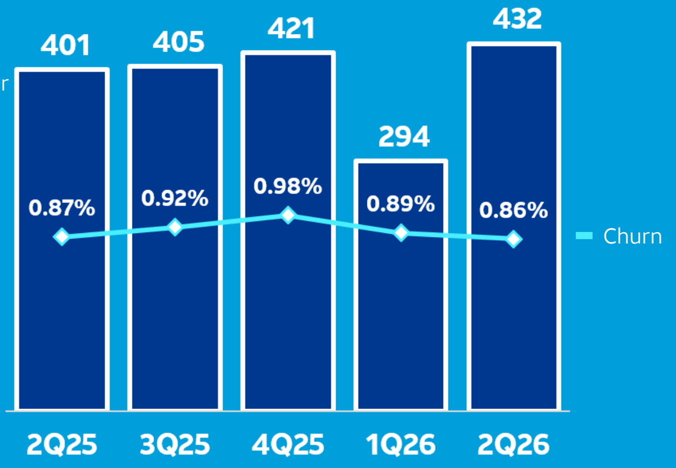
Internet Connections (M)



Converged Customers* (M)



Postpaid Phone Net Adds (K)



[1] Including net adds from the acquired mass markets business footprint

* See end of presentation for non-GAAP reconciliations & other definitions

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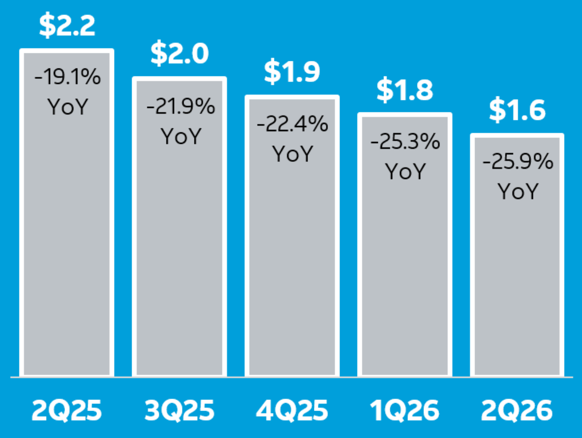
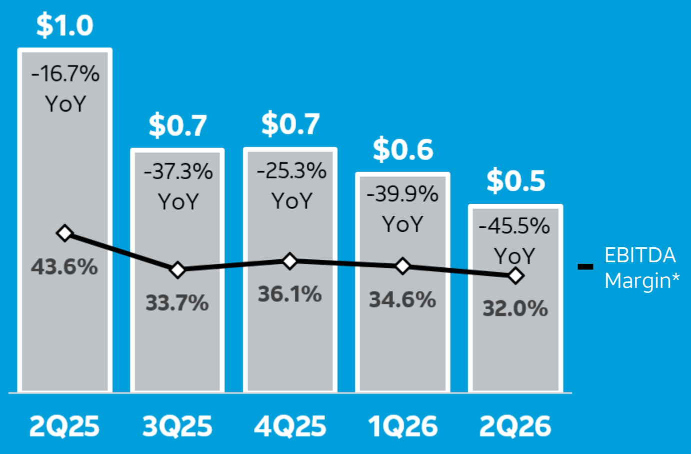
Legacy

Revenue ($B)



EBITDA* ($B)



>85%

Wire Centers Approved to Stop Selling Legacy Services

30%+

Wire Centers Approved to Discontinue Providing Legacy Services, effective by late 2026

* See end of presentation for non-GAAP reconciliations

Capital Allocation

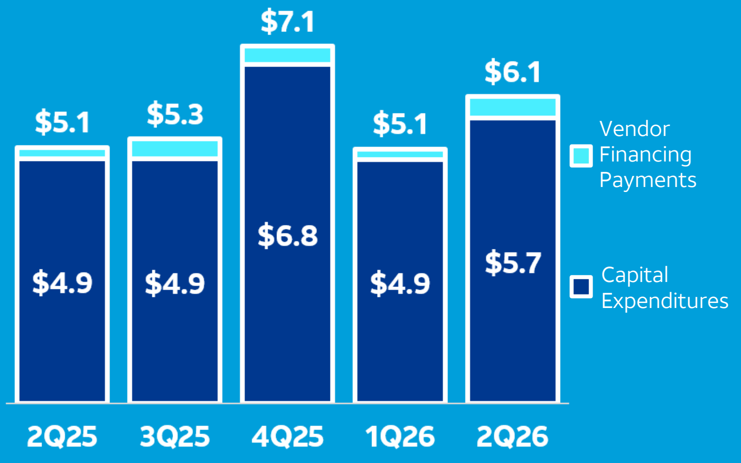
$17.6B

Cash and Cash Equivalents at End of 2Q26

$4.1B

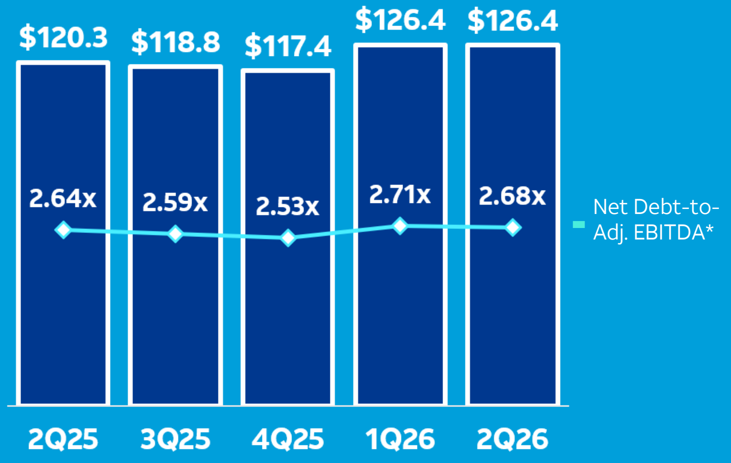
Returned to Shareholders in 2Q26

Capital Investment* ($B)

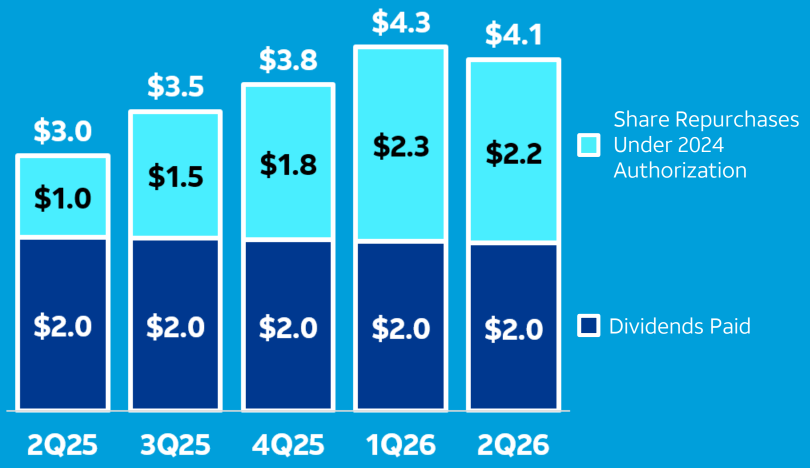


- FX impacts decreased debt balance by $0.3B ($0.9B YTD)

Net Debt* & Leverage ($B)



Shareholder Returns ($B)



* See end of presentation for non-GAAP reconciliations

Long-Term Outlook | 2026 – 2028

Continuing Operations

SERVICE REVENUE	**Growth in the low-single-digit range annually**
Advanced Connectivity	*Growth in the mid-single-digit range annually, including expected growth of 5%+ in 2026*
ADJUSTED EBITDA*	**Growth in the 3% to 4% range in 2026, improving to 5% or better in 2028**
*Advanced Connectivity**	*Growth in the mid-to-high-single-digit range annually, including expected growth of 6%+ in 2026*
CAPITAL INVESTMENT*	**$23B to $24B range annually**
FREE CASH FLOW*	**$18B+ in 2026, $19B+ in 2027, and $21B+ in 2028**
ADJUSTED EPS*	**$2.25 to $2.35 in 2026 with a double-digit 3-year CAGR through 2028**

* See end of presentation for non-GAAP reconciliations

Footnotes

EBITDA, **EBITDA margin**, **adjusted EBITDA, and adjusted EBITDA margin** are non-GAAP financial measures that are frequently used by investors and credit rating agencies to provide relevant and useful information.

Adjusted EBITDA is calculated by excluding from operating revenues and operating expenses certain significant items that are non-operational or non-recurring in nature, including dispositions and merger integration and transaction costs, significant abandonments and impairments, benefit-related gains and losses, employee separation and other material gains and losses.

Adjusted EBITDA margin is adjusted EBITDA divided by total operating revenues.

Estimates for Adjusted EBITDA and EBITDA at the segment levels depend on future levels of revenues, expenses which are not reasonably estimable at this time. Accordingly, we cannot provide reconciliations for projected adjusted EBITDA or Advanced Connectivity EBITDA, and the most comparable GAAP metrics without unreasonable effort.

EBITDA, Adjusted EBITDA and Adjusted EBITDA Margin

Dollars in millions	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26
Income from Continuing Operations	$ 3,949	$ 145	$ 4,408	$ 4,692	$ 4,861	$ 9,677	$ 4,156	$ 4,219	$ 5,038
Additions:									
Income Tax Expense	1,142	1,285	900	1,299	1,237	976	109	1,179	784
Interest Expense	1,699	1,675	1,661	1,658	1,655	1,700	1,791	1,813	1,883
Equity in Net (Income) Loss of Affiliates	(348)	(272)	(1,074)	(1,440)	(485)	20	10	41	29
Other (Income) Expense - Net	(682)	(717)	(569)	(455)	(767)	(6,254)	(278)	(594)	(696)
Depreciation and amortization	5,072	5,087	5,374	5,190	5,251	5,317	5,128	4,966	4,966
EBITDA	10,832	7,203	10,700	10,944	11,752	11,436	10,916	11,624	12,004
Transaction, legal and other costs[1]	35	34	22	79	49	487	12	146	149
Benefit-related (gain) loss	(10)	(73)	55	6	(70)	(62)	(26)	25	(101)
Asset impairments and abandonments and restructuring	480	4,422	14	504	-	-	334	-	286
Adjusted EBITDA	$ 11,337	$ 11,586	$ 10,791	$ 11,533	**$ 11,731**	**$ 11,861**	**$ 11,236**	**$ 11,795**	**$ 12,338**
YoY Growth Rate					***3.5%***	***2.4%***	***4.1%***	***2.3%***	***5.2%***
Operating Income	$ 5,760	$ 2,116	$ 5,326	$ 5,754	$ 6,501	$ 6,119	$ 5,788	$ 6,658	$ 7,038
YoY Growth Rate					*12.9 %*	*189.2 %*	*8.7 %*	*15.7 %*	*8.3 %*
Total Operating Revenues					30,847	30,709	33,466	31,506	31,558
Operating Income Margin					21.1%	19.9%	17.3%	21.1%	22.3%
Adjusted EBITDA Margin					**38.0%**	**38.6%**	**33.6%**	**37.4%**	**39.1%**

[1] Includes certain legal reserves and settlements that cover extended historical periods, novel theories of liability and/or are unpredictable in both magnitude and timing, and therefore are distinct and separate from normal, recurring legal matters. Such costs are presented net of expected insurance recoveries and are primarily associated with legacy legal matters and cybersecurity events. The third quarter of 2025 also includes approximately $440M of apportioned property and casualty settlements.

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Footnotes

At the segment level, **EBITDA** is operating income before depreciation and amortization. **EBITDA margin** is EBITDA divided by total operating revenues.

Total fiber locations reached: Total consumer and business locations reached with fiber represents the sum of: (1) AT&T Owned and Operated locations, which reflect its customer locations passed by AT&T's fiber network and (2) AT&T Fiber Ventures locations, which represent locations served from the recently acquired mass markets fiber business, Gigapower, and other commercial open access providers.

Reported consumer fiber penetration is calculated as AT&T Fiber connections divided by consumer fiber locations served, which include AT&T Fiber Ventures locations. 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. **Organic consumer fiber penetration** excludes customers and locations associated with the recently acquired mass markets fiber business and any new locations built and customers acquired on that fiber network.

Converged customers are defined as advanced home internet (AT&T Fiber or AT&T Internet Air) connections that are also primary wireless account holders that subscribe to consumer postpaid phone service. Convergence metrics include customers from the recently acquired mass markets fiber business. Convergence metrics for the most recent quarter are presented based on available information and are subject to revision.

Reported convergence rate represents the ratio of converged customers to advanced home internet connections. **Organic convergence rate** represents the ratio of converged customers to advanced home internet connections, excluding customers associated with the recently acquired mass markets fiber business and any new customer acquired on that fiber network.

Segment EBITDA and EBITDA Margin

Dollars in millions	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26
Advanced Connectivity									
Operating Income	$ 5,854	$ 6,073	$ 5,276	$ 5,972	$ 6,106	$ 6,417	$ 6,093	$ 6,853	$ 7,345
YoY Growth Rate					*4.3 %*	*5.7 %*	*15.5 %*	*14.8 %*	*20.3 %*
Add: Depreciation and amortization	4,776	4,813	5,114	4,973	5,035	5,076	4,875	4,705	4,687
EBITDA	$ 10,630	$ 10,886	$ 10,390	$ 10,945	**$ 11,141**	**$ 11,493**	**$ 10,968**	**$ 11,558**	**$ 12,032**
YoY Growth Rate					***4.8%***	***5.6%***	***5.6%***	***5.6%***	***8.0%***
Total Operating Revenues					27,497	27,503	30,232	28,471	28,615
Operating Income Margin					22.2%	23.3%	20.2%	24.1%	25.7%
EBITDA Margin					**40.5 %**	**41.8 %**	**36.3 %**	**40.6 %**	**42.0 %**
Legacy									
Operating Income	$ 1,151	$ 1,083	$ 913	$ 1,019	$ 959	$ 679	$ 682	$ 612	$ 523
YoY Growth Rate					*(16.7)%*	*(37.3)%*	*(25.3)%*	*(39.9)%*	*(45.5)%*
Add: Depreciation and amortization	-	-	-	-	-	-	-	-	-
EBITDA	$ 1,151	$ 1,083	$ 913	$ 1,019	**$ 959**	**$ 679**	**$ 682**	**$ 612**	**$ 523**
YoY Growth Rate					***(16.7)%***	***(37.3)%***	***(25.3)%***	***(39.9)%***	***(45.5)%***
Total Operating Revenues					2,202	2,013	1,889	1,768	1,632
Operating Income Margin					43.6 %	33.7 %	36.1 %	34.6 %	32.0 %
EBITDA Margin					**43.6 %**	**33.7 %**	**36.1 %**	**34.6 %**	**32.0 %**

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Footnotes

Adjusted EPS is calculated by excluding from operating revenues, operating expenses, other income (expenses) 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.

Reconciliations of adjusted EPS to the most comparable GAAP metric can be found at investors.att.com and in our Form 8-K dated July 22, 2026. The company expects adjustments to 2026 reported diluted EPS from continuing operations to include acquisition-related amortization of $0.3 billion (based on preliminary information), a non-cash mark-to-market benefit plan gain/loss and other items. The company expects the mark-to-market adjustment, which is driven by interest rates and investment returns that are not reasonably estimable at this time, to be a significant item.

AT&T's projected adjusted EPS depends on future levels of revenues and expenses, most of which are not reasonably estimable at this time. Accordingly, the Company cannot provide a reconciliation between this projected non-GAAP metric and the most comparable GAAP metric without unreasonable effort.

Adjusted Diluted EPS

	2Q25	3Q25	4Q25	1Q26	2Q26
Diluted Earnings Per Share (EPS) from Continuing Operations	$ 0.62	$ 1.29	$ 0.53	$ 0.54	$ 0.66
Gain on sale of DIRECTV	-	(0.79)	(0.01)	-	-
Equity in net income of DIRECTV	(0.05)	-	-	-	-
Actuarial (gain) loss	-	-	0.06	-	-
Restructuring and impairments	-	-	0.04	-	0.03
Benefit-related, transaction, legal and other items	(0.03)	0.04	(0.02)	0.03	0.01
Tax-related items	-	-	(0.08)	-	(0.05)
Adjusted EPS	**$ 0.54**	**$ 0.54**	**$ 0.52**	**$ 0.57**	**$ 0.65**
YoY Growth Rate					***20.4%***

Net debt-to-adjusted EBITDA ratios are non-GAAP financial measures that are frequently used by investors and credit rating agencies to provide relevant and useful information. Our net debt-to-adjusted EBITDA ratio is calculated by dividing net debt by the sum of the most recent four quarters of adjusted EBITDA (defined and calculated above).

Net debt is calculated by subtracting cash and cash equivalents and time deposits (deposits at financial institutions that are greater than 90 days, e.g., certificates of deposit and time deposits), from total debt.

Net Debt-to-Adjusted EBITDA

Dollars in millions	2Q25	3Q25	4Q25	1Q26	2Q26
Adjusted EBITDA	$ 11,731	$ 11,861	$ 11,236	$ 11,795	$ 12,338
Trailing Twelve Months Adjusted EBITDA	45,641	45,916	46,361	46,623	47,230
Total Debt	132,311	139,468	136,100	138,407	143,954
Less: Cash and Cash Equivalents	10,499	20,272	18,234	11,964	17,570
Less: Time Deposits	1,500	350	500	-	-
Net Debt	**120,312**	**118,846**	**117,366**	**126,443**	**126,384**
Annualized Net Debt-to-Adjusted EBITDA Ratio	**2.64**	**2.59**	**2.53**	**2.71**	**2.68**

Footnotes

Free cash flow is a non-GAAP financial measure that is frequently used by investors and credit rating agencies to provide relevant and useful information. Free cash flow is defined as cash from operations minus cash flows related to our DIRECTV equity method investment that was sold in July 2025, minus capital expenditures and cash paid for vendor financing (classified as financing activities). Due to high variability and difficulty in predicting items that impact cash from operating activities, capital expenditures and vendor financing payments, the company is not able to provide a reconciliation between projected free cash flow and the most comparable GAAP metric without unreasonable effort.

Free Cash Flow

Dollars in millions	2Q25	3Q25	4Q25	1Q26	2Q26
Net cash provided by operating activities from continuing operations	$ 9,763	$ 10,152	$ 11,320	$ 7,595	$ 10,801
Less: Distributions from DIRECTV classified as operating activities	(503)	-	-	-	-
Less: Cash taxes paid on DIRECTV	251	-	-	-	-
Less: Capital expenditures	(4,897)	(4,887)	(6,781)	(4,877)	(5,700)
Less: Payment of vendor financing	(220)	(400)	(358)	(212)	(431)
Free Cash Flow	**$ 4,394**	**$ 4,865**	**$ 4,181**	**$ 2,506**	**$ 4,670**

Capital investment includes capital expenditures and cash paid for vendor financing. Due to high variability and difficulty in predicting items that impact capital expenditures and vendor financing payments, the company is not able to provide a reconciliation between projected capital investment and the most comparable GAAP metric without unreasonable effort.

Capital Investment

Dollars in millions	2Q25	3Q25	4Q25	1Q26	2Q26
Capital expenditures	$ 4,897	$ 4,887	$ 6,781	$ 4,877	$ 5,700
Payment of vendor financing	220	400	358	212	431
Capital Investment	**$ 5,117**	**$ 5,287**	**$ 7,139**	**$ 5,089**	**$ 6,131**

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