Interim consolidated financial statements

Consolidated statement of financial position

millions of €

	Sept. 30, 2026	Dec. 31, 2025	Change	Change %	Sept. 30, 2025
Assets					
Current assets	**38,772**	**41,177**	**(2,406)**	**(5.8)**	**38,465**
Cash and cash equivalents	8,220	7,818	402	5.1	5,745
Trade receivables	16,498	16,842	(344)	(2.0)	15,922
Contract assets	3,195	3,138	57	1.8	2,907
Current recoverable income taxes	465	495	(31)	(6.2)	438
Other financial assets	4,271	4,584	(313)	(6.8)	4,711
Inventories	3,637	2,866	772	26.9	2,882
Other assets	2,356	2,284	72	3.1	2,326
Non-current assets and disposal groups held for sale	131	3,150	(3,019)	(95.8)	3,535
Non-current assets	**254,696**	**248,592**	**6,105**	**2.5**	**248,740**
Intangible assets	138,609	133,650	4,959	3.7	133,638
Property, plant and equipment	64,450	64,791	(341)	(0.5)	64,117
Right-of-use assets	28,060	28,579	(519)	(1.8)	29,034
Capitalized contract costs	4,231	3,936	295	7.5	3,727
Investments accounted for using the equity method	11,085	11,087	(2)	0.0	11,627
Other financial assets	4,480	3,973	507	12.8	3,682
Deferred tax assets	1,216	660	557	84.3	759
Other assets	2,565	1,916	649	33.9	2,156
Total assets	**293,468**	**289,769**	**3,699**	**1.3**	**287,205**
Liabilities and shareholders' equity					
Current liabilities	**39,065**	**36,848**	**2,217**	**6.0**	**38,425**
Financial liabilities	13,818	11,328	2,490	22.0	13,310
Lease liabilities	5,764	5,744	20	0.3	5,409
Trade and other payables	8,994	9,581	(587)	(6.1)	9,225
Income tax liabilities	973	563	409	72.6	938
Other provisions	3,355	3,762	(406)	(10.8)	3,185
Other liabilities	3,700	3,298	402	12.2	3,690
Contract liabilities	2,461	2,572	(111)	(4.3)	2,530
Liabilities directly associated with non-current assets and disposal groups held for sale	0	0	0	n.a.	137
Non-current liabilities	**163,540**	**160,689**	**2,850**	**1.8**	**157,138**
Financial liabilities	99,545	99,011	535	0.5	95,022
Lease liabilities	29,950	30,640	(690)	(2.3)	31,119
Provisions for pensions and other employee benefits	1,455	1,883	(429)	(22.8)	2,449
Other provisions	4,106	4,157	(51)	(1.2)	4,218
Deferred tax liabilities	25,979	22,291	3,688	16.5	21,698
Other liabilities	1,549	1,633	(84)	(5.2)	1,525
Contract liabilities	956	1,076	(119)	(11.1)	1,107
Liabilities	**202,605**	**197,538**	**5,068**	**2.6**	**195,563**
Shareholders' equity	**90,863**	**92,231**	**(1,369)**	**(1.5)**	**91,642**
Issued capital	12,415	12,557	(142)	(1.1)	12,557
Treasury shares	(183)	(172)	(11)	(6.6)	(130)
	12,232	**12,385**	**(153)**	**(1.2)**	**12,428**
Capital reserves	50,469	53,166	(2,697)	(5.1)	53,657
Retained earnings including carryforwards	(7,511)	(11,246)	3,735	33.2	(10,873)
Total other comprehensive income	21	(1,744)	1,765	n.a.	(2,147)
Net profit (loss)	7,255	9,609	(2,354)	(24.5)	7,886
Issued capital and reserves attributable to owners of the parent	**62,466**	**62,171**	**296**	**0.5**	**60,951**
Non-controlling interests	28,396	30,061	(1,664)	(5.5)	30,690
Total liabilities and shareholders' equity	**293,468**	**289,769**	**3,699**	**1.3**	**287,205**

Consolidated income statement

millions of €

	Q1-Q3 2026	Q1-Q3 2025	Change %	Q3 2026	Q3 2025	Change %	FY 2025
Net revenue	**90,906**	**87,361**	**4.1**	**31,102**	**28,935**	**7.5**	**119,081**
Of which: interest income calculated using the effective interest method	590	541	9.0	195	181	7.7	738
Of which: revenue from insurance contracts	3,439	3,279	4.9	1,173	1,042	12.6	4,327
Other operating income	769	1,035	(25.7)	261	283	(7.7)	1,358
Changes in inventories	22	(8)	n.a.	7	0	n.a.	(23)
Own capitalized costs	2,070	2,004	3.3	720	682	5.5	2,706
Goods and services purchased	(36,054)	(34,447)	(4.7)	(12,479)	(11,484)	(8.7)	(48,747)
Personnel costs	(14,825)	(14,721)	(0.7)	(4,800)	(4,942)	2.9	(19,781)
Other operating expenses	(4,424)	(4,096)	(8.0)	(1,446)	(1,529)	5.5	(5,764)
Impairment losses on financial assets, contract assets, and lease assets	(1,235)	(1,086)	(13.8)	(439)	(426)	(3.1)	(1,559)
Gains (losses) from the write-off of financial assets measured at amortized cost	(10)	(9)	(7.6)	(4)	(4)	(13.3)	(21)
Other	(3,179)	(3,001)	(5.9)	(1,002)	(1,100)	8.9	(4,183)
EBITDA	**38,462**	**37,129**	**3.6**	**13,366**	**11,945**	**11.9**	**48,831**
Depreciation, amortization and impairment losses	(18,374)	(17,694)	(3.8)	(5,984)	(5,918)	(1.1)	(24,009)
Profit (loss) from operations (EBIT)	**20,088**	**19,435**	**3.4**	**7,383**	**6,027**	**22.5**	**24,822**
Finance costs	(4,578)	(4,412)	(3.8)	(1,549)	(1,437)	(7.8)	(5,909)
Interest income	313	482	(35.0)	109	142	(23.1)	613
Interest expense	(4,892)	(4,894)	0.0	(1,659)	(1,580)	(5.0)	(6,522)
Share of profit (loss) of associates and joint ventures accounted for using the equity method	(214)	817	n.a.	(56)	19	n.a.	765
Other financial income (expense)	(46)	(41)	(12.7)	1	(23)	n.a.	(179)
Profit (loss) from financial activities	**(4,839)**	**(3,636)**	**(33.1)**	**(1,604)**	**(1,441)**	**(11.3)**	**(5,323)**
Profit (loss) before income taxes	**15,249**	**15,799**	**(3.5)**	**5,779**	**4,586**	**26.0**	**19,499**
Income taxes	(4,012)	(3,692)	(8.7)	(1,487)	(904)	(64.4)	(4,573)
Profit (loss)	**11,237**	**12,107**	**(7.2)**	**4,292**	**3,682**	**16.6**	**14,926**
Profit (loss) attributable to							
Owners of the parent (net profit (loss))	7,255	7,886	(8.0)	2,762	2,427	13.8	9,609
Non-controlling interests	3,982	4,221	(5.7)	1,530	1,255	22.0	5,317

Earnings per share

		Q1-Q3 2026	Q1-Q3 2025	Change %	Q3 2026	Q3 2025	Change %	FY 2025
Profit (loss) attributable to the owners of the parent (net profit (loss))	millions of €	7,255	7,886	(8.0)	2,762	2,427	13.8	9,609
Adjusted weighted average number of ordinary shares outstanding (basic and diluted)	millions	4,812	4,879	(1.4)	4,793	4,864	(1.5)	4,871
Earnings per share (basic and diluted)	€	**1.51**	**1.62**	**(6.7)**	**0.58**	**0.50**	**15.5**	**1.97**

Consolidated statement of comprehensive income

millions of €	Q1-Q3 2026	Q1-Q3 2025	Change	Q3 2026	Q3 2025	Change	FY 2025
Profit (loss)	**11,237**	**12,107**	**(870)**	**4,292**	**3,682**	**611**	**14,926**
Items not subsequently reclassified to profit or loss (not recycled)							
Gains (losses) from the remeasurement of equity instruments	287	86	202	113	59	54	271
Gains (losses) from the remeasurement of defined benefit plans	865	1,002	(137)	534	142	392	1,118
Share of profit (loss) of investments accounted for using the equity method	0	0	0	0	0	0	1
Income taxes relating to components of other comprehensive income	(172)	(189)	16	(106)	(106)	0	(228)
	981	**899**	**81**	**541**	**95**	**446**	**1,162**
Items subsequently reclassified to profit or loss (recycled), if certain reasons are given							
Exchange differences on translating foreign operations							
Recognition of other comprehensive income in income statement	5	7	(2)	0	7	(7)	31
Change in other comprehensive income (not recognized in income statement)	2,060	(7,662)	9,722	89	(17)	106	(7,638)
Gains (losses) from the remeasurement of debt instruments							
Recognition of other comprehensive income in income statement	1,115	928	187	374	377	(3)	1,319
Change in other comprehensive income (not recognized in income statement)	(1,231)	(819)	(412)	(463)	(319)	(144)	(1,223)
Gains (losses) from hedging instruments (designated risk components)							
Recognition of other comprehensive income in income statement	346	(182)	528	63	(28)	91	(132)
Change in other comprehensive income (not recognized in income statement)	410	594	(184)	496	160	335	787
Gains (losses) from hedging instruments (hedging costs)							
Recognition of other comprehensive income in income statement	(1)	1	(2)	(1)	0	(1)	1
Change in other comprehensive income (not recognized in income statement)	(3)	15	(18)	1	12	(11)	11
Share of profit (loss) of investments accounted for using the equity method							
Recognition of other comprehensive income in income statement	(2)	0	(2)	(2)	0	(2)	(2)
Change in other comprehensive income (not recognized in income statement)	46	6	40	32	10	21	28
Income taxes relating to components of other comprehensive income	(189)	(154)	(35)	(154)	(47)	(107)	(218)
	2,555	**(7,267)**	**9,823**	**434**	**155**	**279**	**(7,036)**
Other comprehensive income	**3,536**	**(6,368)**	**9,904**	**975**	**250**	**725**	**(5,874)**
Total comprehensive income	**14,773**	**5,739**	**9,034**	**5,267**	**3,931**	**1,336**	**9,052**
Total comprehensive income attributable to							
Owners of the parent	9,774	5,198	4,576	3,659	2,672	987	7,416
Non-controlling interests	4,999	541	4,458	1,608	1,260	348	1,636

Consolidated statement of changes in equity

millions of €

	Issued capital and reserves attributable to owners of the parent													Total	Non-controlling interests	Total shareholders' equity
	Equity contributed			Consolidated shareholders' equity generated		Total other comprehensive income										
	Issued capital	Treasury shares	Capital reserves	Retained earnings including carry-forwards	Net profit (loss)	Translation of foreign operations	Revaluation surplus	Equity instruments measured at fair value through other comprehensive income (IFRS 9)	Debt instruments measured at fair value through other comprehensive income (IFRS 9)	Hedging instruments: designated risk components (IFRS 9)	Hedging instruments: hedging costs (IFRS 9)	Investments accounted for using the equity method	Taxes			
Balance at January 1, 2025	**12,765**	**(220)**	**55,102**	**(16,959)**	**11,209**	**1,258**	**0**	**90**	**14**	**102**	**21**	**(35)**	**(51)**	**63,296**	**35,344**	**98,640**
Changes in the composition of the Group														0	0	0
Transactions with owners			(2,000)			6				(8)			3	(2,000)	(3,875)	(5,875)
Unappropriated profit (loss) carried forward				11,209	(11,209)									0	0	0
Dividends				(4,398)										(4,398)	(1,620)	(6,017)
Capital increase at Deutsche Telekom AG														0	0	0
Capital decrease at Deutsche Telekom AG	(208)	208	208	(208)										0	0	0
Capital increase from share-based payment		2	348											350	300	650
Share buy-back/shares held in a trust deposit		(120)		(1,375)										(1,495)	0	(1,495)
Profit (loss)					7,886									7,886	4,221	12,107
Other comprehensive income				802		(3,936)		89	57	441	3	6	(150)	(2,688)	(3,680)	(6,368)
Total comprehensive income														**5,198**	**541**	**5,739**
Transfer to retained earnings				56				(56)						0	0	0
Balance at September 30, 2025	**12,557**	**(130)**	**53,657**	**(10,873)**	**7,886**	**(2,673)**	**0**	**123**	**71**	**536**	**24**	**(30)**	**(199)**	**60,951**	**30,690**	**91,642**
Balance at January 1, 2026	**12,557**	**(172)**	**53,166**	**(11,246)**	**9,609**	**(2,620)**	**0**	**300**	**65**	**761**	**22**	**(9)**	**(263)**	**62,171**	**30,061**	**92,231**
Changes in the composition of the Group								0						0	0	0
Transactions with owners			(3,186)			(45)		0	2	(22)	0		7	(3,243)	(5,237)	(8,480)
Unappropriated profit (loss) carried forward				9,609	(9,609)									0	0	0
Dividends				(4,822)										(4,822)	(1,700)	(6,523)
Capital increase at Deutsche Telekom AG														0	0	0
Capital decrease at Deutsche Telekom AG	(142)	142	142	(142)										0	0	0
Capital increase from share-based payment		2	347											349	274	622
Share buy-back/shares held in a trust deposit		(155)		(1,606)										(1,761)	0	(1,761)
Profit (loss)					7,255									7,255	3,982	11,237
Other comprehensive income				674		1,136		288	(63)	608	(4)	44	(164)	2,519	1,017	3,536
Total comprehensive income														**9,774**	**4,999**	**14,773**
Transfer to retained earnings				22				(22)						0	0	0
Balance at September 30, 2026	**12,415**	**(183)**	**50,469**	**(7,511)**	**7,255**	**(1,529)**	**0**	**565**	**5**	**1,348**	**19**	**35**	**(421)**	**62,466**	**28,396**	**90,863**

Consolidated statement of cash flows

millions of €

	Q1-Q3 2026	Q1-Q3 2025	Change	Q3 2026	Q3 2025	Change	FY 2025
Profit (loss) before income taxes	**15,249**	**15,799**	**(550)**	**5,779**	**4,586**	**1,193**	**19,499**
Depreciation, amortization and impairment losses	18,374	17,694	680	5,984	5,918	66	24,009
(Profit) loss from financial activities	4,839	3,636	1,203	1,604	1,441	163	5,323
(Profit) loss on the disposal of fully consolidated subsidiaries	(1)	(3)	3	(1)	0	(1)	20
(Income) loss from the sale of stakes accounted for using the equity method	2	0	2	(3)	0	(3)	0
Other non-cash transactions	740	904	(164)	221	356	(135)	1,125
(Gains) losses from the disposal of intangible assets and property, plant and equipment	(93)	12	(105)	(10)	222	(232)	65
Change in assets carried as operating working capital	(60)	(161)	100	(619)	(417)	(202)	(1,245)
Change in other operating assets	(203)	(1,146)	943	71	(183)	254	(1,540)
Change in provisions	(555)	(514)	(41)	(52)	281	(333)	(306)
Change in liabilities carried as operating working capital	(579)	759	(1,338)	(458)	252	(711)	985
Change in other operating liabilities	276	190	87	76	(81)	157	(157)
Income taxes received (paid)	(1,488)	(1,135)	(353)	(357)	(391)	35	(1,652)
Dividends received	125	8	117	3	4	(1)	237
Net payments from entering into, canceling or changing the terms and conditions of interest rate derivatives	(1)	0	(1)	0	0	0	0
Cash generated from operations	**36,626**	**36,044**	**582**	**12,238**	**11,988**	**250**	**46,363**
Interest paid	(5,684)	(5,783)	99	(1,636)	(1,624)	(12)	(7,618)
Interest received	1,085	1,406	(321)	308	364	(56)	1,882
Net cash from operating activities	**32,027**	**31,666**	**361**	**10,910**	**10,728**	**183**	**40,627**
Cash outflows for investments in							
Intangible assets	(4,531)	(5,754)	1,223	(1,569)	(2,399)	831	(6,942)
Property, plant and equipment	(8,113)	(8,832)	719	(2,714)	(2,982)	268	(12,314)
Non-current financial assets	(547)	(3,854)	3,307	(221)	(2,746)	2,525	(3,911)
Payments for publicly funded investments in the broadband build-out	(271)	(299)	28	(107)	(123)	15	(454)
Proceeds from public funds for investments in the broadband build-out	174	263	(89)	83	114	(31)	428
Changes in cash and cash equivalents in connection with the acquisition of control of subsidiaries	(25)	(3,166)	3,141	(17)	(2,453)	2,436	(3,186)
Proceeds from disposal of							
Intangible assets	2,582	1,845	736	2,502	4	2,498	1,891
Property, plant and equipment	98	127	(29)	44	61	(17)	184
Non-current financial assets	356	236	119	66	73	(8)	342
Changes in cash and cash equivalents in connection with the loss of control of subsidiaries	(7)	53	(60)	1	6	(5)	109
Net change in short-term investments and marketable securities and receivables	93	211	(118)	(23)	105	(128)	57
Other	(5)	(4)	(2)	0	(10)	11	4
Net cash (used in) from investing activities	**(10,196)**	**(19,173)**	**8,977**	**(1,956)**	**(10,349)**	**8,393**	**(23,793)**
Proceeds from issue of current financial liabilities	3,833	3,540	293	115	304	(188)	3,939
Repayment of current financial liabilities	(11,978)	(8,912)	(3,066)	(1,199)	(2,053)	854	(11,973)
Proceeds from issue of non-current financial liabilities	9,322	9,428	(105)	1,112	556	556	14,034
Repayment of non-current financial liabilities	(1,020)	0	(1,020)	(1,020)	0	(1,020)	0
Dividend payments (including to other shareholders of subsidiaries)	(6,511)	(5,959)	(552)	(662)	(561)	(102)	(6,438)
Principal portion of repayment of lease liabilities	(4,825)	(4,370)	(455)	(1,534)	(1,443)	(91)	(5,633)
Deutsche Telekom AG share buy-back	(1,724)	(1,476)	(249)	(728)	(585)	(142)	(2,000)
Cash inflows from transactions with non-controlling entities	2	1,080	(1,078)	0	905	(904)	1,327
Cash outflows from transactions with non-controlling entities	(8,733)	(7,359)	(1,375)	(2,238)	(2,245)	7	(9,548)
Net cash (used in) from financing activities	**(21,634)**	**(14,027)**	**(7,607)**	**(6,154)**	**(5,123)**	**(1,031)**	**(16,293)**
Effect of exchange rate changes on cash and cash equivalents	204	(1,172)	1,377	46	70	(23)	(1,196)
Changes in cash and cash equivalents associated with non-current assets and disposal groups held for sale	0	(22)	22	0	(22)	22	0
Net increase (decrease) in cash and cash equivalents	**402**	**(2,728)**	**3,129**	**2,847**	**(4,697)**	**7,543**	**(654)**
Cash and cash equivalents, at the beginning of the period	**7,818**	**8,472**	**(654)**	**5,373**	**10,441**	**(5,068)**	**8,472**
Cash and cash equivalents, at the end of the period	**8,220**	**5,745**	**2,475**	**8,220**	**5,745**	**2,475**	**7,818**

Notes to the consolidated financial statements

Significant events and transactions

Accounting policies

In accordance with § 53 (6) of the Exchange Rules for the Frankfurter Wertpapierbörse (FWB), Deutsche Telekom AG voluntarily publishes a quarterly financial report that comprises interim consolidated financial statements and an interim Group management report. The interim consolidated financial statements were prepared in accordance with the IFRS® Accounting Standards (hereinafter referred to as "IFRS Accounting Standards") issued by the International Accounting Standards Board (IASB) and the IFRIC® Interpretations of the IFRS Interpretations Committee and applicable to interim financial reporting as adopted by the EU as of the reporting date. The interim management report for the Group was prepared in accordance with the German Securities Trading Act.

Statement of compliance

The interim consolidated financial statements for the period ended September 30, 2026 are in compliance with IAS 34 Interim Financial Reporting. As permitted by IAS 34, it has been decided to publish a condensed version compared to the consolidated financial statements as of December 31, 2025. All IFRS Accounting Standards applied by Deutsche Telekom AG have been adopted by the European Commission for use within the EU.

In the opinion of the Board of Management, the reviewed quarterly financial report includes all adjustments to be applied that are required to give a true and fair view of the results of operations and financial position of the Group. Please refer to the notes to the consolidated financial statements as of December 31, 2025 for the summary of accounting policies used in the consolidated interim financial statements.

Initial application of standards, interpretations, and amendments in the reporting period

Pronouncement	Title	To be applied by Deutsche Telekom from	Changes	Impact on the presentation of Deutsche Telekom's results of operations and financial position
IFRS Accounting Standards endorsed by the EU				
Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments	Jan. 1, 2026	The amendments ▪ clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion; ▪ clarify the date of recognition and derecognition of certain financial assets and liabilities, with a new option for the date of derecognition of financial liabilities settled using an electronic payment system; and ▪ add disclosure requirements for investments in equity instruments designated at fair value through other comprehensive income, and for financial instruments with contingent cash flows (including those with environmental, social, and governance (ESG)-linked features).	No material impact.
Amendments to IFRS 9 and IFRS 7	Amendments to IFRS 9 and IFRS 7: Contracts Referencing Nature-dependent Electricity	Jan. 1, 2026	The amendments and clarifications relate to the accounting of nature-dependent electricity contracts, structured as power purchase agreements, and include: ▪ clarifying the application of the 'own-use' requirements (own-use exemption); ▪ applying hedge accounting if these contracts are used as hedging instruments; and ▪ adding new disclosure requirements to disclose the effects of these contracts on the Company's financial performance and future cash flows.	The amendments enable Deutsche Telekom, in the event of an increase in its share of long-term power purchase agreements from renewable energy sources in line with the Group's sustainability-related goals, to substantially reduce potential volatility in the income statement in the future.
Annual Improvements to IFRS Accounting Standards	Annual Improvements to IFRS Accounting Standards – Volume 11	Jan. 1, 2026	These amendments entail minimal adjustments to and clarifications of the wording of the following standards: IFRS 1, IFRS 7, IFRS 9, IFRS 10, and IAS 7.	No material impact.

Standards, interpretations, and amendments issued, but not yet to be applied

In April 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements, which is effective for annual reporting periods beginning on or after January 1, 2027. IFRS 18 replaces IAS 1 Presentation of Financial Statements.

The main changes arising from IFRS 18 are as follows:

- Improvement in the structure and comparability of the statement of profit or loss (income statement) due to the new requirements for classifying income and expenses (including into the "operating," "investing," and "financing" categories) and by introducing mandatory subtotals (such as "operating profit/loss" and "profit/loss before financing and income taxes");
- Disclosures of entity-specific performance indicators defined by management that an entity uses in public communications to communicate management's view of a specific aspect of the financial performance of the entity ("management-defined performance measures", hereinafter referred to as "MPMs");
- Introduction of additional principles for the aggregation and disaggregation of line items;
- Narrow-scope amendments to the provisions concerning the statement of cash flows, aimed at standardizing the presentation in the statement of cash flows, particularly by eliminating certain presentation options.

IFRS 18 is to be applied retrospectively. Deutsche Telekom expects that the application of IFRS 18 will have material impacts on the presentation of the consolidated financial statements, particularly on the income statement. The following changes are expected in particular:

- **Classification of income and expenses:** The new classification of income and expenses into the categories mentioned above will change the existing classifications of income and expenses. In the future, the "operating" category, for example, will include certain items arising from foreign currency translation or from measurement effects from derivatives that were previously reported under profit/loss from financial activities. This primarily results from the requirement that the "operating" category not be limited to income and expenses from the entity's main business activities, but also includes – as a residual category – all income and expenses that do not fall in the other categories, including such income or expenses that are volatile or non-recurring. Furthermore, the item finance costs, which was previously aggregated under profit/loss from financial activities (as the balance of interest income and interest expense), will be separated between the "investing" and "financing" categories. The share of profit/loss of associates and joint ventures accounted for using the equity method will also be reclassified from profit/loss from financial activities to the "investing" category.
- **New subtotals:** The mandatory new subtotals, "operating profit/loss" and "profit/loss before financing and income taxes," will be presented in the income statement. Deutsche Telekom currently also expects to introduce the "investing profit/loss" and "financing profit/loss" subtotals for the new "investing" and "financing" categories, respectively.
- **Aggregation and disaggregation:** The impact of the new principles for aggregation and disaggregation on the consolidated financial statements and notes is currently being analyzed. One change to the previous presentation will be the requirement to report acquired goodwill separately from intangible assets on the asset side of the statement of financial position.
- **Statement of cash flows:** In the statement of cash flows, entities will be required to use the profit/loss from operations subtotal as the starting point for the indirect method of calculating net cash from operating activities. The option Deutsche Telekom previously exercised to record all interest and dividends paid and received in net cash from operating activities is no longer available. Going forward, dividends and interest paid will be reported in net cash used in/from financing activities, while dividends and interest received will be reported in net cash used in/from investing activities.
- **MPMs:** Deutsche Telekom is analyzing the new requirements related to mandatory disclosures for MPMs. An inventory of potential MPMs has been prepared and evaluated in view of the performance management system described in the combined management report, as well as the entity-specific performance indicators included in other elements of management's public communications. Based on the information currently available, it is expected that, along with EBIT and EBITDA, the main focus of the MPM disclosure will be adjusted EBITDA AL. This is calculated as EBITDA adjusted for the amortization/depreciation of right-of-use assets, interest expense on lease liabilities, and special factors.

The overall impact of IFRS 18 is currently being analyzed as part of a Group-wide project for implementing the new standard. Given the complexity and the large number of different transactions as well as the relevant transaction volumes, a preliminary estimate of the quantitative effects has not yet been completed. Furthermore, Deutsche Telekom is monitoring current developments and interpretations and continuously incorporates them into the implementation process.

Readers are also referred to the "Disclaimer" at the end of this report as regards the forward-looking statements contained in this section, which reflect the current views of the management of Deutsche Telekom with regard to future events.

> For further information on standards, interpretations, and amendments that have been issued but not yet applied, as well as disclosures on the recognition and measurement of items in the statement of financial position and judgments and estimates, please refer to the section "Summary of accounting policies" in the notes to the consolidated financial statements in the 2025 Annual Report.

Changes in accounting policies and changes in the reporting structure

Deutsche Telekom did not make any major changes to its accounting policies in the reporting period. The following change was made to the reporting structure:

Change to the definition of service revenue. Since January 1, 2026, certain wholesale voice transit revenues have no longer been included in service revenues due to their unpredictable or non-recurring nature. Instead, they are recognized under non-service revenues. Prior-year comparatives in both of the affected segments, Germany and Europe, were adjusted retrospectively.

> For further information, please refer to the section "Net revenue."

Development of the overall economic environment and the associated impact

Despite considerable geopolitical challenges, the global economy developed robustly over the first three quarters of 2026, buoyed by continued strong investment in technology and in particular artificial intelligence (AI). However, the intensification of the conflict in the Middle East has had a detrimental impact on the macroeconomic conditions, resulting in rising energy and commodity prices, growing inflation risks, more volatile financial and commodity markets, and mounting risks for global supply chains. On international bond markets, inflation concerns and high levels of government debt in major economies in the third quarter of 2026 have led to significant increases in returns in some cases. In the latest World Economic Outlook from October 2026, the International Monetary Fund (IMF) reports that the global economy remains resilient, bolstered in large part by the technology-driven investment boom.

Overall, the telecommunications industry has so far proven to be resilient in the face of economic fluctuations.

Deutsche Telekom is aware that, especially in view of the current developments, extrapolating past experience to the future is only possible to a limited extent. Deutsche Telekom continues to address these challenges and considers them in its business decisions in the course of developing measures to mitigate the risks. Deutsche Telekom also considers the development of the economic environment in its consolidated financial statements and financial reporting, e.g., when determining the impairment of goodwill, the recognition of deferred taxes, and the measurement of provisions, financial instruments, and investments accounted for using the equity method.

Changes in the underlying parameters primarily relate to the exchange rates used for currency translation and to the interest rates for determining defined benefit obligations.

The euro exchange rates of certain significant currencies changed as follows:

€

	Annual average rate		Rate at the reporting date		
	Q1-Q3 2026	Q1-Q3 2025	Sept. 30, 2026	Dec. 31, 2025	Sept. 30, 2025
100 Czech korunas (CZK)	4.11800	4.02780	4.09165	4.12592	4.10931
1,000 Hungarian forints (HUF)	2.71077	2.49052	2.73075	2.59639	2.56239
100 Macedonian denars (MKD)	1.62291	1.62460	1.62377	1.62420	1.62316
100 Polish zlotys (PLN)	23.41620	23.58320	22.88850	23.69110	23.42030
1 U.S. dollar (USD)	0.86129	0.89414	0.88067	0.85106	0.85172

The following discount rates were used when calculating the present value of the Group's key defined benefit obligations:

%	Sept. 30, 2026	Dec. 31, 2025
Germany	4.76	4.05
United States	6.58	5.60
Switzerland	1.43	1.30

Changes in the composition of the Group and other transactions

In the first three quarters of 2026, Deutsche Telekom did not conduct any transactions with a material impact on the composition of the Group and on the segment and organizational structure of the Group. The following developments occurred in the first three quarters of 2026 in connection with transactions already conducted in prior periods.

Acquisition of Vistar Media in the United States

On December 20, 2024, T-Mobile US entered into an agreement on the acquisition of 100 % of the outstanding capital stock of Vistar Media Inc. (Vistar Media), a provider of technology solutions for digital out-of-home advertisements. The transaction was consummated on February 3, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. In exchange, T-Mobile US transferred cash of USD 0.6 billion (EUR 0.6 billion) to the seller. Part of the payment made as of the acquisition date was used to settle pre-existing relationships with Vistar Media and is excluded from the fair value of the consideration transferred.

Vistar Media has been included in the consolidated financial statements since February 3, 2025. The acquisition meets the conditions for a business combination in accordance with IFRS 3. The purchase price allocation and the measurement of the assets and liabilities were finalized as of February 2, 2026. The finalization of the purchase price allocation did not result in any material changes to the fair values of the assets acquired and the liabilities assumed at the acquisition date compared with those reported in the consolidated financial statements as of December 31, 2025.

> For more information on the transaction and on the fair values of the consideration transferred and the acquired assets and assumed liabilities, please refer to the section "Changes in the composition of the Group and other transactions" under "Summary of accounting policies" in the notes to the consolidated financial statements in the 2025 Annual Report.

Acquisition of Blis in the United States

On February 18, 2025, T-Mobile US entered into a share purchase agreement for the acquisition of 100 % of the outstanding capital stock of Blis Holdco Limited (Blis), a provider of advertising solutions. The transaction was consummated on March 3, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. In exchange, T-Mobile US transferred cash of USD 0.2 billion (EUR 0.2 billion) to the seller. Part of the payment made as of the acquisition date was used to settle pre-existing relationships with Blis and is excluded from the fair value of the consideration transferred.

Blis has been included in the consolidated financial statements since March 3, 2025. The acquisition meets the conditions for a business combination in accordance with IFRS 3. The purchase price allocation and the measurement of the assets and liabilities were finalized as of March 2, 2026. The finalization of the purchase price allocation did not result in any material changes to the fair values of the assets acquired and the liabilities assumed at the acquisition date compared with those reported in the consolidated financial statements as of December 31, 2025.

> For more information on the transaction, please refer to the section "Changes in the composition of the Group and other transactions" under "Summary of accounting policies" in the notes to the consolidated financial statements in the 2025 Annual Report.

Acquisition of UScellular in the United States

On May 24, 2024, T-Mobile US entered into an agreement with United States Cellular Corporation (UScellular), Telephone and Data Systems, Inc., and USCC Wireless Holdings, LLC, under which T-Mobile US acquires substantially all wireless activities of UScellular and specific spectrum licenses for a total purchase price of around USD 4.4 billion (EUR 3.9 billion). The purchase price was to be paid in cash and by way of the assumption of debt of up to USD 2.0 billion (EUR 1.8 billion) under an exchange offer to certain UScellular debtholders before the closing of the transaction.

On July 22, 2025, T-Mobile US entered into agreements on the acquisition of the wireless operations of Farmers Cellular Telephone Company, Inc., Iowa RSA No. 9 Limited Partnership and Iowa RSA No. 12 Limited Partnership (the Iowa Entities) for a purchase price of around USD 0.2 billion (EUR 0.2 billion), payable in cash. Prior to the acquisition of the Iowa Entities, UScellular held a minority interest in these entities.

The UScellular Wireless Business offers a comprehensive range of wireless communications products and services. Following the acquisition, T-Mobile US expects to increase competition in the U.S. wireless and broadband industries, to achieve synergies, and to enhance rural 5G coverage with T-Mobile US' combined network footprint. Following closing of the transaction, UScellular and the Iowa Entities continue to own their remaining spectrum and their cell towers. On the date of the acquisition of the UScellular Wireless Business by T-Mobile US, UScellular changed its legal name to Array Digital Infrastructure, Inc.

The transactions were consummated on August 1, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. The aforementioned entities have been included in Deutsche Telekom's consolidated financial statements as consolidated subsidiaries since August 1, 2025.

Upon completion of the transaction in connection with the acquisition of the UScellular Wireless Business, T-Mobile US made an upfront purchase price payment in cash of USD 2.8 billion (EUR 2.5 billion). In addition, the completion of the acquisition triggered the obligation to exchange senior notes of UScellular in the amount of USD 1.7 billion (EUR 1.4 billion) for T-Mobile US USD bonds on the same terms. The exchange obligation was recognized as a liability assumed as part of the UScellular Acquisition. Subsequently, T-Mobile US issued USD bonds with a total volume of USD 1.7 billion (EUR 1.4 billion) as part of the exchange offer. The bonds rank equally with all other unsecured and unsubordinated liabilities of T-Mobile US.

The purchase price allocation and the measurement of assets, liabilities, and the consideration transferred at the acquisition date were finalized as of July 31, 2026. The finalization of the purchase price allocation did not result in any material changes to the fair values of the assets acquired and the liabilities assumed at the acquisition date compared with those reported in the consolidated financial statements as of December 31, 2025.

The fair value of the consideration transferred amounts to USD 2.8 billion (EUR 2.5 billion) as of the acquisition date, and breaks down as follows:

millions of €

	Fair value at the acquisition date
Fair value of the cash component paid on the acquisition date	2,428
Fair value of T-Mobile US shares in exchange for share-based remuneration for the period of service prior to the acquisition of the company	39
= Consideration transferred	2,467

The fair values of the acquired assets and assumed liabilities are presented in the following table:

millions of €	Fair value at the acquisition date
Assets	
Current assets	**1,268**
Cash and cash equivalents	11
Trade receivables	1,056
Contract assets	3
Other financial assets	25
Other assets	60
Inventories	113
Non-current assets	**4,611**
Goodwill	171
Other intangible assets	2,123
Of which: customer base	340
Of which: spectrum licenses	1,516
Of which: other	267
Property, plant and equipment	1,021
Right-of-use assets [a]	1,051
Deferred tax assets	17
Other financial assets	189
Other assets	39
Assets	**5,879**
Liabilities and shareholders' equity	
Current liabilities	**753**
Financial liabilities	21
Lease liabilities [a]	157
Trade and other payables	205
Other provisions	143
Contract liabilities	227
Non-current liabilities	**2,659**
Financial liabilities [b]	1,568
Lease liabilities [a]	902
Contract liabilities	122
Other provisions	67
Liabilities	**3,412**

[a] These items included right-of-use assets and lease liabilities of EUR 0.7 billion each in connection with the master license agreement with UScellular for the cell towers that were not already leased before the date of the UScellular Acquisition by T-Mobile US.
[b] Obligations to exchange UScellular senior notes into T-Mobile US bonds were recognized as liabilities assumed as part of the UScellular Acquisition.

The goodwill of EUR 0.2 billion comprises anticipated synergies to be leveraged through the combined business activities, including cost savings from the planned integration of network infrastructure, facilities, personnel, and systems, the UScellular workforce, and intangible assets that do not meet the recognition requirements. The goodwill is to be deductible from income tax in the amount of EUR 159 million.

> For more information on the transaction, please refer to the section "Changes in the composition of the Group and other transactions" under "Summary of accounting policies" in the notes to the consolidated financial statements in the 2025 Annual Report.

Establishment of a joint venture with AT&T and Verizon in the United States

On September 14, 2026, T-Mobile US entered into definitive agreements and formed a joint venture with AT&T Inc. and Verizon Communications Inc. The joint venture aims to end wireless dead zones in the United States, including in rural areas, by pooling certain spectrum resources of the three partners to increase capacity and help satellite providers reach more customers through a unified platform. T-Mobile US expects to license certain intellectual property to the joint venture and to provide access to certain spectrum licenses to satellite service providers who contract with the joint venture. The establishment of the joint venture has no material impact on the consolidated financial statements. The shareholding is included in Deutsche Telekom's consolidated financial statements using the equity method.

The following transactions will have an impact on the United States and Europe operating segments in the future:

Acquisition of i3 Broadband in the United States

On April 24, 2026, T-Mobile US entered into an agreement with an affiliate of Wren House Infrastructure Management Limited (Wren House) to establish a joint venture that will acquire i3 Broadband, one of Wren House's existing fiber portfolio companies. The transaction was consummated on October 1, 2026. All necessary regulatory approvals had been duly granted and all other closing conditions met. Upon closing, T-Mobile US invested USD 0.7 billion (EUR 0.6 billion) to acquire a 50 % equity interest in the joint venture and substantially all existing residential fiber customers. The investment has been included in Deutsche Telekom's consolidated financial statements using the equity method since October 1, 2026. The revenues generated from the residential fiber customers acquired in the transaction will be recognized at T-Mobile US under service revenues. The related costs paid for the provision of network services will be recognized under goods and services purchased.

Agreements on the acquisition of GoNetspeed and Greenlight Networks in the United States

On April 25, 2026, T-Mobile US entered into agreements with affiliates of Oak Hill Capital Management, LLC (Oak Hill) to establish a joint venture that will acquire and combine GoNetspeed and Greenlight Networks, two of Oak Hill's existing fiber portfolio companies. The transaction is subject to approval by the authorities as well as other closing conditions, and is expected to be concluded in the first half of 2027. Upon closing, T-Mobile US is expected to invest USD 2.0 billion (EUR 1.8 billion) to acquire a 50 % equity interest in the joint venture and substantially all existing residential fiber customers. Following closing of the transaction, the investment is expected to be included in the consolidated financial statements using the equity method. The revenues generated from the residential fiber customers acquired in the transaction are to be recognized at T-Mobile US under service revenues in the future. The related costs paid for the provision of network services are to be recognized under goods and services purchased.

Agreement on the acquisition of Fiberhost and Inea in Poland

On August 17, 2026, Deutsche Telekom agreed to acquire 100 % of Fiberhost S.A., a Polish open-access fixed-network operator, together with 100 % of Inea Sp. z o.o., a retail broadband and TV service provider, from a fund managed by Macquarie Asset Management. The enterprise value amounts to around EUR 1.0 billion. In addition to a cash component, the agreed purchase price is expected to include the assumption of the companies' existing external bank financing. The transaction is subject to approval by the authorities as well as other closing conditions, and is expected to close in the fourth quarter of 2026 or the first quarter of 2027. After closing, the acquired companies are expected to be included in the consolidated financial statements as a business combination in accordance with IFRS 3.

Other transactions that had no effect on the composition of the Group

Deutsche Telekom AG's 2026 share buy-back program

In November 2025, Deutsche Telekom AG announced a new share buy-back program with a total volume of up to EUR 2 billion for the 2026 financial year. The buy-back commenced on January 5, 2026 and will be carried out in several tranches through the end of 2026. On August 6, 2026, the Board of Management decided to increase the total volume of the program by up to EUR 3 billion, taking the total to up to EUR 5 billion. As of September 30, 2026, Deutsche Telekom AG had bought back 62.0 million shares with a total volume of EUR 1.8 billion. On April 21, 2026, the Board of Management of Deutsche Telekom AG resolved to cancel 55.4 million shares that had been bought back in the 2025 financial year under the share buy-back program, and to decrease the share capital accordingly. The cancellation of these 55.4 million shares was completed on April 29, 2026. In the period from October 1, 2026 to November 3, 2026, Deutsche Telekom AG bought back around another 27 million shares with a total volume of EUR 0.7 billion under this share buy-back program.

T-Mobile US' 2026 shareholder return program

On December 11, 2025, T-Mobile US had announced a new shareholder return program with a total volume of up to USD 14.6 billion for the 2026 financial year, comprising share buy-backs and dividends to be paid out, due to run through December 31, 2026. The amount available for share buy-backs is reduced by the amount of any dividends approved by the Board of Directors of T-Mobile US. On April 23, 2026, T-Mobile US announced that its Board of Directors had authorized an increase in the total volume of the program to up to USD 18.2 billion.

In the first nine months of 2026, T-Mobile US bought back 48.4 million shares with a total volume of USD 9.5 billion (EUR 8.2 billion) under this program, and paid out cash dividends amounting to USD 3.3 billion (EUR 2.9 billion). EUR 1.5 billion of the cash dividends was attributable to Deutsche Telekom's stake and EUR 1.3 billion to non-controlling interests in T-Mobile US. In the period from October 1, 2026 to October 23, 2026, T-Mobile US bought back 5.0 million additional shares with a total volume of USD 0.8 billion (EUR 0.7 billion) under this program.

On September 24, 2026, T-Mobile US announced that the Board of Directors had declared an increase in the cash dividend from USD 1.02 to USD 1.17 per share, which will be paid out on December 10, 2026.

As of September 30, 2026, Deutsche Telekom's stake in T-Mobile US amounted to 45.5 %. Taking the treasury shares held by T-Mobile US into account, Deutsche Telekom had a 54.8 % ownership stake in T-Mobile US as of September 30, 2026. The shares in T-Mobile US held by SoftBank are subject to the proxy agreement between SoftBank and Deutsche Telekom. The total percentage of T-Mobile US shares for which Deutsche Telekom can exercise voting rights, based on the agreement concluded with SoftBank in connection with the acquisition of Sprint, amounted to 55.7 % as of September 30, 2026.

Selected notes to the consolidated statement of financial position

Trade receivables

At EUR 16.5 billion, trade receivables decreased by EUR 0.3 billion against the 2025 year-end level, with receivables in the Germany and United States operating segments decreasing in spite of an increasing effect from exchange rate effects. By contrast, receivables increased in the Europe and System Solutions operating segments.

Contract assets

The carrying amount of contract assets increased by EUR 0.1 billion against the 2025 year-end level to EUR 3.2 billion. Contract assets relate to receivables that have not yet legally come into existence, which arise from the earlier – as compared to billing – recognition of revenue, in particular from the sale of goods and merchandise under long-term multiple-element arrangements (e.g., mobile contract plus handset). Receivables from long-term construction contracts are also recognized under contract assets.

Inventories

The carrying amount of inventories increased by EUR 0.8 billion against the 2025 year-end level to EUR 3.6 billion. Stockpiling, primarily for the market launch of high-value mobile terminal equipment in the United States operating segment, increased the carrying amount. Exchange rate effects, primarily from the translation from U.S. dollars into euros, also increased the carrying amount.

Intangible assets

The carrying amount of intangible assets increased by EUR 5.0 billion compared to December 31, 2025 to EUR 138.6 billion. Exchange rate effects, primarily from the translation of U.S. dollars into euros, increased the carrying amount by EUR 4.0 billion. Investments also increased it by EUR 6.4 billion, with EUR 2.1 billion of this relating to investments in mobile spectrum, primarily in the United States operating segment. Amortization and impairment losses of EUR 5.0 billion reduced the carrying amount. Reclassifications of intangible assets to non-current assets and disposal groups held for sale also reduced the carrying amount by EUR 0.5 billion. This related to agreements concluded in the reporting period for the exchange of spectrum licenses in the United States operating segment. Disposals reduced the carrying amount by EUR 0.1 billion.

On May 30, 2025, T-Mobile US entered into an agreement on the sale of 800 MHz spectrum licenses to the affiliates of Grain Management, LCC (Grain). The transaction, including certain modifications to the 800 MHz spectrum licenses, was approved by the FCC on July 1, 2026. Following the receipt of the approvals, T-Mobile US completed the sale of the respective spectrum licenses to Grain in exchange for cash consideration of USD 2.9 billion (EUR 2.5 billion) and the receipt of 600 MHz spectrum licenses valued at USD 0.7 billion (EUR 0.6 billion). The transaction was completed on August 10, 2026. Prior to completion, the licenses concerned were reported as held for sale with a carrying amount of EUR 3.1 billion. It has been further agreed that T-Mobile US will additionally receive a share of future proceeds from transactions entered into by Grain that monetize the 800 MHz spectrum licenses, subject to certain terms and conditions. On October 8, 2026 (after the reporting period), Grain entered into a purchase and sale agreement with Space Exploration Technologies Corp. (SpaceX) for the sale of the 800 MHz spectrum licenses. The transaction is subject to customary closing conditions and regulatory approvals. T-Mobile US has not yet recognized an associated gain for this potential additional consideration.

In June 2026, T-Mobile US was announced the winning bidder of 102 licenses in the auction for AWS-3 band spectrum (Auction 113) for an aggregate purchase price of around USD 0.3 billion (EUR 0.2 billion). The purchase price, taking into account the cash deposit previously made to the FCC, was paid in July 2026. The FCC allocated the licenses on August 23, 2026.

In September 2026, T-Mobile US completed the acquisition of 600 MHz spectrum licenses from TStar 600, LLC and two of its subsidiaries (TStar) in exchange for cash consideration of USD 0.3 billion (EUR 0.3 billion), which is expected to be paid in the first quarter of 2027.

T-Mobile US consummated a number of transactions agreed with telecommunications companies for the exchange of spectrum licenses in the reporting period. The fair values of the licenses received in these transactions amounted to EUR 0.5 billion in total. The resulting overall gain was immaterial. The licenses transferred as part of the exchange transactions, which had a carrying amount of totaling EUR 0.5 billion, were recognized in non-current assets and disposal groups held for sale after being reclassified when the agreements were concluded, and up to the point at which the transactions were consummated.

The following agreements will have an impact on the presentation of Deutsche Telekom's results of operations and financial position in the future:

On September 12, 2023, T-Mobile US agreed with U.S. cable network operator Comcast Corporation (Comcast) to acquire spectrum in the 600 MHz band in exchange for total cash consideration of between USD 1.2 billion and USD 3.3 billion (EUR 1.1 billion and EUR 2.9 billion), depending on the number of underlying licenses. The final purchase price will be determined at the time the parties make the required transfer filings with the FCC. At the same time, T-Mobile US and Comcast have concluded exclusive leasing arrangements. The leasing rights for T-Mobile US will apply for at least two years, regardless of whether Comcast decides to remove part of its licenses from the purchase agreement. On January 13, 2025, T-Mobile US and Comcast entered into an amendment to the license purchase agreement pursuant to which T-Mobile US will acquire additional spectrum. As a consequence of the amendment, the total cash consideration amounts to between USD 1.2 billion and USD 3.4 billion (EUR 1.1 billion and EUR 3.0 billion). On June 2, 2026, the acquisition of a portion of the spectrum licenses with a value of USD 46 million (EUR 40 million) was concluded. The acquisition of the remaining licenses is expected to be concluded in the first half of 2028.

For further information, please refer to the section "Other financial obligations."

Property, plant and equipment

The carrying amount of property, plant and equipment decreased by EUR 0.3 billion compared with December 31, 2025 to EUR 64.5 billion. Depreciation and impairment losses reduced the carrying amount by EUR 9.1 billion and disposals by EUR 0.3 billion. The carrying amount was increased by additions of EUR 8.0 billion, primarily in connection with the upgrade and build-out of the network (broadband, fiber-optic, and mobile infrastructure), as well as exchange rate effects of EUR 0.9 billion, mainly from the translation of U.S. dollars into euros. Reclassifications of right-of-use assets upon expiry of the contractual lease term to property, plant and equipment, primarily for network technology in the United States operating segment, also increased the carrying amount by EUR 0.2 billion.

Right-of-use assets

The carrying amount of the right-of-use assets decreased by EUR 0.5 billion compared to December 31, 2025 to EUR 28.1 billion. Depreciation and impairment losses reduced the net carrying amount by EUR 4.3 billion. The previously mentioned reclassifications to property, plant and equipment also reduced the carrying amount by EUR 0.2 billion. Disposals reduced the carrying amount by EUR 0.1 billion. By contrast, the carrying amount was increased by additions of EUR 3.3 billion and exchange rate effects of EUR 0.8 billion, mainly from the translation of U.S. dollars into euros.

Capitalized contract costs

As of September 30, 2026, the carrying amount of capitalized contract costs was up by EUR 0.3 billion against the level of December 31, 2025 to EUR 4.2 billion. The capitalized contract costs primarily relate to the United States, Germany, and Europe operating segments.

Investments accounted for using the equity method

The carrying amount of investments accounted for using the equity method remained unchanged against the level of December 31, 2025 at EUR 11.1 billion. It was increased by capital increases, primarily in the investment in GlasfaserPlus, and exchange rate effects, primarily from the translation of U.S. dollars into euros, while proportionate net losses from T-Mobile US' investments in Metronet and Lumos in the reporting period, as well as dividend payments by the GD tower companies had a decreasing effect.

Other financial assets

millions of €

	Sept. 30, 2026	Dec. 31, 2025
	Total	Total
Originated loans and receivables	5,578	5,906
Of which: collateral paid	1,534	1,689
Of which: other receivables – publicly funded projects	1,667	1,706
Debt instruments – measured at fair value through profit or loss	265	245
Derivative financial assets	1,502	1,399
Of which: derivatives with a hedging relationship	1,026	826
Of which: derivatives without a hedging relationship	476	573
Equity instruments – measured at fair value through profit or loss	4	7
Equity instruments – measured at fair value through other comprehensive income	1,119	794
Lease assets	282	205
	8,750	8,557

The carrying amount of current and non-current other financial assets increased by EUR 0.2 billion compared to December 31, 2025 to EUR 8.8 billion. Exchange rate effects, primarily from the translation of U.S. dollars into euros, increased the carrying amount by a total of EUR 0.1 billion.

The net total of originated loans and receivables decreased by EUR 0.3 billion to EUR 5.6 billion. This decrease in the carrying amount is mainly due to lower receivables from collateral agreements as surety for credit risks in connection with derivative hedges as a result of normal fluctuations in fair value (EUR 0.2 billion), and payments received from GD tower companies in connection with distributions from shareholders' equity (EUR 0.2 billion).

The carrying amount of derivatives with a hedging relationship increased by EUR 0.2 billion to EUR 1.0 billion, largely due to positive measurement effects in relation to payer interest rate swaps due to rising interest rates in the eurozone (EUR 0.3 billion). The carrying amount was reduced by the rating-related replacement of existing hedging derivatives with adjusted cross-currency swaps (EUR 0.1 billion) in consequence of the raising of the credit ratings for Deutsche Telekom AG by Standard & Poor's (S&P) and Fitch in May and June 2026. The carrying amount of derivatives without a hedging relationship decreased by EUR 0.1 billion. This was primarily due to the negative measurement effects from the subsequent measurement of termination rights embedded in bonds issued by T-Mobile US as a result of the rising interest rates in the U.S. dollar zone.

The carrying amount of equity instruments increased by EUR 0.3 billion, mainly due to increases in fair value.

> For information on cash collateral deposited and on derivatives, please refer to the section "Disclosures on financial instruments."

Other assets

The carrying amount of current and non-current other assets increased by EUR 0.7 billion to EUR 4.9 billion. As of September 30, 2026, this included various advance payments, totaling EUR 3.3 billion (December 31, 2025: EUR 3.5 billion), mainly relating to advance payments for maintenance, repairs, and in connection with agreements on services for certain mobile communications and fixed-network equipment. Non-current other assets also included a plan asset of EUR 0.8 billion as of September 30, 2026 (December 31, 2025: EUR 0.2 billion). Receivables from other taxes increased by EUR 0.2 billion.

> For further information on the defined benefit asset, please refer to the section "Provisions for pensions and other employee benefits."

Non-current assets and disposal groups held for sale

The carrying amount of non-current assets and disposal groups held for sale as of September 30, 2026 was EUR 0.1 billion, down EUR 3.0 billion compared with December 31, 2025. EUR 3.1 billion of this decline was attributable to the sale of 800 MHz spectrum licenses concluded between T-Mobile US and Grain.

> For further information on the agreements between T-Mobile US and Grain, please refer to the section "Intangible assets."

Financial liabilities and lease liabilities

The following table shows the composition and maturity structure of **financial liabilities** and **lease liabilities** as of September 30, 2026:

millions of €

	Sept. 30, 2026	Due within 1 year	Due > 1 ≤ 5 years	Due > 5 years	Dec. 31, 2025
Bonds and other securitized liabilities	93,603	6,577	31,517	55,508	91,980
Liabilities collateralized by existing and anticipated trade receivables (including asset-backed securities)	3,075	1,637	1,438	0	1,698
Liabilities to banks	4,365	460	2,428	1,477	4,414
	101,043	**8,675**	**35,383**	**56,985**	**98,092**
Liabilities with the right of creditors to priority repayment in the event of default	492	324	169	0	719
Other interest-bearing liabilities	5,818	1,534	2,164	2,121	5,987
Liabilities from deferred interest	1,350	1,350	0	0	1,197
Other non-interest-bearing liabilities	2,033	1,877	108	48	1,875
Derivative financial liabilities	2,628	59	379	2,190	2,469
	12,321	**5,143**	**2,819**	**4,359**	**12,247**
Financial liabilities	**113,364**	**13,818**	**38,202**	**61,344**	**110,339**
Lease liabilities	**35,714**	**5,764**	**18,675**	**11,274**	**36,384**

The carrying amount of current and non-current financial liabilities increased by EUR 3.0 billion compared with year-end 2025 to EUR 113.4 billion, primarily due to the factors described below. These factors include exchange rate effects that increased the carrying amount by EUR 2.8 billion, primarily from the translation of U.S. dollars into euros.

The carrying amount of bonds and other securitized liabilities increased by EUR 1.6 billion to EUR 93.6 billion. Exchange rate effects increased the carrying amount of bonds and other securitized liabilities by EUR 2.4 billion. The carrying amount was also increased by USD bonds issued by T-Mobile US in the reporting period with a volume of USD 2.0 billion (EUR 1.7 billion), with terms ending between 2036 and 2056 and bearing interest of between 5.00 % and 5.85 %, and by EUR bonds with a volume of EUR 2.5 billion with terms ending between 2032 and 2038 and bearing interest of between 3.20 % and 3.90 %. The carrying amount was also increased by the following issues by Deutsche Telekom AG: EUR bonds of EUR 1.5 billion with terms ending between 2033 and 2038 and bearing interest of 3.375 % to 3.875 %, CHF bonds of CHF 0.6 billion (EUR 0.6 billion) with terms ending between 2034 and 2041 and bearing interest of 1.3625 % to 1.63 %, a GBP bond of GBP 0.4 billion (EUR 0.5 billion) with a term ending in 2046 and bearing interest of 6.625 %, HKD bonds of HKD 2.0 billion (EUR 0.2 billion) with terms ending between 2031 and 2036 and bearing interest of 4.005 % to 4.55 %, as well as a CNH bond of CNH 0.8 billion (EUR 0.1 billion) with a term ending in 2031 and bearing interest of 1.995 %. The carrying amount was reduced by scheduled repayments of USD bonds of USD 4.0 billion (EUR 3.4 billion) by T-Mobile US, a EUR bond of EUR 0.4 billion of Deutsche Telekom AG, a EUR bond of EUR 0.6 billion of Deutsche Telekom International Finance B.V., and a EUR bond of EUR 0.4 billion of OTE. T-Mobile US also repaid USD bonds with a volume of USD 1.5 billion (EUR 1.3 billion) prematurely and bought back USD bonds with a volume of USD 1.3 billion (EUR 1.1 billion). In addition, the carrying amount decreased by EUR 0.5 billion in connection with measurement effects from derivatives with a hedging relationship, the offsetting entry for which is posted under bonds and other securitized liabilities.

Liabilities collateralized by existing and anticipated trade receivables (including asset-backed securities) of EUR 3.1 billion (December 31, 2025: EUR 1.7 billion) are liabilities of T-Mobile US. Existing and anticipated trade receivables were provided as collateral for these liabilities; hence they constitute a separate class of financial instruments. Issues in the reporting period in the amount of EUR 1.7 billion when translated into euros increased the carrying amount. Exchange rate effects also increased the carrying amount by EUR 0.1 billion. By contrast, early repayments of EUR 0.4 billion when translated into euros had a decreasing effect on the carrying amount. As of the reporting date, trade receivables with a carrying amount of EUR 3.0 billion when translated into euros (December 31, 2025: EUR 2.2 billion) were pledged as collateral for these bonds.

The carrying amount of liabilities to banks remained unchanged against December 31, 2025 at EUR 4.4 billion. Issues of commercial paper in the amount of EUR 0.5 billion when translated into euros increased the carrying amount. Exchange rate effects increased the carrying amount of liabilities to banks by EUR 0.1 billion. The scheduled repayment of an EIB loan in the amount of EUR 0.5 billion and scheduled repayments of commercial paper amounting to EUR 0.1 billion had an offsetting effect.

The liabilities with the right of creditors to priority repayment in the event of default of EUR 0.5 billion (December 31, 2025: EUR 0.7 billion) relate primarily to bonds issued by Sprint. Collateral was provided for these bonds; hence they constitute a separate class of financial instruments. The carrying amount was reduced by repayments made in the reporting period in the amount of EUR 0.2 billion when translated into euros. At the reporting date, cash and cash equivalents with a carrying amount of EUR 75 million (December 31, 2025: EUR 69 million) when translated into euros were pledged as collateral for these bonds.

The carrying amount of other interest-bearing liabilities decreased by EUR 0.2 billion compared with December 31, 2025 to EUR 5.8 billion. In the Germany operating segment, the carrying amount was decreased by scheduled repayments of loans for the acquisition of 5G licenses and by repayments of liabilities for the acquisition of broadcasting rights, each in the amount of EUR 0.2 billion. The carrying amount decreased by another EUR 0.1 billion in connection with collateral received for derivative financial instruments. The repayment of commercial paper also decreased the carrying amount by EUR 0.1 billion. The carrying amount was increased by new liabilities incurred for the acquisition of spectrum at T-Mobile US in the amount of EUR 0.3 billion, as well as for the acquisition of broadcasting rights in the Germany operating segment in the amount of EUR 0.1 billion. Exchange rate effects also increased the carrying amount by EUR 0.1 billion.

The carrying amount of derivative financial liabilities increased by EUR 0.2 billion compared with December 31, 2025 to EUR 2.6 billion. It was mainly increased by measurement effects from receiver interest rate swaps in fair value hedges as a result of increased interest rates in the eurozone and the U.S. dollar zone (EUR 0.4 billion). Measurement effects from payer interest rate swaps in cash flow hedges, also as a result of increased interest rates in the eurozone (EUR 0.2 billion), had an offsetting effect.

> For further information on derivative financial liabilities, please refer to the section "Disclosures on financial instruments."

The carrying amount of current and non-current lease liabilities decreased by EUR 0.7 billion compared with December 31, 2025 to EUR 35.7 billion. Lease liabilities in the United States and Germany operating segments decreased by EUR 0.4 billion and EUR 0.2 billion, respectively. Lease liabilities in the United States operating segment declined by EUR 1.4 billion, mainly due to the lower number of new contracts and the decommissioning of defunct cell sites and network technology. Exchange rate effects of EUR 1.0 billion reduced the carrying amount.

Trade and other payables

The carrying amount of trade and other payables decreased by EUR 0.6 billion compared with year-end 2025 to EUR 9.0 billion. This decrease was in spite of an increasing effect from exchange rate effects, in particular from the translation of U.S. dollars into euros, and due to lower liabilities in the United States and Europe operating segments and in the Group Headquarters & Group Services segment. Liabilities increased in the Germany and Systems Solutions operating segments.

Provisions for pensions and other employee benefits

The carrying amount of provisions for pensions and other employee benefits decreased by EUR 0.4 billion compared with December 31, 2025 to EUR 1.5 billion. Overall, the remeasurement of defined benefit plans resulted in an actuarial gain of EUR 0.9 billion to be recognized directly in equity, mainly due to the increase in the discount rate and in the fair values of plan assets compared with December 31, 2025. Benefits paid directly by the employer in the reporting period of EUR 0.3 billion also contributed to the reduction in the carrying amount. The EUR 0.6 billion increase in the pension surplus at Deutsche Telekom AG compared with December 31, 2025 had an increasing effect, which resulted in an additional plan asset under other non-current assets.

> For further information on the defined benefit asset, please refer to the section "Other assets."

Current and non-current other provisions

The carrying amount of current and non-current other provisions decreased by EUR 0.5 billion compared with year-end 2025 to EUR 7.5 billion. Other provisions for personnel costs decreased by EUR 0.5 billion, primarily in connection with the performance-based remuneration components for the prior year paid out to employees and due to an interest rate-based decline in the carrying amount of the provision recognized for the Civil Service Health Insurance Fund (Postbeamtenkrankenkasse – PBeaKK). Provisions for sales and procurement support also declined by EUR 0.2 billion. By contrast, the provisions for litigation risks and miscellaneous other provisions increased. Exchange rate effects, primarily from the translation of U.S. dollars into euros, increased the carrying amount by EUR 0.1 billion.

Other liabilities

The carrying amount of current and non-current other liabilities increased by EUR 0.3 billion to EUR 5.2 billion, mainly due to an increase in liabilities from other taxes by EUR 0.5 billion. By contrast, liabilities in connection with publicly funded projects in the Germany operating segment decreased by EUR 0.2 billion and liabilities from early retirement arrangements for civil servants by EUR 0.1 billion.

Current and non-current contract liabilities

The carrying amount of current and non-current contract liabilities decreased by EUR 0.2 billion compared with December 31, 2025 to EUR 3.4 billion. These relate to deferred revenues.

Shareholders' equity

The carrying amount of shareholders' equity decreased by EUR 1.4 billion compared with December 31, 2025 to EUR 90.9 billion. Transactions with owners reduced shareholders' equity by EUR 8.5 billion, and related mainly to the buy-back of shares by T-Mobile US. Furthermore, shareholders' equity was reduced in connection with dividend payments for the 2025 financial year to Deutsche Telekom AG shareholders in the amount of EUR 4.8 billion and to other shareholders of subsidiaries in the amount of EUR 1.7 billion. The latter figure includes cash dividends paid by T-Mobile US to non-controlling interests, as declared in the reporting period. The carrying amount was also reduced by Deutsche Telekom AG's 2026 share buy-back program with share buy-backs of EUR 1.8 billion, while profit of EUR 11.2 billion and capital increases from share-based payments of EUR 0.6 billion had an increasing effect. Other comprehensive income also increased the carrying amount by EUR 3.5 billion, mainly as a result of currency translation effects of EUR 2.1 billion recognized directly in equity and the remeasurement of defined benefit pension plans accounting for EUR 0.9 billion, as well as gains from hedging instruments of EUR 0.8 billion. Gains/losses from the remeasurement of equity instruments also increased the carrying amount by EUR 0.3 billion, mainly due to increases in fair value. Taxes directly recognized in equity had an offsetting effect of EUR 0.4 billion.

On April 21, 2026, the Board of Management resolved, with the authorization of the Shareholders' Meeting from April 9, 2025, to cancel 55,412,156 shares that had been acquired as part of the 2025 share buy-back program. The cancellation resulted in the decrease of the share capital by around EUR 142 million. Deutsche Telekom AG's share capital now amounts to approximately EUR 12.4 billion and is divided into 4,849,778,057 no par value registered shares. This results in a calculated value of EUR 2.56 per share. Each share entitles the holder to one vote.

> For further information on the share buy-back programs of Deutsche Telekom AG and T-Mobile US, please refer to the section "Other transactions that had no effect on the composition of the Group."

The following table shows the changes in the composition of the Group and the development of transactions with owners:

millions of €

	Sept. 30, 2026			Dec. 31, 2025		
	Issued capital and reserves attributable to owners of the parent	Non-controlling interests	Total shareholders' equity	Issued capital and reserves attributable to owners of the parent	Non-controlling interests	Total shareholders' equity
Changes in the composition of the Group	**0**	**0**	**0**	**0**	**0**	**0**
Other effects	0	0	0	0	0	0
Transactions with owners	**(3,243)**	**(5,238)**	**(8,480)**	**(2,617)**	**(5,193)**	**(7,810)**
T-Mobile US	(3,136)	(5,088)	(8,224)	(2,521)	(5,002)	(7,523)
OTE share buy-back	(48)	(78)	(126)	(54)	(97)	(151)
Hrvatski Telekom share buy-back	0	0	0	(8)	(27)	(35)
Magyar Telekom share buy-back	(59)	(72)	(131)	(34)	(67)	(101)

Selected notes to the consolidated income statement

Net revenue

Net revenue breaks down into the following revenue categories:

millions of €

	Q1-Q3 2026	Q1-Q3 2025
Service revenues	**76,490**	**73,608**
Germany	16,952	16,721
United States	49,270	47,064
Europe	8,030	7,654
Systems Solutions	3,181	3,034
Group Development	0	0
Group Headquarters & Group Services	666	729
Reconciliation	(1,609)	(1,594)
Non-service revenues	**14,416**	**13,753**
Germany	2,491	2,131
United States	10,512	10,096
Europe	1,535	1,695
Systems Solutions	1	2
Group Development	1	6
Group Headquarters & Group Services	911	907
Reconciliation	(1,035)	(1,085)
Net revenue	**90,906**	**87,361**

The service revenues essentially comprise predictable and/or recurring revenues from Deutsche Telekom's core activities. These relate to revenues that are generated from services (i.e., revenues from fixed and mobile network voice services as well as data services) plus roaming revenues, monthly basic charges and visitor revenues, as well as revenues from the ICT business. Service revenue also includes revenues earned in connection with premium services for customers, such as reinsurance for device insurance policies and extended warranties.

Change to the definition of service revenue. Since January 1, 2026, certain wholesale voice transit revenues have no longer been included in service revenues due to their unpredictable or non-recurring nature. Instead, they are recognized under non-service revenues. Prior-year comparatives in both of the affected segments, Germany and Europe, were adjusted retrospectively. In the first three quarters of 2025, service revenues declined by EUR 198 million for the Germany operating segment and by EUR 254 million for the Europe operating segment, with total service revenues – after segment consolidation – declining by EUR 403 million. Accordingly, non-service revenues increased by these amounts.

In the reporting period, revenue from insurance contracts in the scope of IFRS 17 of EUR 3.4 billion (Q1-Q3 2025: EUR 3.3 billion) and insurance service expenses of EUR 2.2 billion (Q1-Q3 2025: EUR 2.2 billion) were recognized in the Group.

Non-service revenues mainly comprise one-time and variable revenues, e.g., revenue from the sale or rental of fixed-network or mobile devices, from certain wholesale voice transit revenues, from value-added services, from contracted services, revenue with virtual network operators, one-time revenue from the build-out of technical infrastructure, and revenue from vehicle and property leasing.

Net revenue includes revenue from the use of assets by others in the scope of IFRS 16 in the amount of EUR 0.5 billion (Q1-Q3 2025: EUR 0.5 billion). Of the revenue from the use of assets by others reported in net revenue, EUR 0.4 billion (Q1-Q3 2025: EUR 0.5 billion) relates to service revenues and EUR 0.1 billion (Q1-Q3 2025: EUR 0.1 billion) to non-service revenues.

For further information, please refer to the section "Development of business in the Group" in the interim Group management report.

Other operating income

millions of €	Q1-Q3 2026	Q1-Q3 2025
Income from the reversal of impairment losses on non-current assets	2	5
Income from the disposal of non-current assets	225	318
Income from reimbursements	84	89
Income from insurance compensation	77	180
Income from ancillary services	26	19
Miscellaneous other operating income	355	423
Of which: gains resulting from deconsolidations and from the sale of stakes accounted for using the equity method	4	3
	769	**1,035**

In the prior year, EUR 0.1 billion of the income from the disposal of non-current assets resulted from the sale, consummated on April 30, 2025, of 3.45 GHz spectrum licenses to N77. Income from insurance compensation in the first three quarters of 2025 mainly related to insurance recoveries incurred in connection with the cyberattack on T-Mobile US in August 2021.

Other operating expenses

millions of €	Q1-Q3 2026	Q1-Q3 2025
Impairment losses on financial assets, contract assets, and lease assets	(1,235)	(1,086)
Gains (losses) from the write-off of financial assets measured at amortized cost	(10)	(9)
Other	(3,179)	(3,001)
Of which: legal and audit fees	(285)	(293)
Of which: losses from asset disposals	(132)	(331)
Of which: other taxes	(393)	(281)
Of which: cash and guarantee transaction costs	(401)	(397)
Of which: insurance expenses	(145)	(134)
Of which: miscellaneous other operating expenses	(1,822)	(1,565)
	(4,424)	**(4,096)**

Miscellaneous other operating expenses include expenses of EUR 0.6 billion (Q1-Q3 2025: EUR 0.6 billion) for data storage in data centers, in cloud applications, or other IT services, and of EUR 0.3 billion (Q1-Q3 2025: EUR 0.3 billion) for regulatory duties in the United States operating segment. In the prior year, the losses from asset disposals included EUR 0.2 billion for the write-off of not-in-service capitalized software development costs related to a billing system in the United States operating segment.

Depreciation, amortization and impairment losses

At EUR 18.4 billion, depreciation, amortization and impairment losses on intangible assets, property, plant and equipment, and right-of-use assets were EUR 0.7 billion higher in the first three quarters of 2026 than in the prior-year period, mainly due to higher depreciation of property, plant and equipment and right-of-use assets in the United States operating segment. This resulted from non-current assets assumed in connection with the UScellular Acquisition and the correspondingly higher depreciation base as well as the continued build-out of the 5G network. Depreciation and amortization increased by EUR 0.6 billion in the United States operating segment due to accelerated depreciation of certain network and technology assets. This accelerated depreciation resulted from integration and restructuring activities and mainly related to assets assumed in connection with the UScellular Acquisition.

No significant impairment losses were recorded in the reporting period. In the prior-year period, impairment losses totaled EUR 59 million. Impairment losses totaling EUR 50 million were recognized in the Europe operating segment in the first three quarters of 2025 following ad hoc impairment tests at the Romania cash-generating unit.

Profit/loss from financial activities

Loss from financial activities increased year-on-year by EUR 1.2 billion to EUR 4.8 billion, mainly due to the factors described below.

The share of profit of associates and joint ventures accounted for using the equity method decreased, compared with the prior-year period, by EUR 1.0 billion to EUR -0.2 billion. This was primarily attributable to reversals of impairment losses recognized in the prior-year period of EUR 0.5 billion and EUR 0.2 billion, respectively, on the carrying amounts of the investments in the GD tower companies and in GlasfaserPlus. These reversals of impairment losses were due to declines in industry-specific financing costs and the resulting lower discount rates, while retaining the existing business plans. Furthermore, the share of profit of associates and joint ventures accounted for using the equity method was reduced by proportionate net losses from T-Mobile US' investments in Metronet and Lumos in the reporting period. Finance costs increased by EUR 0.2 billion to EUR -4.6 billion. Other financial income/expense remained stable at EUR 0.0 billion.

For further information, please refer to the section "Disclosures on financial instruments."

Income taxes

A tax expense of EUR 4.0 billion was recorded in the first three quarters of 2026. The tax amount reflects the share of the different countries in profit before income taxes and their respective national tax rates.

Other disclosures

Notes to the consolidated statement of cash flows

Net cash from operating activities

At EUR 32.0 billion, net cash from operating activities was EUR 0.4 billion higher than in the prior-year period. The continued strong development of the operating business was negatively impacted by exchange rate effects and higher tax and net interest payments. In the United States operating segment, higher cash outflows for the 2025–2026 Workforce Transformation and for integration measures as a result of corporate transactions consummated in the prior year (primarily the UScellular Acquisition) also had a negative impact.

Net cash used in/from investing activities

millions of €

	Q1-Q3 2026	Q1-Q3 2025
Cash outflows for investments in intangible assets	(4,531)	(5,754)
Cash outflows for investments in property, plant and equipment	(8,113)	(8,832)
Proceeds from the sale of spectrum to Grain Management	2,501	0
Proceeds from the sale of spectrum to N77	0	1,777
Other proceeds from the disposal of property, plant and equipment, and intangible assets	178	195
Payments for publicly funded investments in the broadband build-out	(271)	(299)
Proceeds from public funds for investments in the broadband build-out	174	263
Net cash flows for collateral deposited and hedging transactions	86	209
Changes in cash and cash equivalents in connection with the acquisition of the 50 % equity interest in Metronet	0	(2,660)
Changes in cash and cash equivalents in connection with the UScellular Acquisition [a]	0	(2,453)
Changes in cash and cash equivalents in connection with the acquisition of the 50 % equity interest in Lumos	0	(835)
Changes in cash and cash equivalents in connection with the acquisition of Vistar Media [b]	0	(561)
Changes in cash and cash equivalents in connection with the acquisition of Blis [c]	0	(142)
Other changes in cash and cash equivalents in connection with the acquisition of control of subsidiaries	(25)	(10)
Other changes in cash and cash equivalents in connection with the loss of control of subsidiaries	(7)	53
Capital repayments of investments accounted for using the equity method	177	0
Other	(367)	(124)
Net cash (used in) from investing activities	**(10,196)**	**(19,173)**

[a] Includes, in addition to the purchase price payment of EUR 2,464 million, inflows of cash and cash equivalents in the amount of EUR 11 million.
[b] Includes, in addition to the purchase price payment of EUR 603 million, inflows of cash and cash equivalents in the amount of EUR 41 million.
[c] Includes, in addition to the purchase price payment of EUR 166 million, inflows of cash and cash equivalents in the amount of EUR 23 million.

At EUR 12.6 billion, cash outflows for investments in intangible assets and property, plant and equipment were EUR 1.9 billion lower than in the prior-year period. In the reporting period, cash outflows for mobile spectrum licenses of EUR 0.7 billion were made in the United States operating segment, and of EUR 0.1 billion in the Europe operating segment. In the prior-year period, this item had included cash outflows for mobile spectrum licenses of EUR 0.8 billion in the United States operating segment and of EUR 0.2 billion in the Europe operating segment. It had also included in the prior-year period cash outflows of EUR 1.3 billion for the acquisition of customer bases in the United States operating segment. Excluding investments in mobile spectrum licenses and acquisitions of customer bases, cash outflows for investments in intangible assets and property, plant and equipment were down EUR 0.4 billion year-on-year. Cash outflows in the Germany operating segment decreased by EUR 0.3 billion, mainly on account of the timing of investments in the fiber build-out. Cash outflows in the United States operating segment decreased by EUR 0.1 billion due to exchange rate effects. Excluding exchange rate effects, cash outflows increased by EUR 0.1 billion, in particular due to higher investments in the continued network build-out and additional capital expenditure as a result of the UScellular Acquisition.

Net cash used in/from financing activities

millions of €

	Q1-Q3 2026	Q1-Q3 2025
Issuance of bonds	7,106	7,621
Repayment of bonds	(7,173)	(3,536)
Incurrence of liabilities collateralized by existing and anticipated trade receivables (including asset-backed securities)	1,712	909
Repayment of liabilities collateralized by existing and anticipated trade receivables (including asset-backed securities)	(433)	(512)
Commercial paper, net	0	0
Repayment of EIB loans	(500)	0
ECA facilities taken out	0	897
Repayment of ECA facilities	(113)	(77)
Repayment of liabilities with the right of creditors to priority repayment in the event of default	(239)	(370)
Repayment of liabilities from 5G spectrum acquired in Germany	(195)	(195)
Repayment of financial liabilities for media broadcasting rights	(329)	(352)
Principal portion of repayment of lease liabilities	(4,825)	(4,370)
Net cash flows for hedging transactions	225	0
Cash flows from continuing involvement factoring, net	0	0
Deutsche Telekom AG share buy-back	(1,724)	(1,476)
Dividend payments (including to other shareholders of subsidiaries)	(6,511)	(5,959)
Cash inflows from transactions with non-controlling entities		
Sale of T-Mobile US shares by Deutsche Telekom	0	1,063
T-Mobile US stock options	2	3
Other cash inflows	0	14
	2	**1,080**
Cash outflows from transactions with non-controlling entities		
T-Mobile US share buy-back/share-based payment	(8,465)	(7,117)
OTE share buy-back	(124)	(105)
Magyar Telekom share buy-back	(130)	(101)
Other payments	(14)	(36)
	(8,733)	**(7,359)**
Other	94	(330)
Net cash (used in) from financing activities	**(21,634)**	**(14,027)**

Non-cash transactions

In the reporting period, Deutsche Telekom leased assets with a carrying amount of EUR 3.3 billion, mainly network equipment, cell sites, and land and buildings. These assets are recognized in the statement of financial position under right-of-use assets and the related liabilities under lease liabilities. Future repayments of the liabilities will be recognized in net cash used in/from financing activities. The corresponding additions of right-of-use assets were down EUR 0.1 billion against the prior-year period.

Consideration for the acquisition of broadcasting rights is paid by Deutsche Telekom, depending on the terms of the contract, on the date of its conclusion or spread over the contract period. Financial liabilities of EUR 0.3 billion were recognized in the reporting period for future payments for acquired broadcasting rights (Q1-Q3 2025: EUR 0.2 billion). The payment of the consideration will be recognized in net cash used in/from financing activities.

Segment reporting

The following table provides an overview of Deutsche Telekom's operating segments and the Group Headquarters & Group Services segment for the first three quarters of 2026 and 2025.

As of January 1, 2026, Deutsche Telekom reassigned the responsibility for business and profit and loss for Comfortcharge GmbH, which is a provider of e-mobility charging infrastructure, from the Group Development operating segment to the Group Headquarters & Group Services segment. This restructuring will bundle Deutsche Telekom's mobility services. Prior-year comparatives in the segments affected have not been adjusted retrospectively, since the effects are of minor relevance to the Group and the costs for preparing the adjustment would outweigh the benefit.

> For further information, please refer to the section "Development of business in the operating segments" in the interim Group management report.

In accordance with the Company's principles of segment management, when loans with embedded derivatives are granted internally to Group entities, the derivative component is recognized separately also in the creditor company's financial statements and measured at fair value through profit or loss.

Segment information in the first three quarters

millions of €

		Comparative period						Reporting date		
		Net revenue	Inter-segment revenue	Total revenue	Profit (loss) from operations (EBIT)	Depreciation and amortization	Impairment losses	Segment assets [a]	Segment liabilities [a]	Investments accounted for using the equity method [a]
Germany	Q1-Q3 2026	19,021	423	19,444	4,992	(3,344)	0	55,322	37,644	1,206
	Q1-Q3 2025	18,384	468	18,852	4,839	(3,340)	(2)	54,809	37,916	1,100
United States	Q1-Q3 2026	59,765	16	59,782	14,170	(12,062)	0	199,854	141,997	3,672
	Q1-Q3 2025	57,147	13	57,160	13,868	(11,339)	(2)	197,850	139,282	3,754
Europe	Q1-Q3 2026	9,409	156	9,565	2,129	(1,942)	(5)	25,745	8,844	86
	Q1-Q3 2025	9,167	182	9,349	1,933	(1,902)	(55)	25,757	9,109	76
Systems Solutions	Q1-Q3 2026	2,597	585	3,182	102	(212)	0	4,536	3,123	12
	Q1-Q3 2025	2,551	486	3,037	69	(187)	0	4,240	2,921	18
Group Development	Q1-Q3 2026	1	0	1	(29)	0	0	10,663	401	6,102
	Q1-Q3 2025	5	1	6	6	(2)	0	10,194	131	6,122
Group Headquarters & Group Services	Q1-Q3 2026	113	1,464	1,577	(1,274)	(805)	0	38,156	51,211	7
	Q1-Q3 2025	107	1,529	1,637	(1,260)	(863)	0	37,290	48,461	17
Total	**Q1-Q3 2026**	**90,906**	**2,644**	**93,550**	**20,090**	**(18,365)**	**(6)**	**334,277**	**243,221**	**11,085**
	Q1-Q3 2025	**87,361**	**2,680**	**90,041**	**19,455**	**(17,633)**	**(59)**	**330,140**	**237,820**	**11,087**
Reconciliation	Q1-Q3 2026	0	(2,644)	(2,644)	(2)	(3)	0	(40,809)	(40,616)	0
	Q1-Q3 2025	0	(2,680)	(2,680)	(20)	(3)	0	(40,371)	(40,283)	0
Group	**Q1-Q3 2026**	**90,906**	**0**	**90,906**	**20,088**	**(18,368)**	**(6)**	**293,468**	**202,605**	**11,085**
	Q1-Q3 2025	**87,361**	**0**	**87,361**	**19,435**	**(17,636)**	**(59)**	**289,769**	**197,538**	**11,087**

[a] Figures relate to the reporting dates of September 30, 2026 and December 31, 2025, respectively.

Contingencies

This section provides additional information and explains recent changes in the contingent liabilities and assets as described in the consolidated financial statements for the 2025 financial year.

Claims relating to charges for the shared use of cable ducts. In the claims filed by Vodafone Deutschland GmbH (now Vodafone GmbH) and Vodafone West GmbH against Telekom Deutschland GmbH alleging excessive charges for the use of cable ducts, which were referred by the Federal Court of Justice back to the responsible Higher Regional Courts, the plaintiff Vodafone GmbH has since updated its demands for relief. Vodafone Deutschland now puts its claim at around EUR 1,057 million plus interest for the period from January 2012 to December 2025. It is currently not possible to reliably estimate the financial impact.

Claims for damages against Slovak Telekom following a European Commission decision to impose fines. Following the decision of the European Commission dated October 15, 2014, competitors filed damage actions against Slovak Telekom with the civil court in Bratislava. These claims seek compensation for alleged damages due to Slovak Telekom's abuse of a dominant market position, as determined by the European Commission. Following on from negotiations with SWAN, concluded in October 2026, in which an overall settlement agreement was reached resolving multiple proceedings, SWAN will withdraw its claims. SWAN's withdrawal of claims will leave one claim still pending with a total volume of EUR 107 million plus interest. It is currently not possible to estimate the financial impact of the remaining claim with sufficient certainty.

Other financial obligations

The following table provides an overview of Deutsche Telekom's other financial obligations as of September 30, 2026:

millions of €

	Sept. 30, 2026
Purchase commitments regarding property, plant and equipment	5,249
Purchase commitments regarding intangible assets	4,957
Firm purchase commitments for inventories	7,823
Other purchase commitments and similar obligations	31,524
Payment obligations to the Civil Service Pension Fund	438
Obligations arising in connection with corporate transactions	4,492
	54,483

Purchase commitments regarding intangible assets include, among others, obligations arising from the agreement between T-Mobile US and Comcast for the acquisition of 600 MHz spectrum licenses. In this regard, the maximum purchase price of USD 3.4 billion (EUR 3.0 billion) was included in the disclosure. Other purchase commitments and similar obligations mainly comprise obligations for the procurement of services, such as maintenance and servicing, IT services, marketing activities, and outsourcing. The obligations arising in connection with business combinations mainly relate to obligations from the acquisition of Lumos of USD 0.5 billion (EUR 0.4 billion), which was completed in the prior year, and the agreed acquisitions of i3 Broadband of USD 0.7 billion (EUR 0.6 billion), of GoNetspeed and Greenlight Networks of USD 2.0 billion (EUR 1.8 billion) in the United States, and of Fiberhost and Inea of around EUR 1.0 billion in Poland.

For further information on the agreement concluded with Comcast, please refer to the section "Intangible assets."

For further information on the agreements on the acquisitions of i3 Broadband, GoNetspeed and Greenlight Networks, as well as Fiberhost and Inea, please refer to the section "Changes in the composition of the Group and other transactions."

Disclosures on financial instruments

Carrying amounts, amounts recognized, and fair values by class and measurement category

millions of €

			Amounts recognized in the statement of financial position in accordance with IFRS 9				
	Measurement category in accordance with IFRS 9	Carrying amount Sept. 30, 2026	Amortized cost	Fair value through other comprehensive income without recycling to profit or loss	Fair value through other comprehensive income with recycling to profit or loss	Fair value through profit or loss [a]	Fair value Sept. 30, 2026 [b]
Assets							
Cash and cash equivalents	AC	**8,220**	8,220				
Trade receivables		**16,498**					
At amortized cost	AC	7,330	7,330				
At fair value through other comprehensive income	FVOCI	9,168			9,168		9,168
Other financial assets		**8,750**					
Originated loans and other receivables		**5,843**					
At amortized cost	AC	5,578	5,578				5,583
Of which: collateral paid	AC	1,534	1,534				
Of which: publicly funded projects	AC	1,667	1,667				
At fair value through profit or loss	FVTPL	265				265	265
Equity instruments		**1,124**					
At fair value through other comprehensive income	FVOCI	1,119		1,119			1,119
At fair value through profit or loss	FVTPL	4				4	4
Derivative financial assets		**1,502**					
Derivatives without a hedging relationship	FVTPL	476				476	476
Of which: termination rights embedded in bonds issued	FVTPL	121				121	121
Of which: energy forward agreements	FVTPL	164				164	164
Derivatives with a hedging relationship	n.a.	1,026			993	33	1,026
Lease assets	n.a.	**282**					334
Liabilities							
Trade payables	AC	**8,994**	8,994				
Financial liabilities		**113,364**					
Bonds and other securitized liabilities	AC	93,603	93,603				85,892
Liabilities collateralized by existing and anticipated trade receivables (including asset-backed securities)	AC	3,075	3,075				3,073
Liabilities to banks	AC	4,365	4,365				4,383
Liabilities with the right of creditors to priority repayment in the event of default	AC	492	492				485
Other interest-bearing liabilities	AC	5,818	5,818				5,683
Of which: collateral received	AC	157	157				
Liabilities from deferred interest	AC	1,350	1,350				
Other non-interest-bearing liabilities	AC	2,033	2,033				
Derivative financial liabilities		**2,628**					
Derivatives without a hedging relationship	FVTPL	295				295	295
Of which: energy forward agreements	FVTPL	22				22	22
Derivatives with a hedging relationship	n.a.	2,333			181	2,151	2,333
Lease liabilities	n.a.	**35,714**					

millions of €

			Amounts recognized in the statement of financial position in accordance with IFRS 9				
	Measurement category in accordance with IFRS 9	Carrying amount Sept. 30, 2026	Amortized cost	Fair value through other comprehensive income without recycling to profit or loss	Fair value through other comprehensive income with recycling to profit or loss	Fair value through profit or loss [a]	Fair value Sept. 30, 2026 [b]
Aggregated by measurement category (IFRS 9)							
Assets							
Financial assets at amortized cost	AC	21,127	21,127				5,583
Financial assets at fair value through other comprehensive income with recycling to profit or loss	FVOCI	9,168			9,168		9,168
Financial assets at fair value through other comprehensive income without recycling to profit or loss	FVOCI	1,119		1,119			1,119
Financial assets at fair value through profit or loss	FVTPL	745				745	745
Liabilities							
Financial liabilities at amortized cost	AC	119,730	119,730				99,515
Financial liabilities at fair value through profit or loss	FVTPL	295				295	295

[a] For energy forward agreements please refer to the detailed comments in the following section.

[b] The practical expedient under IFRS 7.29 was applied for disclosures on specific fair values.

Carrying amounts, amounts recognized, and fair values by class and measurement category

millions of €

			Amounts recognized in the statement of financial position in accordance with IFRS 9				
	Measurement category in accordance with IFRS 9	Carrying amount Dec. 31, 2025	Amortized cost	Fair value through other comprehensive income without recycling to profit or loss	Fair value through other comprehensive income with recycling to profit or loss	Fair value through profit or loss [a]	Fair value Dec. 31, 2025 [b]
Assets							
Cash and cash equivalents	AC	**7,818**	7,818				
Trade receivables		**16,842**					
At amortized cost	AC	7,395	7,395				
At fair value through other comprehensive income	FVOCI	9,447			9,447		9,447
Other financial assets		**8,557**					
Originated loans and other receivables		**6,151**					
At amortized cost	AC	5,906	5,906				5,914
Of which: collateral paid	AC	1,689	1,689				
Of which: publicly funded projects	AC	1,706	1,706				
At fair value through profit or loss	FVTPL	245				245	245
Equity instruments		**801**					
At fair value through other comprehensive income	FVOCI	794		794			794
At fair value through profit or loss	FVTPL	7				7	7
Derivative financial assets		**1,399**					
Derivatives without a hedging relationship	FVTPL	573				573	573
Of which: termination rights embedded in bonds issued	FVTPL	278				278	278
Of which: energy forward agreements	FVTPL	184				184	184
Derivatives with a hedging relationship	n.a.	826			795	31	826
Lease assets	n.a.	**205**					
Liabilities							
Trade payables	AC	**9,581**	9,581				
Financial liabilities		**110,339**					
Bonds and other securitized liabilities	AC	91,980	91,980				89,542
Liabilities collateralized by existing and anticipated trade receivables (including asset-backed securities)	AC	1,698	1,698				1,716
Liabilities to banks	AC	4,414	4,414				4,424
Liabilities with the right of creditors to priority repayment in the event of default	AC	719	719				713
Other interest-bearing liabilities	AC	5,987	5,987				5,886
Of which: collateral received	AC	235	235				
Liabilities from deferred interest	AC	1,197	1,197				
Other non-interest-bearing liabilities	AC	1,875	1,875				
Derivative financial liabilities		**2,469**					
Derivatives without a hedging relationship	FVTPL	371				371	371
Of which: energy forward agreements	FVTPL	20				20	20
Derivatives with a hedging relationship	n.a.	2,098			347	1,751	2,098
Lease liabilities	n.a.	**36,384**					

millions of €

			Amounts recognized in the statement of financial position in accordance with IFRS 9				
	Measurement category in accordance with IFRS 9	Carrying amount Dec. 31, 2025	Amortized cost	Fair value through other comprehensive income without recycling to profit or loss	Fair value through other comprehensive income with recycling to profit or loss	Fair value through profit or loss [a]	Fair value Dec. 31, 2025 [b]
Aggregated by measurement category (IFRS 9)							
Assets							
Financial assets at amortized cost	AC	21,119	21,119				5,914
Financial assets at fair value through other comprehensive income with recycling to profit or loss	FVOCI	9,447			9,447		9,447
Financial assets at fair value through other comprehensive income without recycling to profit or loss	FVOCI	794		794			794
Financial assets at fair value through profit or loss	FVTPL	825				825	825
Liabilities							
Financial liabilities at amortized cost	AC	117,451	117,451				102,281
Financial liabilities at fair value through profit or loss	FVTPL	371				371	371

[a] For energy forward agreements please refer to the detailed comments in the following section.
[b] The practical expedient under IFRS 7.29 was applied for disclosures on specific fair values.

Trade receivables include receivables amounting to EUR 2.6 billion (December 31, 2025: EUR 2.7 billion) due in more than one year. The fair value generally equals the carrying amount.

Disclosures on fair value

Financial instruments measured at fair value [a]

millions of €

	Sept. 30, 2026				Dec. 31, 2025			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Assets								
Trade receivables								
At fair value through other comprehensive income			9,168	**9,168**			9,447	**9,447**
Other financial assets – Originated loans and other receivables								
At fair value through profit or loss	244		21	**265**	233		12	**245**
Equity instruments								
At fair value through other comprehensive income	8		1,111	**1,119**	9		785	**794**
At fair value through profit or loss	1		4	**4**	3		4	**7**
Derivative financial assets								
Derivatives without a hedging relationship		190	286	**476**		100	473	**573**
Derivatives with a hedging relationship		1,002	24	**1,026**		812	14	**826**
Liabilities								
Derivative financial liabilities								
Derivatives without a hedging relationship		195	100	**295**		273	98	**371**
Derivatives with a hedging relationship		2,250	83	**2,333**		1,999	99	**2,098**

[a] Including, where it exists, financial assets and liabilities reported under assets and liabilities directly associated with non-current assets and disposal groups held for sale.

Of the equity instruments measured at fair value through other comprehensive income and recognized under other financial assets, the instruments presented in the different levels constitute separate classes of financial instruments. In each case, the fair values of the total volume of equity instruments recognized as Level 1 are the price quotations at the reporting date.

The listed bonds and other securitized liabilities are assigned to Level 1 or Level 2 depending on the market liquidity of the relevant instrument. Issues denominated in euros or U.S. dollars with relatively large nominal amounts are to be classified as Level 1, the rest as Level 2. The fair values of the instruments assigned to Level 1 equal the nominal amounts multiplied by the price quotations at the reporting date. The fair values of the instruments assigned to Level 2 are calculated as the present values of the payments associated with the debts, based on the applicable yield curve and Deutsche Telekom's credit spread curve for specific currencies. T-Mobile US' EUR bonds and its U.S. dollar liabilities collateralized by existing and anticipated trade receivables (including asset-backed securities) are assigned to Level 2. The fair values of T-Mobile US' EUR bonds and its U.S. dollar asset-backed securities are determined on the basis of quoted prices for identical assets on inactive markets and observable changes in the market interest rates. The fair values of T-Mobile US' other U.S. dollar liabilities collateralized by existing and anticipated trade receivables are determined on the basis of a present value approach using market interest rates for instruments with comparable maturities and credit risks.

The fair values of liabilities to banks and other interest-bearing liabilities are calculated as the present values of the payments associated with the debts, based on the applicable yield curve and Deutsche Telekom's credit spread curve for specific currencies. The fair values of trade receivables and of originated loans and other receivables are calculated as the present values of the payments associated with the receivables, based on the applicable yield curve and the credit risk of the debtors.

Since there are no market prices available for the derivative financial instruments in the portfolio assigned to Level 2 due to the fact that they are not listed on the market, the fair values are calculated using standard financial valuation models, based entirely on observable inputs. The fair value of derivatives is the price that Deutsche Telekom would receive or have to pay if the financial instrument were transferred at the reporting date. Interest rates of contractual partners relevant as of the reporting date are used in this respect. The middle rates applicable as of the reporting date are used as exchange rates. In the case of interest-bearing derivatives, a distinction is made between the clean price and the dirty price. In contrast to the clean price, the dirty price also includes the interest accrued. The recorded fair values correspond to the full fair value or the dirty price.

The equity instruments measured at fair value through other comprehensive income comprise a large number of investments in strategic, unlisted individual positions. Deutsche Telekom considers the chosen measurement through other comprehensive income without recycling to profit or loss to be appropriate because there are no plans to use the investments for short-term profit-taking. At the date of disposal of an investment, the total cumulative gain or loss is reclassified to retained earnings. Acquisitions and disposals are based on management investment decisions.

Development of the carrying amounts of the financial assets and financial liabilities assigned to Level 3 [a]

millions of €

	Equity instruments at fair value through other comprehensive income	Derivative financial assets at fair value through profit or loss: termination rights embedded in bonds issued	Derivative financial assets at fair value through profit or loss: energy forward agreements	Derivative financial liabilities at fair value through profit or loss: energy forward agreements
Carrying amount as of January 1, 2026	**785**	**278**	**184**	**(20)**
Additions (including first-time classification as Level 3)	111	7	0	0
Decreases in fair value recognized in profit/loss (including losses on disposal)	0	(183)	(40)	(7)
Increases in fair value recognized in profit/loss (including gains on disposal)	0	13	24	3
Decreases in fair value recognized directly in equity	(66)	0	0	0
Increases in fair value recognized directly in equity	354	0	0	0
Disposals (including last classification as Level 3) [b]	(92)	0	(11)	3
Currency translation effects recognized directly in equity	19	6	7	(1)
Carrying amount as of September 30, 2026	**1,111**	**121**	**164**	**(22)**

[a] Including, where it exists, financial assets and liabilities reported under assets and liabilities directly associated with non-current assets and disposal groups held for sale.
[b] The disposals under energy forward agreements include billing amounts paid.

The **equity instruments** assigned to Level 3 that are measured at fair value through other comprehensive income and carried under other financial assets are equity investments with a carrying amount of EUR 1,111 million measured using the best information available at the reporting date. As a rule, Deutsche Telekom considers transactions involving shares in those companies to have the greatest relevance. Transactions involving shares in comparable companies are also considered. The proximity of the relevant transaction to the reporting date, and the question of whether it was conducted at arm's length, are relevant for deciding which information is used for the measurement. Furthermore, the degree of similarity between the object being measured and comparable companies must be taken into consideration. For the development of the carrying amounts in the reporting period, please refer to the table above. As of the reporting date, no investments were reported under non-current assets and disposal groups held for sale. In the case of investments with a carrying amount of EUR 727 million, transactions involving shares in these companies took place at arm's length sufficiently close to the reporting date, which is why the share prices agreed in the transactions were to be used without adjustment for the measurement as of the current reporting date. In the case of investments with a carrying amount of EUR 60 million, an analysis of operational indicators (especially revenue, EBIT, and liquidity) revealed that the carrying amounts were equivalent to current fair values. Due to better comparability, previous arm's length transactions involving shares in these companies are preferable to more recent transactions involving shares in similar companies. In the case of investments with a carrying amount of EUR 239 million, for which the last arm's length transactions relating to shares in these companies took place further in the past, a measurement performed more recently relating to shares in similar companies provides the most reliable representation of the fair values. Based on these arm's length transactions, multiples were calculated and applied to the reference variable of expected revenue (ranging between 0.4 and 74.4). A range of equally distributed percentiles in intervals of 16.7 % around the median were taken as a basis here. For each investment, the appropriate percentile was used depending on the specific circumstances. If other values had been used for the multiples and for the expected revenue amounts, the calculated fair values would have been different. However, these hypothetical deviations (sensitivities) were immaterial as of the current reporting date. In addition, non-material individual items with a carrying amount of EUR 85 million when translated into euros are included with differences in value of minor relevance.

The derivatives without a hedging relationship assigned to Level 3 and carried under derivative financial assets relate to **options embedded in bonds issued by T-Mobile US** with a carrying amount of EUR 121 million when translated into euros. The options, which can be exercised by T-Mobile US at any time, allow early redemption of the bonds at fixed exercise prices. Observable market prices are available regularly and also at the reporting date for the bonds as entire instruments, but not for the options embedded therein. The termination rights are measured using an option pricing model. Historical interest rate volatilities of bonds issued by T-Mobile US and comparable issuers are used for the measurement of the spreads because these provide a more reliable estimate at the reporting date than current market interest rate volatilities. The spread curve, which is also unobservable, was derived on the basis of current market prices of bonds issued by T-Mobile US and debt instruments of comparable issuers. Risk-free interest rates and spreads were simulated separately from each other. At the current reporting date, the following interest rate volatility and spreads were used for the various rating levels of the USD bonds:

Interest rate volatilities and spreads used for USD bonds by rating levels

%

	Interest volatility (standard deviation)	Spread
BBB+	1.8–3.8	0.6–1.5
BBB-	2.1–2.7	1.0–1.9

If other values had been used for the interest rate volatility and for the spread curve, the calculated fair values would have been different. However, these hypothetical deviations (sensitivities) were immaterial as of the current reporting date. In the reporting period, a net expense of EUR 150 million when translated into euros was recognized under the Level 3 measurement in other financial income/expense for unrealized losses for the options in the portfolio at the reporting date. Please refer to the table above for the development of the carrying amounts in the reporting period. Due to their distinctiveness, these instruments constitute a separate class of financial instruments.

With a carrying amount of EUR 164 million when translated into euros, the derivatives without a hedging relationship assigned to Level 3 and carried under derivative financial assets relate to **energy forward agreements** embedded in contracts entered into by T-Mobile US. The same applies to derivative financial liabilities with a carrying amount of EUR 22 million when translated into euros. These agreements consist of two components: the energy forward agreement and the acquisition of renewable energy credits by T-Mobile US. Commercial operations are already underway. Under the energy forward agreements, which are accounted for separately as derivatives, T-Mobile US receives variable amounts based on the actual energy output and the then current energy prices, and pays fixed amounts per unit of energy generated from the start of commercial operations throughout the term of the contract. The energy forward agreements are measured using valuation models because no observable market prices are available. The value of the derivatives is influenced primarily by the future energy output and the future energy prices on the relevant markets. The main contract parameters and assumptions made are set out in the table below. In the measurement model, the forward market prices for energy are adjusted in line with the expected energy output profile. In the view of T-Mobile US, the contracts were entered into at current market conditions, and the most appropriate parameters for the unobservable inputs were used for measurement purposes. The transaction price at inception was zero in each case. Since the unobservable inputs have a significant influence on the measurement of the derivatives, the respective amount resulting from initial measurement (day 1 gain) for some of the agreements was not recognized in profit or loss on initial recognition. Instead, these day 1 gains are amortized in profit or loss on a straight-line basis over the period of commercial energy production. This amortization adjusts the effects from measuring the derivatives in each accounting period using the respective valuation models and updated parameters. All amounts from the measurement of the derivatives are presented in net terms per contract in the statement of financial position (derivative financial assets/liabilities) and in the income statement (other operating income/expenses). The remaining agreements were acquired by T-Mobile US in a business combination and, for these agreements too, unobservable inputs have a material influence on the measurement of the derivatives. However, under the requirements for business combinations, the respective amounts resulting from the measurement are recognized as derivative financial assets, as a result of which there are no amounts yet to be amortized for these agreements. On the following reporting dates, the effects from the periodic measurement of the derivatives will be recorded in full in the income statement (other operating expenses or other operating income). At the reporting date, the calculated fair value from Deutsche Telekom's perspective for one of the energy forward agreements described above is negative and amounts to EUR -2 million when translated into euros. The fair values of all other energy forward agreements are positive and amount to EUR 201 million when translated into euros. If other values had been used for the future energy prices and for the future energy output, the calculated fair values would have been different. However, these hypothetical deviations (sensitivities) were immaterial as of the current reporting date. In the reporting period, a net expense of EUR 10 million when translated into euros was recognized under the Level 3 measurement in other operating income/expense for unrealized losses for the derivatives for all the above energy forward agreements. Please refer to the corresponding table for the development of the carrying amounts in the reporting period. The development of the day 1 gain yet to be amortized in the income statement in the reporting period is shown in the following table. The straight-line amortization of the day 1 gains through profit or loss over the period of commercial energy production amounts to a total of EUR 8 million per year when translated into euros.

Main contract parameters of energy forward agreements

	United States
Term of the contract from the start of commercial operation in years	12 to 15
End of the term of contracts	2029 to 2035
Expected energy output in GWh per year	3,382
Expected energy prices per MWh in euros	18 to 162
Length of time in years, for which energy prices are regularly observable	up to 10

Development of the not yet amortized amounts

millions of €

	Energy forward agreements in the United States [a]
Measurement amounts on initial recognition	**245**
Measurement amounts on initial recognition (additions during the reporting period)	0
Measurement amounts amortized in profit or loss in prior periods	(68)
Measurement amounts amortized in profit or loss in the current reporting period	(7)
Currency translation adjustments	3
Disposals in prior periods	(116)
Disposals in the current reporting period	0
Measurement amounts not amortized as of September 30, 2026	57

[a] For more information, please refer to the explanations above.

For the trade receivables measured at fair value through other comprehensive income assigned to Level 3 and for the **originated loans and other receivables** measured at fair value through profit or loss, the main factor in determining fair value is the credit risk of the relevant counterparties. If other values had been used for the default rates as of the reporting date with no change in the reference variables, the calculated fair values would have been different. However, these hypothetical deviations (sensitivities) were immaterial as of the current reporting date. The financial assets assigned to Level 3 include trade receivables measured at fair value through other comprehensive income, for which the credit risk of customers constitutes an unobservable input for the measurement, with a carrying amount of EUR 9,168 million (December 31, 2025: EUR 9,447 million) when translated into euros. As a rule, a credit scoring model is used for receivables paid in installments. The cash flows are discounted on the basis of the weighted average of the original effective interest rates of the financial assets in the relevant portfolio. A weighted average credit-risk spread of 8.1 % (December 31, 2025: 7.25 %) was applied to the respective receivables portfolios at the reporting date. The credit-risk spreads applied are derived from the expected future credit loss of the relevant portfolio and are updated on an ongoing basis. Changes in the fair value of these trade receivables are also caused by changes in observable market interest rates.

No notable fluctuations in value are expected from the other financial assets and financial liabilities assigned to Level 3.

Disclosures on credit risk

In line with the contractual provisions, in the event of insolvency, all derivatives with a positive or negative fair value that exist with the respective counterparty are offset against each other, leaving a net receivable or liability. The net amounts are normally recalculated every bank working day and offset against each other. When the netting of the positive and negative fair values of all derivatives was positive from Deutsche Telekom's perspective, Deutsche Telekom received unrestricted cash collateral from counterparties pursuant to collateral agreements in the amount of EUR 157 million (December 31, 2025: EUR 235 million). The credit risk was thus reduced by EUR 154 million (December 31, 2025: EUR 232 million) because, on the reporting date, the cash collateral received was offset by corresponding net derivative positions in the same amount. On the basis of these agreements, derivatives with a positive fair value and a total carrying amount of EUR 1,192 million as of the reporting date (December 31, 2025: EUR 912 million) had a residual credit risk of EUR 22 million as of September 30, 2026 (December 31, 2025: EUR 9 million).

When the netting of the positive and negative fair values of all derivatives was negative from Deutsche Telekom's perspective, Deutsche Telekom provided cash collateral in the amount of EUR 1,453 million as of the reporting date (December 31, 2025: EUR 1,614 million) to counterparties pursuant to collateral agreements. The cash collateral paid is offset by corresponding net derivative positions of EUR 1,419 million at the reporting date (December 31, 2025: EUR 1,594 million), which is why it was not exposed to any credit risks in this amount.

On account of its close connection to the corresponding derivatives, the collateral received (paid) constitutes a separate class of financial liabilities (assets). There were no other significant agreements reducing the maximum exposure to the credit risk of financial assets. The maximum exposure to credit risk of the other financial assets thus corresponds to their carrying amounts.

In accordance with the terms of the bonds issued by T-Mobile US, T-Mobile US has the right to terminate the majority of bonds prematurely under specific conditions. The rights of early termination constitute embedded derivatives and are presented separately as derivative financial assets in the consolidated statement of financial position. Since they are not exposed to any credit risk, they constitute a separate class of financial instruments. Please refer to the explanations above for more information on the energy forward agreements for which no material collateral is provided. There is also no credit risk on embedded derivatives held.

In connection with the procurement of energy, subsidiaries of Deutsche Telekom had deposited cash collateral of EUR 5 million when translated into euros as of the reporting date (December 31, 2025: EUR 5 million). At the reporting date, cash and cash equivalents of EUR 75 million (December 31, 2025: EUR 69 million) when translated into euros were pledged as cash collateral for liabilities issued by Sprint with the right of creditors to priority repayment in the event of default. This cash collateral is not exposed to any significant credit risk.

Related-party disclosures

No significant changes to the related-party disclosures reported in the consolidated financial statements as of December 31, 2025 were in effect as of September 30, 2026.

Executive bodies

Board of Management

The Supervisory Board resolved on March 23, 2026 to terminate Dr. Abdurazak Mudesir's position as the Board member responsible for the Product and Technology Board department and to approve his termination agreement effective midnight on March 31, 2026. Dr. Christian Illek had temporarily assumed Dr. Mudesir's duties as of April 1, 2026, alongside his role as Chief Financial Officer.

In the meeting on September 2, 2026, the Supervisory Board appointed Jan Hofmeyr to the Board of Management for the period from November 1, 2026 to midnight on October 31, 2029 and assigned to him the Product and Technology Board department.

The Supervisory Board additionally resolved on September 2, 2026 to terminate Dr. Christian Illek's position as the Board member responsible for the Finance Board department and to approve his termination agreement effective midnight on April 30, 2027. In the same meeting, the Supervisory Board appointed Dhananjay Mirchandani to the Board of Management for the period from May 1, 2027 to midnight on April 30, 2030 and assigned to him the Finance Board department.

Events after the reporting period

Deutsche Telekom AG's 2026 share buy-back program. In the period from October 1, 2026 to November 3, 2026, Deutsche Telekom AG bought back around another 27 million shares with a total volume of EUR 0.7 billion under this share buy-back program.

> For more information, please refer to the section "Other transactions that had no effect on the composition of the Group."

T-Mobile US' 2026 share buy-back program. In the period from October 1, 2026 to October 23, 2026, T-Mobile US bought back 5.0 million additional shares with a total volume of USD 0.8 billion (EUR 0.7 billion) under this program.

> For more information, please refer to the section "Other transactions that had no effect on the composition of the Group."

Acquisition of i3 Broadband in the United States. On October 1, 2026, T-Mobile US consummated the transaction with an affiliate of Wren House Infrastructure Management Limited (Wren House) to establish a joint venture that will acquire i3 Broadband, one of Wren House's existing fiber portfolio companies.

> For more information, please refer to the section "Changes in the composition of the Group and other transactions."

Issue of bonds by Deutsche Telekom AG. On October 6, 2026, Deutsche Telekom issued EUR bonds with a volume of EUR 1.9 billion, consisting of three tranches with terms ending between 2031 and 2038, and bearing interest of between 4.000 % and 4.625 %.

Payment of Ka'ena Acquisition earnout in the United States. On October 9, 2026, T-Mobile US paid the Ka'ena Acquisition earnout, which amounted to USD 0.4 billion (EUR 0.3 billion), in cash and in shares of T-Mobile US common stock.

> For more information on the transaction, please refer to the section "Changes in the composition of the Group and other transactions" under "Summary of accounting policies" in the notes to the consolidated financial statements in the 2025 Annual Report.

Deutsche Telekom AG's shareholder remuneration. On November 4, 2026, the Board of Management of Deutsche Telekom AG resolved to buy back Deutsche Telekom AG shares for up to EUR 2 billion in the 2027 financial year, and, on the basis of the results expected for the 2026 financial year, plans to propose to the 2027 Shareholders' Meeting the distribution of a dividend of EUR 1.10 per share for the 2026 financial year. The Board of Management will submit to the Supervisory Board the final proposal to the Shareholders' Meeting on the appropriation of net profit together with the definitive financial results for the 2026 financial year.