

1st Quarter Earnings

May 5, 2026



Financial Trending Schedule

Financial Results and Trend Schedules, Debt, Operating Metrics, and Non-GAAP Financial Measures



Lumen Technologies, Inc.

Financial Results

(UNAUDITED)

(\$ in millions, except per share data)

Metric	First Quarter	
	2025	2026
Large Enterprise	\$ 769	778
Mid-Market Enterprise	487	439
Public Sector	481	506
North America Enterprise Channels	1,737	1,723
Wholesale	703	648
North America Business Revenue	2,440	2,371
International and Other	84	73
Business Revenue	2,524	2,444
Mass Markets Revenue	658	455
Total Revenue	\$ 3,182	2,899
Cost of Services and Products	\$ 1,687	1,435
Selling, General and Administrative Expenses	675	794
Net Gain on Sale of Business	—	(596)
Stock-based Compensation Expense	10	13
Net Loss	(201)	(200)
Net Loss, Excluding Special Items ⁽¹⁾⁽²⁾	(129)	(467)
Adjusted EBITDA ⁽¹⁾	830	1,279
Adjusted EBITDA, Excluding Special Items ⁽¹⁾⁽³⁾	929	849
Net Loss Margin	(6.3)%	(6.9)%
Net Loss Margin, Excluding Special Items ⁽¹⁾⁽²⁾	(4.1)%	(16.1)%
Adjusted EBITDA Margin ⁽¹⁾	26.1 %	44.1 %
Adjusted EBITDA Margin, Excluding Special Items ⁽¹⁾⁽³⁾	29.2 %	29.3 %
Net Cash Provided by Operating Activities ⁽⁴⁾	1,095	1,323
Capital Expenditures	791	943
Capital Expenditures, Excluding Special Items ⁽¹⁾⁽⁵⁾	753	859
Unlevered Cash Flow ⁽¹⁾⁽⁴⁾	563	616
Unlevered Cash Flow, Excluding Special Items ⁽¹⁾⁽⁴⁾⁽⁶⁾	613	992
Free Cash Flow ⁽¹⁾⁽⁴⁾	304	380
Free Cash Flow, Excluding Special Items ⁽¹⁾⁽⁴⁾⁽⁶⁾	354	756
Net Loss per Common Share - Diluted	(0.20)	(0.20)
Net Loss per Common Share - Diluted, Excluding Special Items ⁽¹⁾⁽²⁾	(0.13)	(0.47)
Weighted Average Shares Outstanding (in millions) - Diluted	991.3	998.9

(1) See the attached schedules for definitions of non-GAAP financial measures and reconciliations to GAAP figures.

(2) Excludes Special Items (net of the income tax effect thereof), in the amounts of \$(267) million and \$72 million for the first quarter of 2026 and 2025, respectively.

(3) Excludes Special Items in the amounts of \$(430) million and \$99 million for the first quarter of 2026 and 2025, respectively.

(4) Includes \$729 million of proceeds from the Mass Markets Fiber-to-the-Home divestiture for the allocated fair value associated with contractual credits and commercial agreements that are classified as cash flow from operations and the impact of a \$101 million voluntary pension contribution in Q1 2026.

(5) Excludes Special Items in the amounts of \$84 million and \$38 million for the first quarter of 2026 and 2025, respectively.

(6) Excludes Special Items in the amounts of \$376 million and \$50 million for the first quarter of 2026 and 2025, respectively.

1st Quarter Earnings

May 5, 2026

LUMEN®

Lumen Technologies, Inc.

Consolidated Statements of Operations

(UNAUDITED)

(\$ and shares in millions, except per share amounts)

	1Q25	2Q25	3Q25	4Q25	1Q26
OPERATING REVENUE	\$ 3,182	3,092	3,087	3,041	2,899
OPERATING EXPENSES					
Cost of services and products (exclusive of depreciation and amortization)	1,687	1,624	1,700	1,627	1,435
Selling, general and administrative	675	755	829	940	794
Net gain on sale of business	—	—	—	—	(596)
Depreciation and amortization	713	688	674	674	664
Goodwill impairment	—	628	—	—	—
Total operating expenses	3,075	3,695	3,203	3,241	2,297
OPERATING INCOME (LOSS)	\$ 107	(603)	(116)	(200)	602
OTHER (EXPENSE) INCOME					
Interest expense	(347)	(338)	(319)	(280)	(225)
Net loss on early retirement of debt	(35)	(236)	(395)	(74)	(226)
Other income, net	30	28	17	45	26
Total other expense, net	(352)	(546)	(697)	(309)	(425)
Income tax (benefit) expense	(44)	(234)	(192)	(507)	377
NET LOSS	\$ (201)	(915)	(621)	(2)	(200)
BASIC AND DILUTED EARNINGS (LOSS) PER COMMON SHARE					
Basic	\$ (0.20)	(0.92)	(0.62)	—	(0.20)
Diluted	(0.20)	(0.92)	(0.62)	—	(0.20)
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING					
Basic	991.3	994.5	996.0	996.4	998.9
Diluted	991.3	994.5	996.0	996.4	998.9



Lumen Technologies, Inc.

Consolidated Balance Sheets
(UNAUDITED)
(\$ in millions)

	1Q25	2Q25	3Q25	4Q25	1Q26
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	\$ 1,900	1,568	2,401	1,003	1,625
Accounts receivable, less allowance	1,180	1,266	1,263	1,314	1,603
Assets held for sale	24	3,692	3,787	4,285	—
Other current assets	1,173	1,211	1,256	1,307	893
Total current assets	4,277	7,737	8,707	7,909	4,121
NET PROPERTY, PLANT AND EQUIPMENT					
Property, plant and equipment	44,109	41,823	42,527	43,319	43,968
Accumulated depreciation	(23,541)	(23,158)	(23,420)	(23,744)	(24,042)
Net property, plant and equipment	20,568	18,665	19,107	19,575	19,926
GOODWILL AND OTHER ASSETS					
Goodwill	1,964	—	—	—	—
Other intangible assets, net	4,660	4,525	4,411	4,463	4,240
Other, net	2,069	2,049	2,061	2,395	2,335
Total goodwill and other assets	8,693	6,574	6,472	6,858	6,575
TOTAL ASSETS	\$ 33,538	32,976	34,286	34,342	30,622
LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)					
CURRENT LIABILITIES					
Current maturities of long-term debt	\$ 330	331	94	88	35
Accounts payable	773	831	1,089	1,508	1,227
Accrued expenses and other liabilities					
Salaries and benefits	563	588	760	854	635
Income and other taxes	305	285	323	279	587
Current operating lease liabilities	263	275	273	266	290
Interest	237	151	133	149	113
Other	198	179	224	203	229
Liabilities held for sale	—	110	36	38	—
Current portion of deferred revenue	876	882	1,000	1,005	1,055
Total current liabilities	3,545	3,632	3,932	4,390	4,171
LONG TERM DEBT	17,334	17,565	17,578	17,353	12,925
DEFERRED CREDITS AND OTHER LIABILITIES					
Deferred income taxes, net	2,731	2,496	2,314	2,270	1,887
Benefit plan obligations, net	2,177	2,152	2,140	2,103	1,966
Deferred revenue	4,226	4,450	6,200	6,406	8,008
Other	3,236	3,276	3,295	2,937	2,982
Total deferred credits and other liabilities	12,370	12,374	13,949	13,716	14,843
STOCKHOLDERS' EQUITY (DEFICIT)					
Common stock	19,152	19,162	19,173	19,185	19,165
Accumulated other comprehensive loss	(700)	(679)	(647)	(601)	(581)
Accumulated deficit	(18,163)	(19,078)	(19,699)	(19,701)	(19,901)
Total stockholders' equity (deficit)	289	(595)	(1,173)	(1,117)	(1,317)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)	\$ 33,538	32,976	34,286	34,342	30,622



Lumen Technologies, Inc.

Condensed Consolidated Statements of Cash Flows

(UNAUDITED)

(\$ in millions)

	1Q25	2Q25	3Q25	4Q25	1Q26
OPERATING ACTIVITIES					
Net cash provided by operating activities	\$ 1,095	570	2,511	562	1,323
INVESTING ACTIVITIES					
Capital expenditures	(791)	(891)	(1,041)	(1,644)	(943)
Proceeds from sale of businesses	—	—	—	—	4,977
Proceeds from sale of property, plant and equipment and other assets	14	17	13	3	16
Other, net	8	1	1	5	—
Net cash (used in) provided by investing activities	(769)	(873)	(1,027)	(1,636)	4,050
FINANCING ACTIVITIES					
Net proceeds from issuance of long-term debt	2,279	1,982	2,659	1,238	656
Payments of long-term debt	(2,502)	(1,782)	(2,975)	(1,559)	(5,375)
Debt issuance and extinguishment costs and related fees	(80)	(228)	(333)	(4)	—
Other, net	(11)	(2)	(2)	1	(32)
Net cash used in financing activities	(314)	(30)	(651)	(324)	(4,751)
Net increase (decrease) in cash, cash equivalents and restricted cash	12	(333)	833	(1,398)	622
Cash, cash equivalents and restricted cash at beginning of period	1,900	1,912	1,579	2,412	1,014
Cash, cash equivalents and restricted cash at end of period	\$ 1,912	1,579	2,412	1,014	1,636
Cash, cash equivalents and restricted cash:					
Cash and cash equivalents	\$ 1,900	1,568	2,401	1,003	1,625
Restricted cash	12	11	11	11	11
Total	\$ 1,912	1,579	2,412	1,014	1,636



Lumen Technologies, Inc.

Revenue by Sales Channel and Product Category⁽¹⁾

(UNAUDITED)

(\$ in millions)

	1Q25	2Q25	3Q25	4Q25	1Q26
Revenue By Sales Channel					
Large Enterprise	\$ 769	766	782	787	778
Mid-Market Enterprise	487	473	464	448	439
Public Sector	481	483	476	458	506
North America Enterprise Channels	1,737	1,722	1,722	1,693	1,723
Wholesale	703	688	655	656	648
North America Business Revenue	2,440	2,410	2,377	2,349	2,371
International and Other	84	80	79	76	73
Business Revenue	2,524	2,490	2,456	2,425	2,444
Mass Markets Revenue	658	602	631	616	455
Total Revenue⁽³⁾	\$ 3,182	3,092	3,087	3,041	2,899
Business Revenue by Product Category and Sales Channel					
Large Enterprise					
Strategic	\$ 463	478	507	531	535
Legacy	306	288	275	256	243
Total Large Enterprise Revenue	\$ 769	766	782	787	778
Mid-Market Enterprise					
Strategic	\$ 232	236	236	236	239
Legacy	255	237	228	212	200
Total Mid-Market Enterprise Revenue	\$ 487	473	464	448	439
Public Sector					
Strategic	\$ 143	126	135	133	179
Legacy	338	357	341	325	327
Total Public Sector Revenue	\$ 481	483	476	458	506
North America Enterprise Subtotals					
Strategic	\$ 838	840	878	900	953
Legacy	899	882	844	793	770
Total North America Enterprise Revenue	\$ 1,737	1,722	1,722	1,693	1,723
Wholesale					
Strategic	\$ 268	256	255	255	259
Legacy	435	432	400	401	389
Total Wholesale Revenue	\$ 703	688	655	656	648
North America Business Revenue Subtotals					
Strategic	\$ 1,106	1,096	1,133	1,155	1,212
Legacy	1,334	1,314	1,244	1,194	1,159
Total North America Business Revenue	\$ 2,440	2,410	2,377	2,349	2,371
International and Other					
Strategic	\$ 33	34	34	35	34
Legacy	51	46	45	41	39
Total International and Other Revenue	\$ 84	80	79	76	73
Business by Product Category					
Strategic	\$ 1,139	1,130	1,167	1,190	1,246
Legacy	1,385	1,360	1,289	1,235	1,198
Total Business Revenue	\$ 2,524	2,490	2,456	2,425	2,444
Mass Markets by Product Category					
Fiber Broadband	\$ 209	217	225	232	92
Other Broadband ⁽²⁾	257	245	230	218	205
Voice and Other	192	140	176	166	158
Total Mass Markets Revenue	\$ 658	602	631	616	455

⁽¹⁾ Revenue originally reported for 2025 has been updated to reflect changes to Lumen's reporting of sales channels and product categories in 2026. These changes had no impact on total operating revenue, total operating expenses or net income for any period.

⁽²⁾ Other broadband revenue primarily includes revenue from lower speed copper-based broadband services marketed under the CenturyLink brand.



Lumen Technologies, Inc.

Supplemental Information Regarding Amounts included in Revenue by Sales Channel and Product Category

(UNAUDITED)

(\$ in millions)

	1Q25	2Q25	3Q25	4Q25	1Q26
Wholesale					
Included in Strategic - Post-closing commercial agreements ⁽¹⁾	\$ —	—	—	—	6
Included in Legacy - Post-closing commercial agreements ⁽¹⁾	—	—	—	—	7
Total Wholesale	\$ —	—	—	—	13
Mass Markets Revenue					
Included in Fiber Broadband - Divestiture ⁽²⁾	\$ 186	198	207	210	69
Capital Expenditures					
Included in Capital expenditures - Divestiture ⁽²⁾	\$ 264	271	224	240	68

⁽¹⁾ Represents the post-closing financial impacts of actual amounts received by the Company under the post-closing agreements with the purchaser of our Mass Markets Fiber-to-the-Home business. The Company believes that this provides useful information to investors to understand the impact that the post-closing agreements have had on the Company's current financial performance.

⁽²⁾ Represents the historical financial impacts related to the Mass Markets Fiber-to-the-Home business sold on Feb. 2, 2026. We believe that these figures will allow analysts and investors to understand the amounts associated with these transactions to understand the impact they had on the Company's past, but not current or future, financial performance. Therefore, these amounts will impact the Company's ability to match its past performance in current and future periods.



Lumen Technologies, Inc.

Debt Schedule - Excludes all Finance Leases, Unamortized Premiums, Discounts and Other, Net

March 31, 2026

(UNAUDITED)

(\$ in millions)

All information is presented as of March 31, 2026

Entity (Original Issuer)	Coupon Rate	Maturity Date	Total
Qwest Corporation			
Qwest Corporation Senior Notes	7.750 %	5/1/2030	43
Qwest Corporation Senior Notes	7.375 %	5/1/2030	55
Qwest Corporation Senior Notes (CTBB)	6.500 %	9/1/2056	978
Qwest Corporation Senior Notes (CTDD)	6.750 %	6/15/2057	660
Total Qwest Corporation			\$ 1,736
Qwest Capital Funding, Inc.			
Qwest Capital Funding, Inc. Senior Notes	6.875 %	7/15/2028 \$	49
Qwest Capital Funding, Inc. Senior Notes	7.750 %	2/15/2031	116
Total Qwest Capital Funding, Inc.			\$ 165
Level 3 Financing, Inc.			
Level 3 Financing, Inc. First Lien Notes	6.875 %	6/30/2033	2,000
Level 3 Financing, Inc. First Lien Notes	7.000 %	3/31/2034	2,425
Level 3 Financing, Inc. Term Loan B-4	6.923 %	3/27/2032	2,400
Level 3 Financing, Inc. Second Lien Notes	4.875 %	6/15/2029	10
Level 3 Financing, Inc. Second Lien Notes	4.500 %	4/1/2030	1
Level 3 Financing, Inc. Second Lien Notes	3.875 %	10/15/2030	20
Level 3 Financing, Inc. Second Lien Notes	4.000 %	4/15/2031	21
Level 3 Financing, Inc. Senior Notes	4.250 %	7/1/2028	178
Level 3 Financing, Inc. Senior Notes	3.625 %	1/15/2029	301
Level 3 Financing, Inc. Sustainability-Linked Notes	3.750 %	7/15/2029	361
Level 3 Financing, Inc. Sr. Secured Notes (Unsecured)	3.875 %	11/15/2029	54
Level 3 Financing, Inc. Senior Notes	8.500 %	1/15/2036	1,900
Total Level 3 Parent, LLC and Subsidiaries			\$ 9,671
Lumen Technologies, Inc			
Lumen Technologies, Inc. Superpriority First Out ("FOSP") RCF	4.114 %	6/1/2028 \$	—
Lumen Technologies, Inc. Superpriority Second Out ("SOSP") RCF	6.114 %	6/1/2028	—
Lumen Technologies, Inc. Senior Notes - Series G	6.875 %	1/15/2028	130
Lumen Technologies, Inc. Senior Notes	4.500 %	1/15/2029	300
Lumen Technologies, Inc. Senior Notes	5.375 %	6/15/2029	232
Lumen Technologies, Inc. Senior Notes - Series P	7.600 %	9/15/2039	349
Lumen Technologies, Inc. Senior Notes - Series U	7.650 %	3/15/2042	285
Total Lumen Technologies, Inc.			\$ 1,296
Total LUMN Consolidated (excluding Finance Leases, Premium/(Discount)/Other, net)			\$ 12,868

Non-GAAP Financial Measures

In addition to providing key metrics for management to evaluate the Company's performance, the Company believes that the non-GAAP financial measures described below and included in this schedule and which may be referred to on the conference call discussing the Company's first quarter 2026 financial results assist investors in their understanding of period-to-period operating performance and in identifying historical and prospective trends.

Non-GAAP financial measures are not presented to be replacements or alternatives to the measures prepared in accordance with accounting principles generally accepted in the United States (GAAP), and investors are urged to consider these non-GAAP financial measures in addition to, and not in substitution for, or superior to, financial measures prepared in accordance with GAAP. Lumen may calculate its non-GAAP financial measures differently from similarly titled measures presented by other companies.

Reconciliations of non-GAAP financial measures to the most comparable GAAP measures are included in the attached financial schedules and our Investor Relations website.

Special Items. We use the term Special Items to describe items that impacted a period's statement of operations or cash flows which the Company believes do not relate to the ordinary course of the Company's business and do not reflect the Company's underlying business performance. As described herein, the Company presents certain GAAP and non-GAAP financial measures both including and excluding the effects of Special Items.

The largest components of our Special Items reflected in this release are net gain on sale of business related to the sale of our Mass Markets Fiber-to-the-Home business to AT&T and net losses associated with the early retirement of debt. The other main components of our Special Items include Modernization and Simplification costs, Transaction and Separation costs, and Income from Transition and Separation Services. Modernization and Simplification costs are associated with a multi-year transformation initiative to streamline our network infrastructure, product portfolio, and IT systems, and to modernize our workforce, designed to deliver \$1 billion in annualized cost savings on a run-rate basis exiting 2027. Transaction and Separation costs reflect transaction and separation costs associated with the sale of our Mass Markets Fiber-to-the-Home business to AT&T and additional transaction and separation costs associated with supporting transition and separation services of our previous divestitures. Income from Transition and Separations Services includes charges we billed for transitional services and IT professional services provided to the purchasers in connection with our recent divestitures. Other items impacting Adjusted EBITDA and Net Loss include remittance of awards and associated fees related to the voluntary relinquishment of our program awards under the FCC's Rural Digital Opportunity Fund ("RDOF"), and certain charges primarily related to the recognition of losses on disposal of certain operating assets related to our divestitures and certain charges or payments related to litigation-related expenses arising from specific matters that are not indicative of normal, recurring business activities.

Net Loss Excluding Special Items (\$) is defined as Net Loss from the Statements of Operations excluding Special Items impacting Net Loss, which are further described above and detailed in the attached schedules. The Company also presents Diluted Net Loss per Share excluding Special Items, calculated as Net Loss per Share excluding Special Items divided by the weighted average of the diluted number of common shares outstanding in the relevant period.

Net Loss Excluding Special Items (%) is defined as Net Loss excluding Special Items divided by total revenue.

Management believes that Net Loss excluding Special Items, Net Loss Margin excluding Special Items and Diluted Net Loss Per Share excluding Special Items are relevant and useful metrics to provide to investors.

There are material limitations to using these non-GAAP financial measures, including the difficulty associated with comparing companies that use similarly-titled performance measures whose calculations may differ from our calculations. Additionally, by excluding Special Items, these non-GAAP financial measures may exclude items that investors believe are important components of our performance. Such measures should not be considered a substitute for, or superior to, other measures of financial performance reported in accordance with GAAP.

Adjusted EBITDA (\$) is defined as Net loss from the Statements of Operations before Income tax expense (benefit), Total other expense, net (which represents the net impact of interest expense, net loss on early retirement of debt, and other income, net), depreciation and amortization expense, and stock-based compensation expense. The Company also presents Adjusted EBITDA excluding Special Items, which are further described above.

Adjusted EBITDA Margin (%) is defined as Adjusted EBITDA divided by total revenue. The Company also presents Adjusted EBITDA Margin excluding Special Items, which are further described above.

Management believes that Adjusted EBITDA and Adjusted EBITDA Margin (with and without Special Items) are relevant and useful metrics to provide to investors, as they are an important part of our internal reporting and are key measures used by management to evaluate profitability and operating performance of Lumen and to make resource allocation decisions. Management believes such measures are especially important in a capital-intensive industry such as telecommunications. Management also uses Adjusted EBITDA and Adjusted EBITDA Margin (and similarly uses these terms excluding Special Items) to compare our performance to that of our competitors and to eliminate certain non-cash and non-operating items in order to consistently measure from period to period our ability to fund capital expenditures and growth, service debt, and determine bonuses. Adjusted EBITDA excludes stock-based compensation expense because of the non-cash nature of this item. Adjusted EBITDA also excludes Total other expense, net (which represents the net impact of interest expense, net loss on early retirement of debt, and other income, net) and Income tax expense (benefit).

There are material limitations to using Adjusted EBITDA and Adjusted EBITDA margin (in each case, with and without Special Items) as a financial measure, including the difficulty associated with comparing companies that use similarly-titled performance measures whose calculations may differ from our calculations. Additionally, by excluding the above-listed items, Adjusted EBITDA and Adjusted EBITDA margin (in each case, with and without Special Items) may exclude items that investors believe are important components of our performance. Adjusted EBITDA and Adjusted EBITDA Margin (either with or without Special Items) should not be considered a substitute for, or superior to, other measures of financial performance reported in accordance with GAAP.

Capital Expenditures excluding Special Items is defined as Capital Expenditures from the Statements of Cash Flows excluding Special Items.

Management believes that Capital Expenditures excluding Special Items is a relevant and useful metric to provide investors.

There are material limitations to using Capital Expenditures excluding Special Items, including the difficulty associated with comparing companies that use similarly-titled performance measures whose calculations may differ from our calculations. Additionally, by excluding Special Items, this non-GAAP financial measures may exclude items that investors believe are important components of our performance. Capital Expenditures excluding Special Items should not be considered a substitute for, or superior to, other measures of financial performance reported in accordance with GAAP.

Unlevered Cash Flow is defined as net cash provided by (used in) operating activities less capital expenditures, plus cash interest paid and less interest income, all as disclosed in the Statements of Cash Flows. Management believes that Unlevered Cash Flow is a relevant metric to provide to investors, because it reflects the operational performance of Lumen and, measured over time, enables management and investors to monitor the underlying business' growth pattern and ability to generate cash. The Company also presents Unlevered Cash Flow excluding Special Items, which are further described above.

There are material limitations to using Unlevered Cash Flow (with or without Special Items) to measure our cash performance as it excludes certain material items that investors may believe are important components of our cash flows. Comparisons of our Unlevered Cash Flow to that of some of our competitors may be of limited usefulness as other companies may use similarly-titled performance measures whose calculations may differ from our calculations. Additionally, this financial measure is subject to variability quarter over quarter as a result of the timing of payments related to accounts receivable, accounts payable, payroll, and capital expenditures. Unlevered Cash Flow (with or without Special Items) should not be considered a substitute for, or superior to, other measures of liquidity reported in accordance with GAAP.

Free Cash Flow is defined as net cash provided by (used in) operating activities less capital expenditures as disclosed in the Statements of Cash Flows. Management believes that Free Cash Flow is a relevant metric to provide to investors, as it is an indicator of our ability to generate cash to service our debt. The Company also presents Free Cash Flow excluding Special Items, which are further described above.

There are material limitations to using Free Cash Flow (with or without Special Items) to measure our performance as it excludes certain material items that investors may believe are important components of our cash flows. Comparisons of our Free Cash Flow to that of some of our competitors may be of limited usefulness as other companies may use similarly-titled performance measures whose calculations may differ from our calculations. Additionally, this financial measure is subject to variability quarter over quarter as a result of the timing of payments related to interest expense, accounts receivable, accounts payable, payroll and capital expenditures. Free Cash Flow (either with or without Special Items) should not be considered a substitute for, or superior to, other measures of liquidity reported in accordance with GAAP.



Lumen Technologies, Inc.

Non-GAAP Special Items

(UNAUDITED)

(\$ in millions)

Special Items Impacting Adjusted EBITDA	1Q25	2Q25	3Q25	4Q25	1Q26
Net gain on sale of business	\$ —	—	—	—	(596)
Transaction and separation costs ⁽¹⁾	16	92	79	166	53
Modernization and simplification ⁽²⁾	50	41	73	109	106
Other ⁽³⁾	33	19	64	5	7
Total Special Items impacting Adjusted EBITDA	\$ 99	152	216	280	(430)
Special Items Impacting Net Loss	1Q25	2Q25	3Q25	4Q25	1Q26
Net gain on sale of business	\$ —	—	—	—	(596)
Transaction and separation costs ⁽¹⁾	16	92	79	166	53
Modernization and simplification ⁽²⁾	50	41	73	109	106
Other ⁽³⁾	33	19	64	5	7
Goodwill impairment	—	628	—	—	—
Net loss on early retirement of debt ⁽⁴⁾	35	236	395	74	226
Income from transition and separation services ⁽⁵⁾	(37)	(39)	(38)	(42)	(41)
Total Special Items impacting Net Loss	97	977	573	312	(245)
Income tax effect of Special Items ⁽⁶⁾	(25)	(91)	(149)	(81)	(22)
Total Special Items impacting Net Loss, net of tax	\$ 72	886	424	231	(267)
Special Items Impacting Cash Flows	1Q25	2Q25	3Q25	4Q25	1Q26
Transaction and separation costs ⁽¹⁾	16	10	40	103	84
Modernization and simplification ⁽²⁾⁽⁷⁾	38	57	75	75	110
Capital expenditures for modernization and simplification ⁽⁸⁾	38	67	91	110	84
Income from transition and separation services ⁽⁵⁾	(54)	(27)	(34)	(25)	(14)
Other ⁽⁹⁾	12	5	19	54	13
RDOF Relinquishment Payment ⁽¹⁰⁾	—	—	—	—	99
Total Special Items impacting Cash Flows	\$ 50	112	191	317	376

⁽¹⁾ Primarily reflects transaction and separation costs associated with (i) the Q1 2026 sale of our Mass Markets fiber-to-the-home business to AT&T, (ii) the Q2 2025 expense of \$49 million for fees related to the voluntary relinquishment of our funding received under the FCC's Rural Digital Opportunity Fund, and (iii) additional transaction and separation costs associated with supporting transition and separation services of our previous divestitures.

⁽²⁾ Includes costs incurred related to network infrastructure, product portfolio, IT systems, and workforce modernization designed to deliver \$1 billion annualized in cost savings on a run-rate basis exiting 2027.

⁽³⁾ Includes primarily (i) the recognition of a loss on disposal of certain operating assets in Q1 2025 related to our divestitures and (ii) certain litigation-related expenses arising from specific matters that are not indicative of normal, recurring business activities, in Q3 2025.

⁽⁴⁾ Reflects net loss as a result of cash tender offers and refinancing of certain debt instrument and credit facilities.

⁽⁵⁾ Reflects income from transition and separation services and includes charges we billed for transition services and IT professional services provided to the purchasers in connection with our divestitures.

⁽⁶⁾ Tax effect calculated using the annualized effective statutory tax rate, excluding any non-recurring discrete items, which was 25% for Q1 2026 and 26.0% for Q4 2025, Q3 2025, Q2 2025 and Q1 2025.

⁽⁷⁾ Includes the related cash payments of expenses captured as described in footnote 2 above.

⁽⁸⁾ Includes primarily the related cash payments for capital expenditures incurred under the programs described in footnote 2 above.

⁽⁹⁾ Includes primarily payments related to litigation-related expenses arising from specific matters that are not indicative of normal, recurring business activities.

⁽¹⁰⁾ Reflects the Q1 2026 payment for remittance of awards and associated fees related to the voluntary relinquishment of our RDOF awards. As a result, we will no longer receive funding through the RDOF program.



Lumen Technologies, Inc.

Non-GAAP Cash Flow Reconciliation

(UNAUDITED)

(\$ in millions)

	1Q25	2Q25	3Q25	4Q25	1Q26
Net cash provided by operating activities ⁽¹⁾	\$ 1,095	570	2,511	562	1,323
Capital expenditures	(791)	(891)	(1,041)	(1,644)	(943)
Free cash flow⁽¹⁾	\$ 304	(321)	1,470	(1,082)	380
Cash interest paid	280	396	308	235	249
Interest income	(21)	(21)	(18)	(12)	(13)
Unlevered cash flow⁽¹⁾	\$ 563	54	1,760	(859)	616
Free cash flow	\$ 304	(321)	1,470	(1,082)	380
Transaction and separation costs ⁽²⁾	16	10	40	103	84
Modernization and simplification ⁽³⁾	38	57	75	75	110
Capital expenditures for modernization and simplification ⁽⁴⁾	38	67	91	110	84
Income from transition and separation services ⁽⁴⁾	(54)	(27)	(34)	(25)	(14)
Other ⁽⁵⁾	12	5	19	54	13
RDOF Relinquishment Payment ⁽⁶⁾	—	—	—	—	99
Free cash flow excluding Special Items⁽¹⁾	\$ 354	(209)	1,661	(765)	756
Unlevered cash flow⁽¹⁾	\$ 563	54	1,760	(859)	616
Transaction and separation costs ⁽²⁾	16	10	40	103	84
Modernization and simplification ⁽³⁾	38	57	75	75	110
Capital expenditures for modernization and simplification ⁽⁴⁾	38	67	91	110	84
Income from transition and separation services ⁽⁵⁾	(54)	(27)	(34)	(25)	(14)
Other ⁽⁶⁾	12	5	19	54	13
RDOF Relinquishment Payment ⁽⁷⁾	—	—	—	—	99
Unlevered cash flow excluding Special Items⁽¹⁾	\$ 613	166	1,951	(542)	992
Capital expenditures	\$ (791)	(891)	(1,041)	(1,644)	(943)
Capital expenditures for modernization and simplification ⁽⁴⁾	38	67	91	110	84
Capital expenditures excluding Special Items	\$ (753)	(824)	(950)	(1,534)	(859)

⁽¹⁾ Includes \$729 million of proceeds from the Mass Markets Fiber-to-the-Home divestiture for the allocated fair value associated with contractual credits and commercial agreements that are classified as cash flow from operations and the impact of a \$101 million voluntary pension contribution in Q1 2026.

⁽²⁾ Reflects transaction and separation costs associated with (i) the Q1 2026 sale of our Mass Markets fiber-to-the-home business and (ii) additional transaction and separation costs associated with supporting transition and separation services of our previous divestitures.

⁽³⁾ Includes cash payments related to costs incurred related to network infrastructure, product portfolio, IT systems, and workforce modernization designed to deliver \$1 billion annualized in cost savings on a run-rate basis exiting 2027.

⁽⁴⁾ Includes cash payments for capital expenditures related to our modernization and simplification programs as described in footnote 3 above.

⁽⁵⁾ Reflects income from transition and separation services and includes charges we billed for transition services and IT professional services provided to the purchasers in connection with our divestitures.

⁽⁶⁾ Includes primarily payments related to litigation-related expenses arising from specific matters that are not indicative of normal, recurring business activities.

⁽⁷⁾ Reflects the Q1 2026 payment for remittance of awards and associated fees related to the voluntary relinquishment of our RDOF awards. As a result, we will no longer receive funding through the RDOF program.



Lumen Technologies, Inc.

Adjusted EBITDA and Reconciliations of Non-GAAP Financial Measures

(UNAUDITED)

(\$ in millions)

	1Q25	2Q25	3Q25	4Q25	1Q26
Net Loss	\$ (201)	(915)	(621)	(2)	(200)
Income tax (benefit) expense	(44)	(234)	(192)	(507)	377
Total other expense, net	352	546	697	309	425
Depreciation and amortization expense	713	688	674	674	664
Stock-based compensation expense	10	12	13	13	13
Goodwill impairment	—	628	—	—	—
Adjusted EBITDA	\$ 830	725	571	487	1,279
Net gain on sale of business	—	—	—	—	(596)
Transaction and separation costs ⁽¹⁾	16	92	79	166	53
Modernization and simplification ⁽²⁾	50	41	73	109	106
Other ⁽³⁾	33	19	64	5	7
Adjusted EBITDA excluding Special Items	\$ 929	877	787	767	849
Net Loss	\$ (201)	(915)	(621)	(2)	(200)
Net gain on sale of business	—	—	—	—	(596)
Transaction and separation costs ⁽¹⁾	16	92	79	166	53
Modernization and simplification ⁽²⁾	50	41	73	109	106
Other ⁽³⁾	33	19	64	5	7
Goodwill impairment	—	628	—	—	—
Net loss on early retirement of debt ⁽⁴⁾	35	236	395	74	226
Income from transition and separation services ⁽⁵⁾	(37)	(39)	(38)	(42)	(41)
Total Special Items impacting Net Loss	97	977	573	312	(245)
Income tax effect of Special Items ⁽⁶⁾	(25)	(91)	(149)	(81)	(22)
Total Special Items impacting Net Loss, net of tax	72	886	424	231	(267)
Net (Loss) Income excluding Special Items	\$ (129)	(29)	(197)	229	(467)
Total Revenue	\$ 3,182	3,092	3,087	3,041	2,899
Net Loss Margin	(6.3)%	(29.6)%	(20.1)%	(0.1)%	(6.9)%
Net (Loss) Income Margin, excluding Special Items and income tax effect thereof	(4.1)%	(0.9)%	(6.4)%	7.5 %	(16.1)%
Adjusted EBITDA Margin	26.1 %	23.4 %	18.5 %	16.0 %	44.1 %
Adjusted EBITDA Margin, excluding Special Items	29.2 %	28.4 %	25.5 %	25.2 %	29.3 %
Net Loss per Common Share - Diluted	\$ (0.20)	(0.92)	(0.62)	—	(0.20)
Net Loss per Commons Share - Diluted, Excluding Special Items	\$ (0.13)	(0.03)	(0.20)	0.23	(0.47)
Weighted Average Shares Outstanding (in millions) - Diluted	991.3	994.5	996.0	996.4	998.9

⁽¹⁾ Primarily reflects transaction and separation costs associated with (i) the Q1 2026 sale of our Mass Markets fiber-to-the-home business to AT&T, (ii) the Q2 2025 expense of \$49 million for fees related to the voluntary relinquishment of our funding received under the FCC's Rural Digital Opportunity Fund, and (iii) additional transaction and separation costs associated with supporting transition and separation services of our previous divestitures.

⁽²⁾ Includes costs incurred related to network infrastructure, product portfolio, IT systems, and workforce modernization designed to deliver \$1 billion annualized in cost savings on a run-rate basis exiting 2027.

⁽³⁾ Includes primarily (i) the recognition of a loss on disposal of certain operating assets in Q1 2025 related to our divestitures and (ii) certain litigation-related expenses arising from specific matters that are not indicative of normal, recurring business activities, in Q3 2025.

⁽⁴⁾ Reflects net loss as a result of cash tender offers and refinancing of certain debt instrument and credit facilities.

⁽⁵⁾ Reflects income from transition and separation services and includes charges we billed for transition services and IT professional services provided to the purchasers in connection with our divestitures.

⁽⁶⁾ Tax effect calculated using the annualized effective statutory tax rate, excluding any non-recurring discrete items, which was 25% for Q1 2026 and 26.0% for Q4 2025, Q3 2025, Q2 2025 and Q1 2025.



Lumen Technologies, Inc.

LTM Adjusted EBITDA

(UNAUDITED)

(\$ in millions)

	2Q25	3Q25	4Q25	1Q26	Total LTM Adjusted EBITDA
Total revenue	\$ 3,092	3,087	3,041	2,899	12,119
Cost of services and products	1,624	1,700	1,627	1,435	6,386
Selling, general and administrative expenses ⁽¹⁾	755	829	940	198	2,722
Stock-based compensation expense	12	13	13	13	51
Adjusted EBITDA	<u>\$ 725</u>	<u>571</u>	<u>487</u>	<u>1,279</u>	<u>3,062</u>
Net gain on sale of business	—	—	—	(596)	(596)
Transaction and separation costs ⁽²⁾	92	79	166	53	390
Modernization and simplification ⁽³⁾	41	73	109	106	329
Other ⁽⁴⁾	19	64	5	7	95
Adjusted EBITDA excluding Special Items	<u>\$ 877</u>	<u>787</u>	<u>767</u>	<u>849</u>	<u>3,280</u>

⁽¹⁾ Inclusive of the net gain on sale of business.

⁽²⁾ Reflects transaction and separation costs associated with (i) the Q1 2026 sale of our Mass Markets fiber-to-the-home business to AT&T, (ii) the Q2 2025 expense of \$49 million for fees related to the voluntary relinquishment of our funding received under the FCC's Rural Digital Opportunity Fund, and (iii) additional transaction and separation costs associated with supporting transition and separation services of our previous divestitures.

⁽³⁾ Includes costs incurred related to network infrastructure, product portfolio, IT systems, and workforce modernization designed to deliver \$1 billion annualized in cost savings on a run-rate basis exiting 2027.

⁽⁴⁾ Includes primarily (i) the recognition of a loss on disposal of certain operating assets in Q1 2025 related to our divestitures and (ii) certain litigation-related expenses arising from specific matters that are not indicative of normal, recurring business activities, in Q3 2025.

1st Quarter Earnings

May 5, 2026

LUMEN[®]

Lumen Technologies, Inc.

Net Debt to LTM Adjusted EBITDA ratio as of March 31, 2026

(UNAUDITED)

(\$ in millions)

Net Debt to LTM Adjusted EBITDA ratio:

Gross debt, as reported	\$	13,091
Cash and cash equivalents, as reported		(1,625)
Net debt	\$	11,466
LTM Adjusted EBITDA excluding Special Items ⁽¹⁾	\$	3,280

Net debt to LTM Adjusted EBITDA ratio

3.5

⁽¹⁾ Please refer to the computation on Tab "LTM Adjusted EBITDA"



Lumen Technologies, Inc.
 2026 OUTLOOK RECONCILIATION ^{(1) (2) (3) (4)}
 (UNAUDITED)
 (\$ in millions)

Adjusted EBITDA Outlook

Twelve Months Ended December 31, 2026

	Range	
	Low	High
Net loss	\$ (1,320)	(545)
Income tax expense	200	45
Total other expense, net	1,300	1,100
Depreciation and amortization expense	2,800	2,600
Non-cash compensation expense	120	100
Adjusted EBITDA	\$ 3,100	3,300

Free Cash Flow Outlook

Twelve Months Ended December 31, 2026

	Range	
	Low	High
Net cash provided by operating activities⁽⁵⁾	\$ 5,100	5,500
Capital expenditures	(3,200)	(3,400)
Free cash flow⁽⁵⁾	\$ 1,900	2,100

⁽¹⁾ For definitions of Non-GAAP financial measures and reconciliations to GAAP figures, see the above schedules and Lumen's Investor Relations website.

⁽²⁾ Outlook measures in this chart and the accompanying schedules (i) exclude the effects of Special Items, future changes in our operating or capital allocation plans, unforeseen changes in regulation, laws or litigation, and other unforeseen events or circumstances impacting our financial performance and (ii) speak only as of May 5, 2026. See "Forward Looking Statements" in our May 5, 2026 earnings release.

⁽³⁾ Reflects our expectation of receiving a \$400 million refund from recent tax legislation in the first half of 2026. Excludes the taxes related to the Mass Markets Fiber-to-the-Home divestiture.

⁽⁴⁾ Actual results of the GAAP components of the reconciliation are subject to a number of risks and uncertainties and may vary and fall outside the estimated ranges. See "Forward-Looking Statements".

⁽⁵⁾ Revised Free Cash Flow guidance for 2026 now includes \$729 million of cash proceeds from the Mass Markets Fiber-to-the-Home divestiture for the allocated fair value associated with contractual credits and commercial agreements that are classified as cash flow from operations. Free Cash Flow for the first quarter of 2026 as reported includes this \$729 million. The cash proceeds from the divestiture have primarily been used to pay down debt in the first quarter of 2026.