

AT&T INC.
Form 10-Q
November 02, 2018

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d)

OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2018

or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d)

OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from to

Commission File Number 1-8610

AT&T INC.

Incorporated under the laws of the State of Delaware

I.R.S. Employer Identification Number 43-1301883

208 S. Akard St., Dallas, Texas 75202

Telephone Number: (210) 821-4105

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes [X]

No []

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

Yes [X] No []

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or emerging growth company. See definition of "accelerated filer," "large accelerated filer," "smaller reporting company" and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer [X] Accelerated filer []
Non-accelerated filer [] Smaller reporting company []
Emerging growth company []

If an emerging growth company, indicate by checkmark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Yes []

No []

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

No

Yes

At October 31, 2018, there were 7,278 million common shares outstanding.

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements

AT&T INC.

CONSOLIDATED STATEMENTS OF INCOME

Dollars in millions except per share amounts

(Unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2018	2017	2018	2017
	As Adjusted		As Adjusted	
Operating Revenues				
Service	\$41,297	\$36,378	\$109,849	\$109,372
Equipment	4,442	3,290	12,914	9,498
Total operating revenues	45,739	39,668	122,763	118,870
Operating Expenses				
Cost of revenues				
Equipment	4,828	4,191	14,053	12,177
Broadcast, programming and operations	7,227	5,284	17,842	15,156
Other cost of revenues (exclusive of depreciation and amortization shown separately below)	8,651	9,694	24,215	28,551
Selling, general and administrative	9,598	8,650	26,179	25,981
Depreciation and amortization	8,166	6,042	20,538	18,316
Total operating expenses	38,470	33,861	102,827	100,181
Operating Income	7,269	5,807	19,936	18,689
Other Income (Expense)				
Interest expense	(2,051)	(1,686)	(5,845)	(4,374)
Equity in net income (loss) of affiliates	(64)	11	(71)	(148)
Other income (expense) – net	1,053	842	5,108	2,255
Total other income (expense)	(1,062)	(833)	(808)	