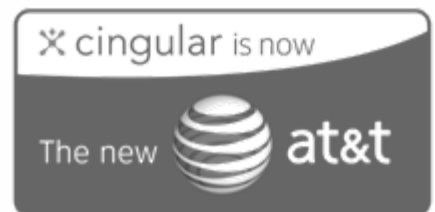


4Q06 Wireless Financial and Operational Results

January 24, 2007



Agenda

Introduction

Kent Evans
Executive Director – Investor Relations

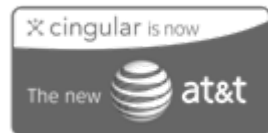
Financial Results

Pete Ritcher
Chief Financial Officer - Wireless

Operations

Stan Sigman
President and CEO - Wireless

Q & A



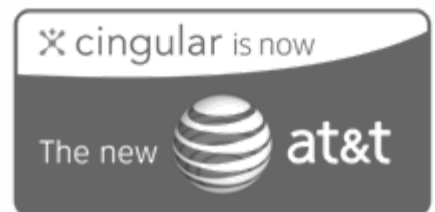
Cautionary Language Concerning Forward-Looking Statements

Information set forth in this presentation contains financial estimates and other forward-looking statements that are subject to risks and uncertainties and actual results may differ materially. A discussion of factors that may affect future results of Cingular, which is also known as AT&T Mobility, and indirectly those of AT&T, are contained in AT&T's filings with the Securities and Exchange Commission (SEC). As of January 19, 2007, Cingular is no longer required to file reports with the SEC; accordingly, information in Cingular's past filings will not be updated and may become obsolete. Cingular and AT&T disclaim any obligation to update and revise statements contained in this presentation based on new information or otherwise. Furthermore, we will be providing certain non-GAAP financial measures; the explanations and reconciliations to GAAP are contained on the AT&T Investor Relations website at www.att.com/investor.relations



Pete Ritcher

Chief Financial Officer - Wireless
AT&T Inc.



Financial Summary

	Reported 4Q06	Sequential Change	Annual Change
Service Revenue (M)	\$8,795	1.5%	13.1%
Total Revenue (M)	\$9,755	2.1%	10.2%
Normalized OIBDA Margin	34.4%	-120 bps	340 bps
Normalized OI Margin	18.9%	-70 bps	450 bps
ARPU	\$49.29	-0.9%	0.9%
Postpaid Churn	1.5%	0 bps	-40 bps
Total Churn	1.8%	0 bps	-30 bps

Execution Continues to Drive Solid Growth and Strong Results



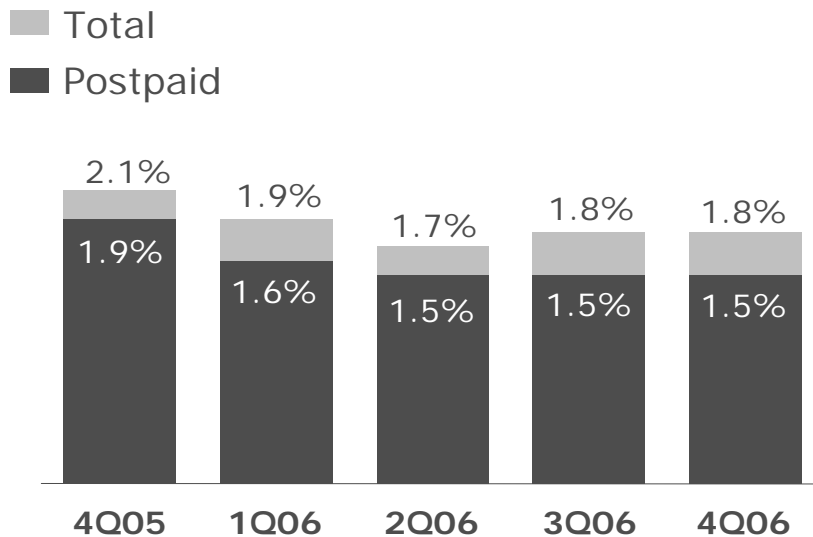
4Q06 Normalizing Items

	OIBDA		Operating Income	
	Amount (M)	Margin ¹	Amount (M)	Margin ²
Reported	\$2,909	33.1%	\$1,327	13.6%
Integration Costs	\$115	1.1%	\$224	2.3%
Non-cash Intangible Amortization Costs	\$0	0.0%	\$292	3.0%
Normalized	\$3,024	34.4%	\$1,843	18.9%

¹As a % of Service Revenue. ²As a % of Total Revenue.

Continued Low Churn

Postpaid and Total Average Monthly Churn

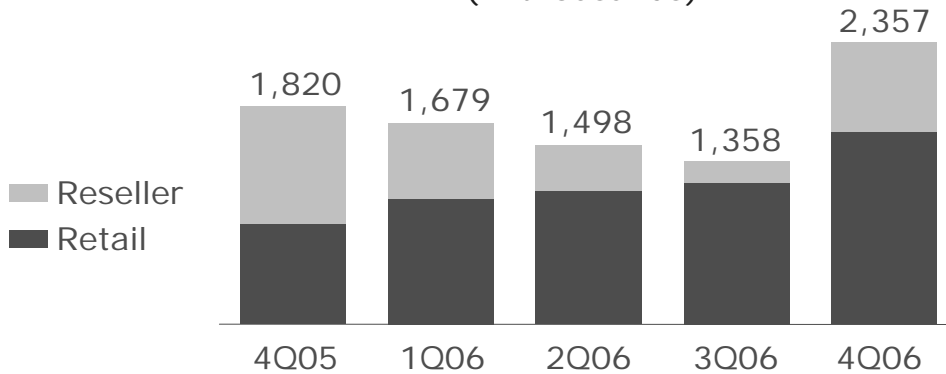


Network quality continues to be the primary driver of rising customer satisfaction scores

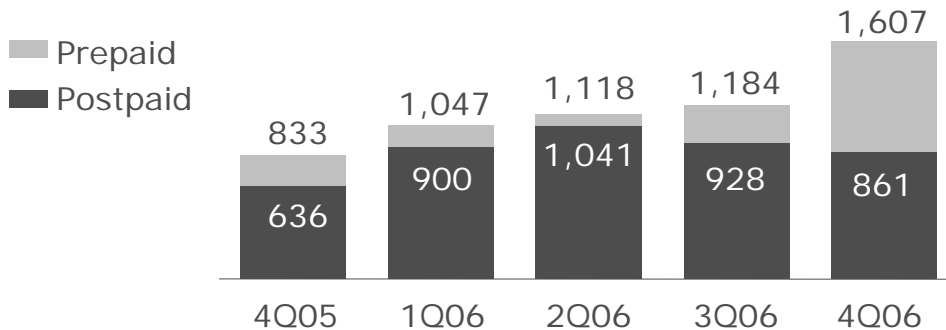
- Customer Care continues to improve
- Sequentially, overall churn remained flat in spite of continued prepaid platforms rationalization and TDMA migration initiatives

Strong Subscriber Growth

Total Net Adds
(in thousands)

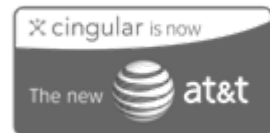


Retail Net Adds
(in thousands)



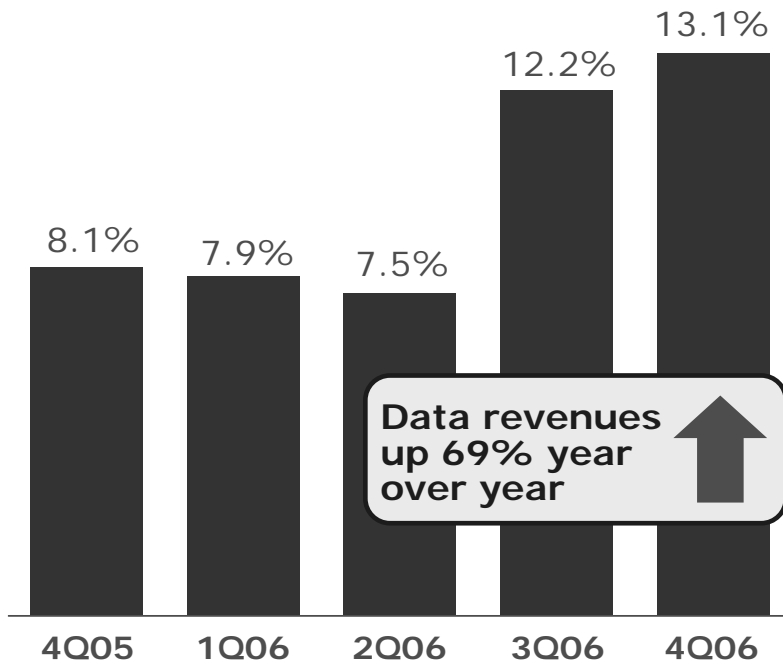
Strength in distribution continues to lead the industry as gross adds equaled a record high of 5.5 million

- Churn levels remained low while network migrations continue
- Postpaid net adds increased year over year
- GoPhone® continues to gain share, generating record gross and net adds
- Resellers benefited from the seasonal strength in prepaid



Revenue Growth

Service Revenue Growth Year-over-year Growth Rates



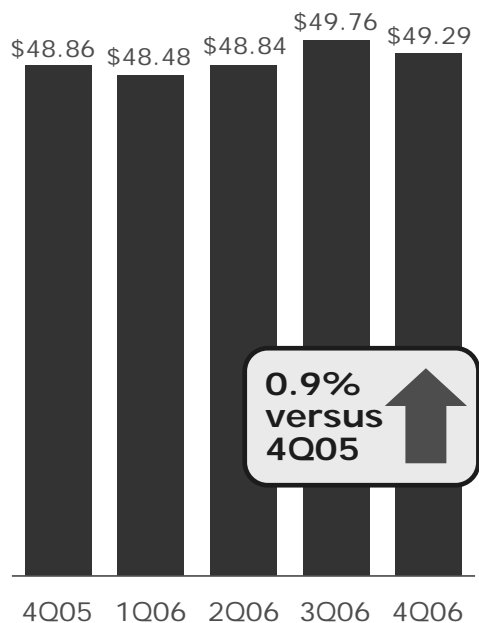
Second consecutive quarter of double-digit service revenue growth – driven by solid subscriber gains and strong contribution from data

- Service revenues up more than \$1 billion versus 4Q05, more than half of the increase from data services
- Traditional data products continue to grow while UMTS/HSDPA is driving higher data utilization
- Impact of national 3G footprint provides additional upside going forward

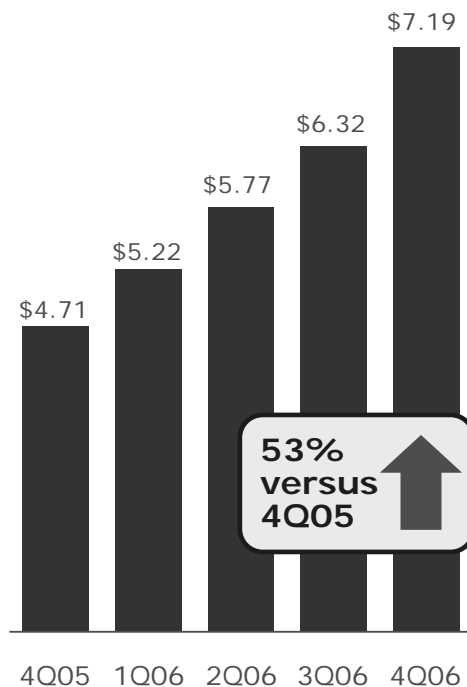


ARPU Growth

Service ARPU



Data ARPU

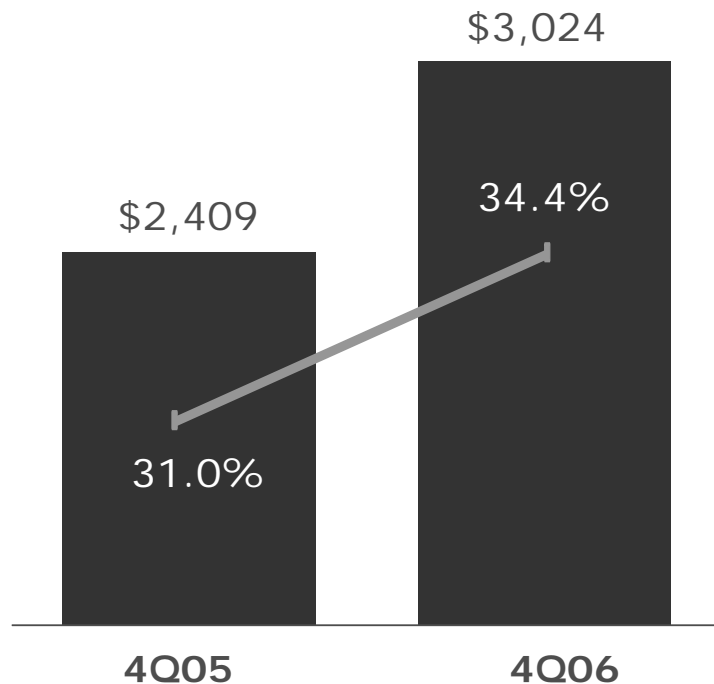


Second consecutive quarter of year-over-year ARPU growth

- Stabilizing voice
- Accelerating data growth
 - Sequential data ARPU increase of \$.87
 - Data revenue up 69% year over year
 - More than 32 million active data users
 - 3G devices are adding to growth
- Total ARPU sequential decline reflects typical seasonality

Margin Expansion

Normalized OIBDA and OIBDA Margin \$ in millions

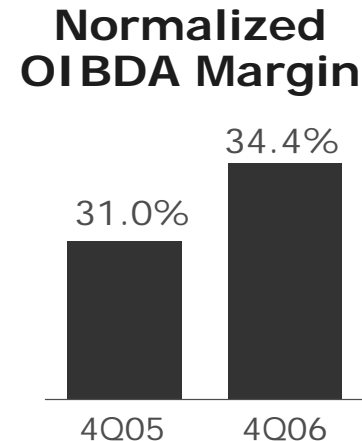
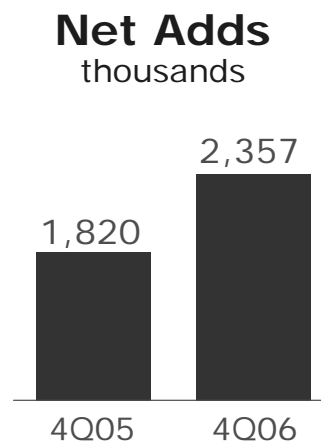
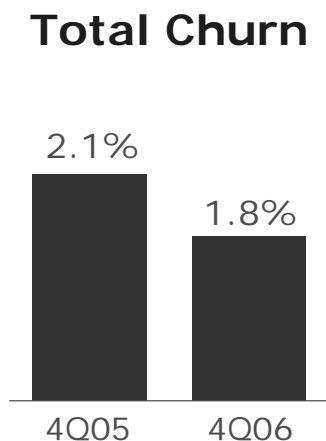
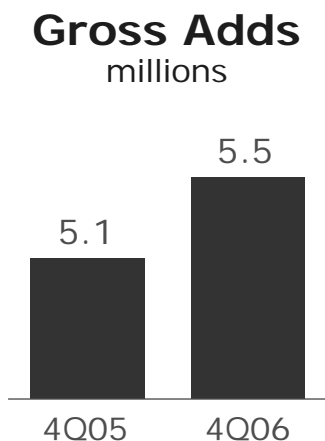


Nearly \$600 million increase in normalized OIBDA versus 4Q05 and 340 basis point improvement in normalized OIBDA margin

- Revenue growth continues to expand
- Merger synergies coming to fruition
- T-Mobile JV unwind progressing
- Synergies tied to convergence and ownership structure will create even more opportunities to expand margins



4Q06 Summary



- **Strong sales momentum** continues with record level of gross adds
- Record net adds as **churn remains low** despite migration issues
- **ARPU increased** year over year driven by data growth and voice stabilization
- **Margin expansion** continues to be fueled by revenue growth and integration synergies



Stan Sigman

President and Chief Executive Officer - Wireless
AT&T Inc.



Strategic Imperatives

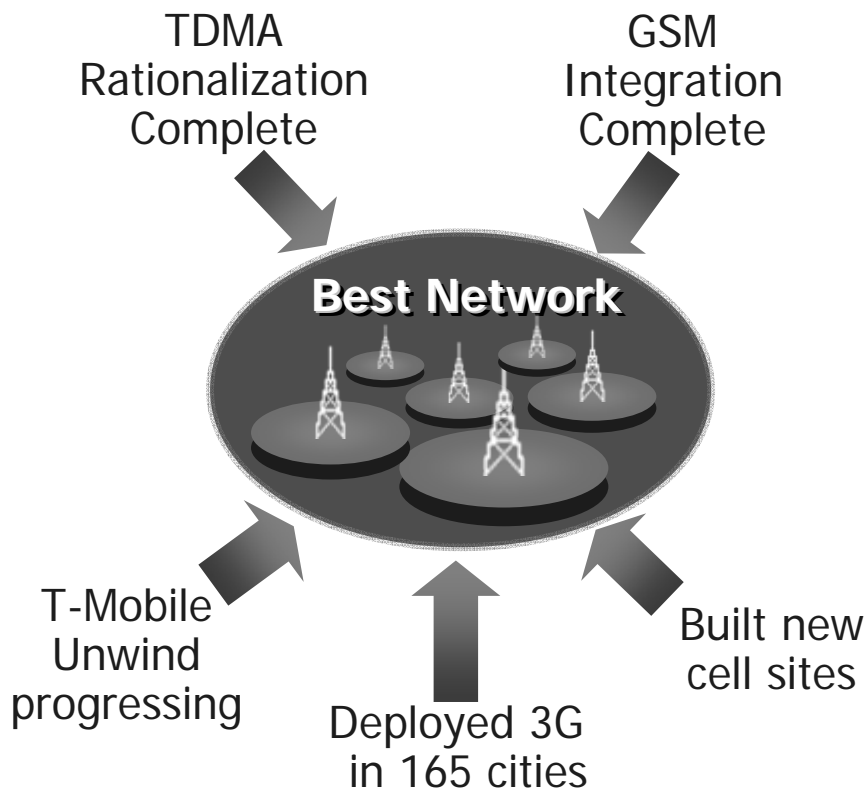
- 1** Build the best network

- 2** Provide great customer service

- 3** Create unmatched distribution

- 4** Deliver compelling products and services

1. Build the Best Network

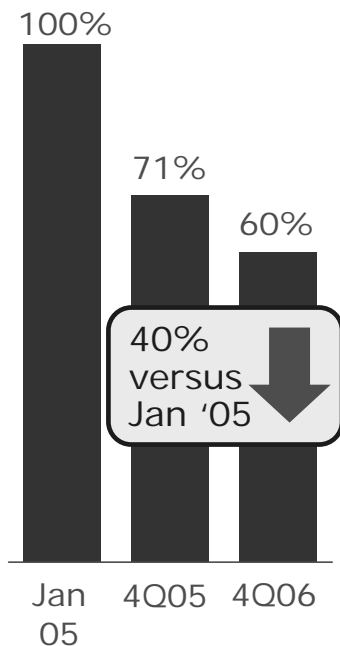


2007 Plan

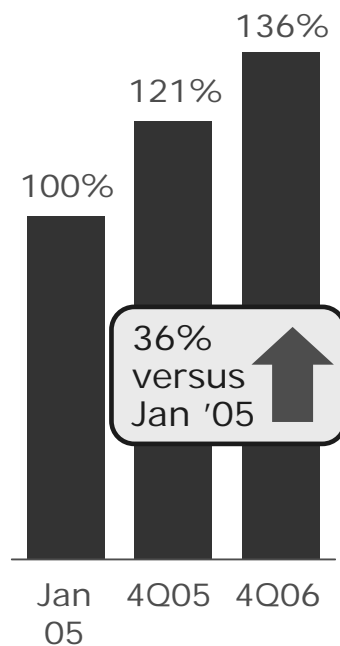
- Further strengthen network **coverage and reliability**
- Continue aggressive **3G deployment**
- Continue TDMA **customer migrations** to GSM and UMTS
- Optimize utilization of network assets to **reduce costs**

2. Provide Great Customer Service

Customer Calling Rate as a % of Jan '05 Rate



First Call Resolution as a % of Jan. '05 Rate

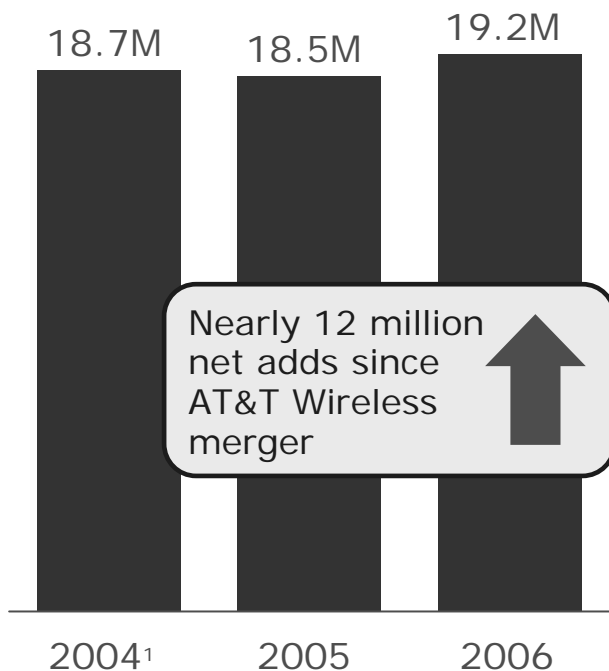


2007 Plan

- Continued steady **improvement** in customer service metrics
- Prepaid **platform consolidation**
- Sunset another **80 systems**
- Continue to **reduce churn**

3. Create Unmatched Distribution

Industry Leading Gross Adds



2007 Plan

- Execute the **AT&T brand transition**
- Expand **wireline product offerings**
- Upgrade **company-owned stores**
- Expand distribution through **Apple relationship**
- Deliver world class **B2B services**

¹ Pro Forma



4. Deliver Compelling Products and Services



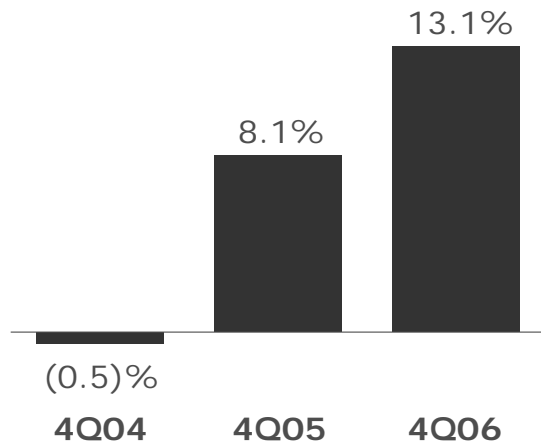
2007 Plan

- Innovate and drive continued growth in **data services**
- Expand array of attractive **3G devices**
- Launch the **iPhone** with Apple
- Introduce new products and offers **across the AT&T portfolio**

Progress Report and Outlook

Strong Ramp Up in Revenue Growth

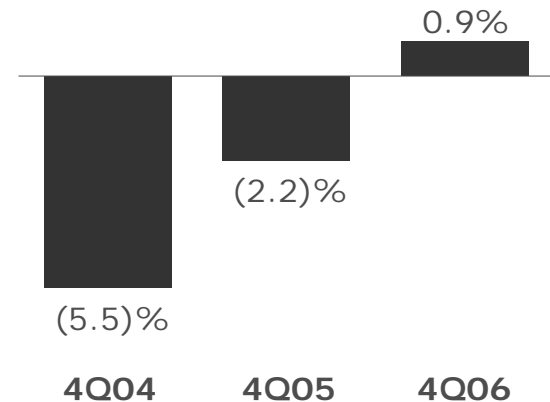
Service Revenue Growth
(year-over-year growth rates,
4Q04 and 4Q05 based on pro forma)



**Outlook: continued low
double-digit service
revenue growth in 2007**

ARPU Growing as Data Accelerates

Service ARPU Growth
(year-over-year growth rates,
4Q04 and 4Q05 based on pro forma)

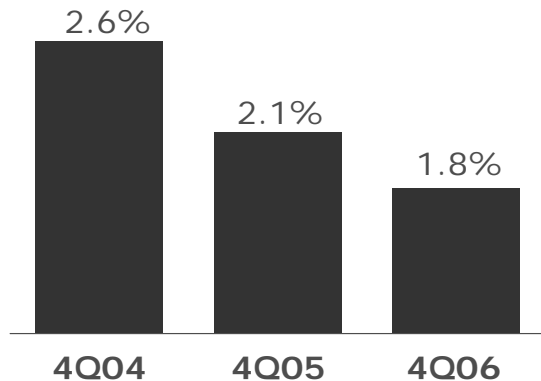


**Outlook: continued
year-over-year ARPU
stabilization in 2007**

Progress Report and Outlook

Significant Churn Reduction

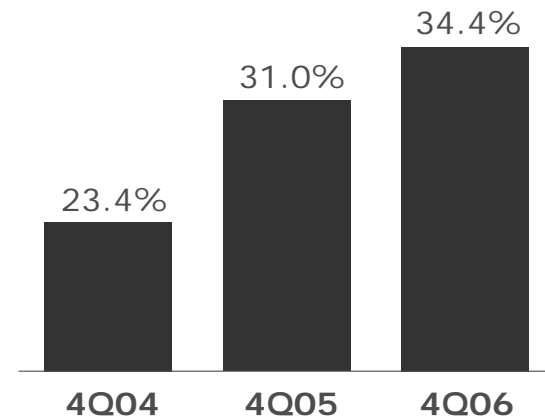
Total Average Monthly Churn



Outlook: continued improvement in overall and postpaid churn in 2007

Substantial Margin Expansion

Normalized OIBDA Margin



Outlook: OIBDA margins in the high 30% range for 2007 and above 40% for 2008

OIBDA margin is defined as operating income plus depreciation and amortization divided by wireless service revenue. Adjusted OIBDA margin excludes \$245 million of cash merger integration in 4Q04, cash merger integration charges of \$110 million and storm costs of \$20 million in 4Q05, and \$115 million of cash merger integration charges in 4Q06.



Summary

- We have a solid plan and solid execution
- Most AT&T Wireless integration activities are complete
- Additional synergy opportunities from the AT&T and BellSouth merger
- We will continue to focus on our strategic imperatives to achieve industry leadership