

2025 Interim Report

January–June

KPIs Group

In CHF million, except where indicated		H1 2025	H1 2024	Change	in %
Financial data, pro forma¹					
Revenue		7,446	7,619	(173)	–2.3%
EBITDA after lease expense (EBITDAaL)		2,474	2,618	(144)	–5.5%
Capital expenditure		1,485	1,612	(127)	–7.9%
Operating free cash flow		989	1,006	(17)	–1.7%
Financial data, reported²					
Revenue		7,446	5,446	2,000	36.7%
EBITDA after lease expense (EBITDAaL)		2,474	2,134	340	15.9%
Capital expenditure		1,485	1,157	328	28.3%
Operating free cash flow		989	977	12	1.2%
Free cash flow		496	353	143	40.5%
Net income		625	836	(211)	–25.2%
Equity		11,593	12,154 ³	(561)	–4.6%
Net debt		16,529	16,046 ³	483	3.0%
Operational data					
Mobile postpaid access lines in Switzerland	in thousand	5,556	5,382	174	3.2%
Broadband access lines retail in Switzerland	in thousand	1,947	1,982	(35)	–1.8%
TV access lines in Switzerland	in thousand	1,475	1,511	(36)	–2.4%
Fixed telephony access lines in Switzerland	in thousand	1,087	1,181	(94)	–8.0%
Access lines wholesale in Switzerland	in thousand	749	712	37	5.2%
Mobile access lines in Italy	in thousand	20,207	20,116 ⁴	91	0.5%
Broadband access lines retail in Italy	in thousand	5,792	5,992 ⁴	(200)	–3.3%
Broadband access lines wholesale in Italy	in thousand	1,018	778 ⁴	240	30.8%
Employees					
Full-time equivalent employees	number	23,498	24,336 ⁴	(838)	–3.4%
Swisscom share					
Market capitalisation		29,138	26,186	2,952	11.3%
Closing price	CHF	562.50	505.50	57.00	11.3%

1 2024 figures: Pro forma figures as if Vodafone Italia were consolidated from 1 January 2024 and harmonised accounting policies were applied (on an unaudited basis).

2 Swisscom uses various alternative performance measures. The definitions and the reconciliation to the values in accordance with IFRS are set on pages 25–27 of the Interim Report.

3 As at 31 December 2024.

4 Incl. Vodafone Italia.

KPIs Segments

In CHF million	H1 2025	H1 2024	Change	In %
Revenue				
Switzerland	3,897	3,974	(77)	-1.9%
Italy	3,380	3,459 ¹	(79)	-2.3%
Others	529	537	(8)	-1.5%
Elimination	(360)	(351)	(9)	2.6%
Total revenue, pro forma	7,446	7,619	(173)	-2.3%
Vodafone Italia	–	(2,173)	2,173	-100.0%
Total revenue, reported	7,446	5,446	2,000	36.7%
EBITDA after lease expense (EBITDAaL)				
Switzerland	1,684	1,703	(19)	-1.1%
Italy	760	860 ¹	(100)	-11.6%
Others	63	66	(3)	-4.5%
Elimination	(33)	(11)	(22)	200.0%
Total EBITDAaL, pro forma	2,474	2,618	(144)	-5.5%
Vodafone Italia	–	(484)	484	-100.0%
Total EBITDAaL, reported	2,474	2,134	340	15.9%
Capital expenditure				
Switzerland	833	865	(32)	-3.7%
Italy	661	750 ¹	(89)	-11.9%
Others	16	18	(2)	-11.1%
Elimination	(25)	(21)	(4)	19.0%
Total capital expenditure, pro forma	1,485	1,612	(127)	-7.9%
Vodafone Italia	–	(455)	455	-100.0%
Total capital expenditure, reported	1,485	1,157	328	28.3%
Operating free cash flow				
Switzerland	851	838	13	1.6%
Italy	99	110 ¹	(11)	-10.0%
Others	47	48	(1)	-2.1%
Elimination	(8)	10	(18)	
Total operating free cash flow, pro forma	989	1,006	(17)	-1.7%
Vodafone Italia	–	(29)	29	-100.0%
Total operating free cash flow, reported	989	977	12	1.2%

¹ Pro forma.

Financial review

Swisscom acquired Vodafone Italia at the end of 2024. Segment reporting is based on the segments Switzerland, Italy and Others. Vodafone Italia is allocated to the Italy segment. The figures 2024 for revenue, operating income before depreciation and amortisation after lease expense (EBITDAaL), capital expenditure and operating free cash flow are presented pro forma or as if Vodafone Italia were consolidated from 1 January 2024 and harmonised accounting policies were applied (on an unaudited basis).

Summary

Group revenue decreased by 2.3% year-on-year to CHF 7,446 million. Operating income before depreciation and amortisation after lease expense (EBITDAaL) fell by 5.5% to CHF 2,474 million. The revenue and EBITDAaL development were influenced by the performance of the EUR exchange rate as a result of the substantial share attributable to the segment Italy. The EUR average exchange rate fell by 1.9% in the first half of 2025 compared to the same period of the previous year. This resulted in negative exchange differences on revenue of CHF 66 million and on EBITDAaL of CHF 15 million. Based on a constant EUR exchange rate, revenue in the first half of 2025 decreased by 1.4% or CHF 107 million. Swisscom Switzerland's revenue fell by 1.9% and Italy's by 0.4% (in EUR).

EBITDAaL development in 2025 was negatively influenced not only by currency effects, but also by non-recurring items in connection with the integration of Vodafone Italia in the amount of CHF 19 million, restructuring cost of CHF 2 million and the reconciliation of pension costs of CHF 8 million. In prior year, non-recurring items related to legal proceedings in the amount of CHF 24 million and the reconciliation of pension costs of CHF 9 million had a positive impact on EBITDAaL while non-recurring costs in connection with the preparation of the acquisition of Vodafone Italia of CHF 13 million had a negative impact on EBITDAaL. Without these non-recurring items and with a constant EUR exchange rate, this resulted in a drop in EBITDAaL of CHF 80 million (–3.1%). CHF 65 million (–7.6%) of this drop is attributable to the Segment Italy. The EBITDAaL of Switzerland, on the other hand, remained fairly stable (–0.4%). Net income fell by CHF 211 million (–25.2%) compared to the prior year to CHF 625 million. The decrease in net income is mainly due to costs related to the acquisition of Vodafone Italia.

The Group's capital expenditure decreased by 7.9% in a year-on-year comparison to CHF 1,485 million. Capital expenditure for Switzerland decreased by 3.7%, and by 10.0% in Italy (in EUR). In the first half year 2025, capital expenditure in Italy included EUR 14 million for the consolidation of mobile sites on the INWIT network (prior year EUR 52 million) and EUR 20 million integration cost capital expenditure. Without these non-recurring items and with a constant EUR exchange rate, the Group's capital expenditure decreased by 6.2% and in Italy by 8.2%. Operating free cash flow decreased by CHF 17 million or 1.7% year-on-year to CHF 989 million. Without the non-recurring items as mentioned and with a constant EUR exchange rate, operating free cash flow increased by 1.6%. The decrease in capital expenditure overcompensated the decrease in EBITDAaL. Free cash flow of CHF 496 million was up year-over-year by CHF 143 million. In the first half year 2025 an increase in net working capital of CHF 233 million negatively impacted the free cash flow whereas in prior year the negative impact from an increase in net working capital was stronger (by CHF 386 million).

The number of Swisscom employees decreased year-on-year by 838 FTEs or 3.4% to 23,498 FTEs. The decrease in Italy amounts to 485 FTE (–6.3%) and is driven by Vodafone Italia throughout the year 2024. In Switzerland, headcount decreased by 203 FTEs or 1.5% to 13,158 FTEs as human resources in the areas of customer care, sales force and IT business has been reduced. In the first half year of 2025, the reduction of the number of Swisscom employees amounts to 1.4% or 341 FTE (compared to year end of 2024) of which 161 FTEs (–1.2%) result from Switzerland and 86 FTEs (–1.2%) from Italy.

The financial outlook for the 2025 financial year remains unchanged. Swisscom expects revenue of around CHF 15.0–15.2 billion, EBITDAaL of around CHF 5.0 billion, capital expenditures of CHF 3.1–3.2 billion and an operating free cash flow of CHF 1.8–1.9 billion. Subject to achieving its targets, Swisscom plans to propose the payment of an increased dividend of CHF 26 per share for the 2025 financial year at the 2026 Annual General Meeting.

Switzerland

In CHF million, except where indicated	H1 2025	H1 2024	Change	In %
Financial data				
Residential customers	2,123	2,141	(18)	−0.8%
Business customers	1,475	1,543	(68)	−4.4%
Wholesale customers	268	257	11	4.3%
Other	8	9	(1)	−11.1%
External revenue	3,874	3,950	(76)	−1.9%
Intersegment revenue	23	24	(1)	−4.2%
Revenue	3,897	3,974	(77)	−1.9%
Direct costs	(742)	(786)	44	−5.6%
Indirect costs	(1,471)	(1,485)	14	−0.9%
Operating expense	(2,213)	(2,271)	58	−2.6%
EBITDA after lease expense (EBITDAaL)	1,684	1,703	(19)	−1.1%
Capital expenditure	(833)	(865)	32	−3.7%
Operating free cash flow	851	838	13	1.6%
Operational data in thousand and headcount in FTEs				
Mobile postpaid access lines	5,556	5,382	174	3.2%
Broadband access lines retail	1,947	1,982	(35)	−1.8%
TV access lines	1,475	1,511	(36)	−2.4%
Fixed telephony access lines	1,087	1,181	(94)	−8.0%
Access lines wholesale	749	712	37	5.2%
Full-time equivalent employees	13,158	13,361	(203)	−1.5%

Switzerland's revenue decreased by 1.9% or CHF 77 million to CHF 3,897 million. Revenue from residential customers dropped by CHF 18 million to CHF 2,123 million (−0.8%). The decrease is mainly due to decline in telecommunications services (CHF 23 million or −1.2%). In the business customer area revenue dropped by CHF 68 million to CHF 1,475 million (−4.4%), the telecommunication services declined by CHF 34 million (−4.5%) and the hard- and software sales by CHF 40 million (−22.5%). In contrast, revenue from IT services increased by CHF 9 million (+1.5%) to CHF 610 million. In an intense market environment, there was a reduction in the number of connections for broadband (−1.8%) and TV (−2.4%), while the number of connections for mobile communication increased (+3.2%). In mobile communications, the customer structure changed due to an increase in postpaid lines (+174,000) and a decrease in prepaid lines (−51,000). The share of secondary and third-party brands in the residential customers area rose from 32% to 35%. The number of connections for fixed network telephony dropped (−8.0%) as a result of its substitution with mobile telephony.

The operating expense decreased by 2.6% or CHF 58 million. Direct costs fell by CHF 44 million or 5.6%. There was a drop in both the cost of purchasing merchandise, and subscriber acquisition and subscriber retention costs. Indirect costs decreased by CHF 14 million (+0.9%) and by CHF 27 million on an adjusted basis. In telecommunications, cost savings of CHF 31 million were realised through efficiency improvement measures. Headcount decreased by 1.5% year-on-year to 13,158 FTEs as a result of increased efficiency. Operating income before depreciation and amortisation after lease expense (EBITDAaL) decreased by CHF 19 million to CHF 1,684 million. After adjustments by non-recurring items, EBITDAaL remained almost stable (−0.4%). Cost-cutting measures partly compensated for the decline in revenue from telecommunications services. Capital expenditure decreased by 3.7% or CHF 32 million to CHF 833 million despite higher investment in the area of the wireline access network to step up the expansion with optical fibre. The investments in the mobile network and in IT were lower as the prior year included non-recurring investments for Telco cloud assets and licenses. Swisscom plans to increase fibre-optic coverage (FTTH) to around 57% by the end of 2025, and to 75–80% by the end of 2030.

Italy

In EUR million, except where indicated	H1 2025	H1 2024 ¹	Change	In %
Financial data				
Residential customers	1,672	1,716	(44)	–2.6%
Business customers	1,581	1,558	23	1.5%
Wholesale customers	337	329	8	2.4%
External revenue	3,590	3,603	(13)	–0.4%
Intersegment revenue	3	3	–	–%
Revenue	3,593	3,606	(13)	–0.4%
Direct costs	(1,693)	(1,629)	(64)	3.9%
Indirect costs	(1,092)	(1,081)	(11)	1.0%
Operating expense	(2,785)	(2,710)	(75)	2.8%
EBITDA after lease expense (EBITDAaL)	808	896	(88)	–9.8%
Capital expenditure	(703)	(781)	78	–10.0%
Operating free cash flow	105	115	(10)	–8.7%
Operational data in thousand and headcount in FTEs				
Mobile access lines	20,207	20,116	91	0.5%
Broadband access lines retail	5,792	5,992	(200)	–3.3%
Broadband access lines wholesale	1,018	778	240	30.8%
Full-time equivalent employees	7,165	7,650	(485)	–6.3%

¹ Pro forma.

The revenue of the segment Italy decreased year-on-year slightly by 0.4% or EUR 13 million to EUR 3,593 million. Revenue from residential customers decreased by 2.6% or EUR 44 million to EUR 1,672 million. The lower revenue from telecommunications services of EUR 77 million (–4.8%) due to a declining customer base could not be compensated. Revenue from business customers increased by 1.5% or EUR 23 million to EUR 1,581 million, mainly driven by the higher revenue from IT services and hard- and software. Revenue from wholesale business increased by 2.4% or EUR 8 million to EUR 337 million. Higher revenue due to the increasing number of wholesale lines were partially offset by lower non-core revenue. Competition in the Italian markets remained fierce. The number of mobile access lines remained almost stable at 20.2 million (+0.5%). The decreasing wireless residential customer base (–377,000) was compensated by the increasing wireless business customer base (+468,000). The customer base in the wireline business dropped by 3.3% or 200,000 to 5.8 million. The challenging market environment led to a decrease of the residential customer base of 190,000, whereas the business customer base remained nearly stable (–0.9%). The number of Wholesale broadband lines provided to other operators rose by 30.8% or 240,000 to 1,018,000.

Operating expenses increased by EUR 75 million (+2.8%). Direct cost grew by EUR 64 million or 3.9% driven by higher revenue for IT services and hard- and software as well as higher cost for the use of networks of other operators. Indirect cost increased by EUR 11 million or 1.0%. In the first half-year 2025 operating expenses include integration cost in the amount of EUR 20 million. The operating result before depreciation and amortisation after lease expense (EBITDAaL) adjusted for this amount decreased by EUR 68 million (–7.6%) mainly driven by the declining telecommunications services revenue. Capital expenditure decreased by EUR 78 million or 10.0% to EUR 703 million. In the first half-year 2025 capital expenditure included EUR 14 million for the consolidation of mobile sites on the INWIT network (prior year EUR 52 million) and EUR 20 million integration cost capital expenditure. Adjusted by those items, capital expenditures decreased by EUR 60 million or 8.2% mainly because of higher investments in IT projects in the previous year.

Others

In CHF million, except where indicated	H1 2025	H1 2024	Change	In %
Financial data				
External revenue	194	213	(19)	–8.9%
Intersegment revenue	335	324	11	3.4%
Revenue	529	537	(8)	–1.5%
Direct costs	(44)	(43)	(1)	2.3%
Indirect costs	(422)	(428)	6	–1.4%
Operating expense	(466)	(471)	5	–1.1%
EBITDA after lease expense (EBITDAaL)	63	66	(3)	–4.5%
Capital expenditure	(16)	(18)	2	–11.1%
Operating free cash flow	47	48	(1)	–2.1%
Headcount in FTEs				
Full-time equivalent employees	3,175	3,325	(150)	–4.5%

Revenue in the segment Others decreased by 1.5% or CHF 8 million year-on-year to CHF 529 million, primarily due to lower broadcasting and telehousing revenue. The operating result before depreciation and amortisation after lease expense (EBITDAaL) decreased by 4.5% or CHF 3 million to CHF 63 million due to lower revenue. The profit margin decreased slightly to 11.9% (prior year: 12.3%).

Depreciation and amortisation, non-operating results

In CHF million, except where indicated	H1 2025	H1 2024	Change	in %
EBITDA after lease expense (EBITDA_{al}), reported	2,474	2,134	340	15.9%
Lease expense	816	349	467	133.8%
EBITDA	3,290	2,483	807	32.5%
Depreciation and amortisation of property, plant and equipment and intangible assets	(1,562)	(1,061)	(501)	47.2%
Depreciation of right-of-use assets	(782)	(333)	(449)	134.8%
Operating income (EBIT)	946	1,089	(143)	–13.1%
Net interest expense on financial assets and liabilities	(115)	(36)	(79)	219.4%
Interest expense on lease liabilities	(56)	(25)	(31)	124.0%
Other financial result	(9)	(3)	(6)	200.0%
Result of equity-accounted investees	–	(1)	1	–100.0%
Income before income taxes	766	1,024	(258)	–25.2%
Income tax expense	(141)	(188)	47	–25.0%
Net income	625	836	(211)	–25.2%
Earnings per share (in CHF)	12.08	16.14	(4.06)	–25.2%

Net income fell by CHF 211 million compared to the prior year to CHF 625 million (–25.2%). The decrease in net income is mainly due to costs related to the acquisition of Vodafone Italia. Lower contribution from Switzerland (CHF –27 million) and higher contribution from Italy (CHF +28 million) were offset by amortisation of intangible assets (CHF –123 million) recognised as part of the purchase price allocation of Vodafone Italia and the pension reconciliation (CHF –17 million). In addition, net interest expense on debt (CHF –79 million) and on lease liabilities (CHF –31 million) were higher, mainly due to the Vodafone Italia acquisition. Income tax expense amounted to CHF 141 million (previous year: CHF 188 million), which corresponds to an effective income tax rate of 18.4% (previous year: 18.4%).

Cash flows

In CHF million, except where indicated	H1 2025	H1 2024	Change
Operating free cash flow, reported	989	977	12
Change in net working capital	(233)	(386)	153
Change in defined benefit obligations	9	(6)	15
Net interest payments on financial assets and liabilities	(69)	(9)	(60)
Income taxes paid	(184)	(189)	5
Other operating cash flows	(16)	(34)	18
Free cash flow	496	353	143
Net expenditures for company acquisitions and disposals	(8)	(10)	2
Dividends paid to equity holders of Swisscom Ltd	(1,140)	(1,140)	–
Other changes ¹	169	(51)	220
Decrease in net debt	(483)	(848)	365

¹ Includes foreign currency effects, fair value adjustments and non-cash changes in net debt positions.

Operating free cash flow rose by CHF 12 million to CHF 989 million (+1.2%). Free cash flow grew by CHF 143 million to CHF 496 million due to an improved development in net working capital. Net working capital grew by CHF 233 million compared with the end of 2024 (prior year: CHF 386 million). The increase in net working capital is due to lower trade payables, use of provisions and bonus payments.

Net asset position

In CHF million, except where indicated	30.6.2025	31.12.2024	Change
Property, plant and equipment	13,582	13,519	63
Intangible assets	5,847	6,066	(219)
Goodwill	6,388	6,399	(11)
Right-of-use assets	4,116	4,363	(247)
Trade receivables	2,741	2,866	(125)
Receivables from finance leases	184	182	2
Trade payables	(2,614)	(2,647)	33
Provisions	(1,430)	(1,591)	161
Deferred gain on sale and leaseback of real estate	(75)	(77)	2
Other operating assets and liabilities, net	(10)	(224)	214
Net operating assets	28,729	28,856	(127)
Net debt	(16,529)	(16,046)	(483)
Defined benefit obligations	(53)	(55)	2
Income tax assets and liabilities, net	(777)	(825)	48
Equity-accounted investees and other financial assets	223	224	(1)
Equity	11,593	12,154	(561)
Equity ratio in %	32.3	32.3	

Net operating assets remains nearly unchanged at CHF 28.7 billion compared with year-end 2024. Equity decreased by CHF 0.6 billion to CHF 11.6 billion. The dividend payment of CHF 1,140 million overcompensated the net income of CHF 625 million. The equity ratio remained stable at 32.3% compared with the end of 2024. On 26 March 2025, the Annual General Meeting of Swisscom Ltd approved the payment of an unchanged dividend of CHF 22 gross per share. A total dividend amount of CHF 1,140 million was paid out on 1 April 2025.

Net debt

Net debt consists of financial liabilities and lease liabilities less cash and cash equivalents, listed debt instruments and derivative financial instruments.

in CHF million	30.6.2025	31.12.2024	Change
Debenture bonds	10,690	9,832	858
Bank loans	1,906	3,394	(1,488)
Private placements	323	322	1
Other financial liabilities	441	474	(33)
Lease liabilities	3,734	3,962	(228)
Total financial liabilities and lease liabilities	17,094	17,984	(890)
Cash and cash equivalents	(154)	(1,523)	1,369
Other financial assets	(411)	(415)	4
Net debt	16,529	16,046	483

At the end of 2024, the pro forma ratio net debt/EBITDA amounted to 2.4x.

In recent years, Swisscom has taken advantage of favourable capital market conditions with a view to optimising the interest and maturity structure of the Group's financial liabilities. As at 30 June 2025, the average interest expense on financial liabilities was 1.89%, the average residual term to maturity was 5.5 years, and the share of fixed-interest-bearing financial liabilities was 91%. Swisscom also has two lines of credit totalling CHF 2.9 billion, which have not been used.

Outlook

Key figures or as noted	2024 reported	2024 pro-forma adjusted ¹	2025 outlook ²
Revenue			
Swisscom Group	CHF 11.0 bn	CHF 15.4 bn	CHF 15.0–15.2 bn
Switzerland	CHF 8.0 bn	CHF 8.0 bn	CHF 7.9–8.0 bn
Italy	EUR 2.8 bn	EUR 7.4 bn	~ EUR 7.3 bn
EBITDA after lease expense (EBITDAaL)			
Swisscom Group	CHF 4.1 bn	CHF 5.2 bn	~CHF 5.0 bn
Switzerland	CHF 3.3 bn	CHF 3.4 bn	CHF 3.3–3.4 bn
Italy	EUR 0.7 bn	EUR 1.9 bn	EUR 1.6–1.7 bn
Capital expenditure			
Swisscom Group	CHF 2.3 bn	CHF 3.0 bn	CHF 3.1–3.2 bn
Switzerland	CHF 1.7 bn	CHF 1.7 bn	~ CHF 1.7 bn
Italy	EUR 0.7 bn	EUR 1.4 bn	EUR 1.5–1.6 bn
Operating free cash flow			
Swisscom Group	CHF 1.8 bn	CHF 2.2 bn	CHF 1.8–1.9 bn
Switzerland	CHF 1.6 bn	CHF 1.7 bn	~ CHF 1.7 bn
Italy	EUR 0.0 bn	EUR 0.5 bn	EUR 0.1–0.2 bn

¹ Pro forma adjusted figures as if Vodafone Italia were consolidated from 1 January 2024 and harmonised accounting policies were applied (on an unaudited basis). Incl. adjustment for one-off items 2024.

² Exchange rate CHF/EUR 0.93 (2024: CHF/EUR 0.951).

The financial outlook for the 2025 financial year remains unchanged. Swisscom expects revenue of around CHF 15.0–15.2 billion, EBITDAaL of around CHF 5.0 billion, capital expenditures of CHF 3.1–3.2 billion and an operating free cash flow of CHF 1.8–1.9 billion. Subject to achieving its targets, Swisscom plans to propose the payment of an increased dividend of CHF 26 per share for the 2025 financial year at the 2026 Annual General Meeting.

Consolidated interim financial statements

Consolidated statement of comprehensive income (unaudited)

In CHF million, except for per share amounts	Note	1.1.–30.6.2025	1.1.–30.6.2024 restated ¹
Income statement			
Revenue	2	7,446	5,446
Direct costs	3	(1,911)	(1,225)
Personnel expense	3	(1,548)	(1,404)
Other operating expense	3	(1,140)	(716)
Capitalised self-constructed assets and other income	3	443	382
Operating income before depreciation and amortisation		3,290	2,483
Depreciation and amortisation of property, plant and equipment and intangible assets		(1,562)	(1,061)
Depreciation of right-of-use assets		(782)	(333)
Operating income		946	1,089
Financial income	6	19	35
Financial expense	6	(199)	(99)
Result of equity-accounted investees		–	(1)
Income before income taxes		766	1,024
Income tax expense		(141)	(188)
Net income		625	836
Other comprehensive income			
Actuarial gains and losses from defined benefit pension plans		8	(7)
Change in fair value of equity instruments		(9)	172
Items that will not be reclassified to income statement		(1)	165
Foreign currency translation adjustments of foreign subsidiaries		(33)	78
Change in cash flow hedges		(13)	19
Items that are or may be reclassified to income statement		(46)	97
Other comprehensive income		(47)	262
Comprehensive income			
Net income		625	836
Other comprehensive income		(47)	262
Comprehensive income		578	1,098
Share of net income and comprehensive income			
Equity holders of Swisscom Ltd		626	836
Non-controlling interests		(1)	–
Net income		625	836
Equity holders of Swisscom Ltd		578	1,098
Non-controlling interests		–	–
Comprehensive income		578	1,098
Earnings per share			
Basic and diluted earnings per share (in CHF)		12.08	16.14

¹ See Note 1

Consolidated balance sheet (unaudited)

In CHF million	Note	30.6.2025	31.12.2024 restated ¹	1.1.2024 restated ¹
Assets				
Cash and cash equivalents		154	1,523	148
Trade receivables	7	2,741	2,866	2,143
Receivables from finance leases		37	47	53
Other operating assets	7	1,881	1,739	1,323
Other financial assets		46	66	50
Current income tax assets		96	82	1
Total current assets		4,955	6,323	3,718
Property, plant and equipment		13,582	13,519	11,059
Intangible assets		5,847	6,066	1,737
Goodwill	8	6,388	6,399	5,172
Right-of-use assets		4,116	4,363	2,033
Equity-accounted investees		27	27	27
Receivables from finance leases		147	135	84
Other financial assets		561	545	745
Defined benefit assets		–	–	11
Deferred tax assets		284	245	225
Total non-current assets		30,952	31,299	21,093
Total assets		35,907	37,622	24,811
Liabilities and equity				
Financial liabilities	5	883	1,639	718
Lease liabilities		919	835	340
Trade payables	7	2,614	2,647	1,567
Other operating liabilities	7	1,891	1,963	1,471
Provisions	9	135	221	115
Current income tax liabilities		276	286	203
Total current liabilities		6,718	7,591	4,414
Financial liabilities	5	12,477	12,382	4,947
Lease liabilities		2,815	3,127	1,681
Defined benefit obligations		53	55	21
Provisions	9	1,295	1,370	1,148
Deferred gain on sale and leaseback of real estate		75	77	81
Deferred tax liabilities		881	866	898
Total non-current liabilities		17,596	17,877	8,776
Total liabilities		24,314	25,468	13,190
Share capital		52	52	52
Capital reserves		136	136	136
Retained earnings		13,556	14,070	13,528
Foreign currency translation adjustments		(2,114)	(2,081)	(2,086)
Hedge reserves		(36)	(23)	(12)
Equity attributable to equity-holders of Swisscom Ltd		11,594	12,154	11,618
Non-controlling interests		(1)	–	3
Total equity		11,593	12,154	11,621
Total liabilities and equity		35,907	37,622	24,811

¹ See Note 1

Consolidated statement of cash flows (unaudited)

In CHF million	Note	1.1.–30.6.2025	1.1.–30.6.2024 restated ¹
Net income		625	836
Income tax expense		141	188
Result of equity-accounted investees		–	1
Financial income	6	(19)	(35)
Financial expense	6	199	99
Depreciation and amortisation of property, plant and equipment and intangible assets		1,562	1,061
Depreciation of right-of-use assets		782	333
Gain on sale of property, plant and equipment		(14)	(4)
Loss on sale of property, plant and equipment		2	–
Expense for share-based payments		1	1
Revenue from finance leases		(44)	(42)
Proceeds from finance leases		42	38
Change in deferred gain from the sale and leaseback of real estate		(2)	(2)
Change in operating assets and liabilities	7	(104)	(348)
Change in provisions		(127)	(36)
Change in defined benefit obligations		9	(6)
Interest received		9	13
Interest payments on financial liabilities		(78)	(22)
Interest payments on lease liabilities		(56)	(25)
Dividends received		1	1
Income taxes paid		(184)	(189)
Cash flow from operating activities		2,745	1,862
Purchase of property, plant and equipment and intangible assets		(1,461)	(1,150)
Proceeds from sale of property, plant and equipment and intangible assets		14	6
Acquisition of subsidiaries, net of cash and cash equivalents acquired		(8)	(10)
Purchase of other financial assets		(68)	(4)
Proceeds from other financial assets		–	12
Other cash flows from investing activities		(19)	(9)
Cash flow used in investing activities		(1,542)	(1,155)
Issuance of financial liabilities	5	1,122	5,075
Repayment of financial liabilities	5	(1,760)	(23)
Repayment of lease liabilities		(785)	(356)
Dividends paid to equity holders of Swisscom Ltd		(1,140)	(1,140)
Other cash flows from financing activities		(7)	1
Cash (used in) from financing activities		(2,570)	3,557
(Net decrease) net increase in cash and cash equivalents		(1,367)	4,264
Cash and cash equivalents at 1 January		1,523	148
Foreign currency translation adjustments in respect of cash and cash equivalents		(2)	(100)
Cash and cash equivalents at the end of the reporting period		154	4,312

¹ See Note 1

Consolidated statement of changes in equity (unaudited)

In CHF million	Share capital	Capital reserves	Retained earnings	Foreign currency translation adjustments	Hedge reserves	Equity attributable to equity holders of Swisscom	Non-controlling interests	Total equity
Balance at 31 December 2023	52	136	13,529	(2,086)	(12)	11,619	3	11,622
Change in accounting policies ¹	—	—	(1)	—	—	(1)	—	(1)
Balance at 1 January 2024, restated	52	136	13,528	(2,086)	(12)	11,618	3	11,621
Net income	—	—	836	—	—	836	—	836
Other comprehensive income	—	—	165	78	19	262	—	262
Comprehensive income	—	—	1,001	78	19	1,098	—	1,098
Dividends paid	—	—	(1,140)	—	—	(1,140)	—	(1,140)
Other changes	—	—	(1)	—	—	(1)	—	(1)
Balance at 30 June 2024	52	136	13,388	(2,008)	7	11,575	3	11,578
Balance at 31 December 2024	52	136	14,071	(2,081)	(23)	12,155	—	12,155
Change in accounting policies ¹	—	—	(1)	—	—	(1)	—	(1)
Balance at 1 January 2025, restated	52	136	14,070	(2,081)	(23)	12,154	—	12,154
Net income	—	—	626	—	—	626	(1)	625
Other comprehensive income	—	—	(1)	(33)	(13)	(47)	—	(47)
Comprehensive income	—	—	625	(33)	(13)	579	(1)	578
Dividends paid	—	—	(1,140)	—	—	(1,140)	—	(1,140)
Other changes	—	—	1	—	—	1	—	1
Balance at 30 June 2025	52	136	13,556	(2,114)	(36)	11,594	(1)	11,593

¹ See Note 1

Notes to the interim financial statements

About this report

General disclosures

The Swisscom Group (hereinafter referred to as 'Swisscom') provides telecommunications services, and is active primarily in Switzerland and Italy. The unaudited consolidated financial statements as at 30 June 2025 cover Swisscom Ltd, as parent company, and its subsidiaries. Swisscom Ltd is a public limited company with special status under Swiss law and has its registered office in Ittigen (Bern). The address is: Swisscom Ltd, Alte Tiefenaustrasse 6, 3048 Worblaufen. Swisscom is listed on the SIX Swiss Exchange. The number of issued shares is unchanged from the prior year and totals 51,801,943. The shares have a nominal value of CHF 1 and are fully paid-up. Each share entitles the holder to one vote. The majority shareholder of Swisscom Ltd is the Swiss Confederation ('Confederation'). The Confederation is obligated by current law to hold the majority of the capital and voting rights. The Board of Directors of Swisscom approved the issuance of these consolidated interim financial statements on 6 August 2025. There were no events after the reporting date.

Acquisition of Vodafone Italia

Swisscom acquired Vodafone Italia at the end of 2024. The provisional purchase price allocation was updated as at 30 June 2025. See note 10. As a result of the acquisition of Vodafone Italia, Swisscom made changes in accounting policies and segment reporting. Goodwill was reallocated to the cash-generating units. See Notes 1, 2 and 8.

Basis of preparation

The consolidated interim financial statements for the six months to 30 June 2025 were prepared in accordance with International Accounting Standard 'IAS 34 Interim Financial Reporting' and should be read in conjunction with the consolidated financial statements for the financial year ended 31 December 2024. The consolidated interim financial statements were prepared in accordance with the accounting policies described in the 2024 consolidated financial statements and the revised accounting principles described below.

In preparing the consolidated interim financial statements, management is required to make accounting estimates and assumptions. Adjustments are made for changes in estimates and assumptions during the reporting period in which the original estimates and assumptions changed.

Swisscom operates in business areas where the provision of services is not subject to any major seasonal or cyclical fluctuations during the financial year. Income taxes are calculated on the basis of an estimate of the expected income tax rate for the full year. For the consolidated interim financial statements, a CHF/EUR exchange rate of 0.935 was used as the closing rate (31 December 2024: CHF/EUR 0.941) and 0.941 as the average rate for the period (prior year: CHF/EUR 0.959).

1 Changes in accounting principles

Amendments to IFRS Accounting Standards and Interpretations which are to be applied for the first time in the financial year

As of 1 January 2025, Swisscom adopted various amendments to the existing International Accounting Standards (IFRS) and interpretations, none of which have a material impact on the results or the financial position of the Group.

Voluntary changes in accounting policies

Swisscom purchases various access services from other network operators and uses access lines to the end customer. Until 31 December 2024, Swisscom classified some of these access lines as leases in accordance with IFRS 16 and applied the exemption for low-value assets. Accordingly, no right-of-use assets or lease liabilities were recognised for these access lines. The costs of the access lines were recognised as indirect costs in operating expenses. In connection with the acquisition of Vodafone Italia, the accounting policies were harmonised across the Group as at 1 January 2025. As a result of the harmonisation, the accounting of network access lines will be adjusted. From 1 January 2025, access lines will be classified as leases in accordance with IFRS 16 and the exemption for low-value assets will no longer be applied. Right-of-use assets and lease liabilities will therefore be recognised for these access lines. The change results in a more relevant and better presentation of leases for access lines in the consolidated financial statements and increases comparability with the peer group from the telecommunications sector. The previous year was restated as follows:

In CHF million	1.1.2024 reported	1.1.2024 restated	31.12.2024 reported	31.12.2024 restated
Balance sheet				
Right-of-use assets	1,972	2,033	4,129 ¹	4,363
Trade payables	1,611	1,567	2,698 ¹	2,647
Lease liabilities	1,915	2,021	3,677 ¹	3,962
Equity	11,622	11,621	12,155	12,154

1 Incl. updated provisional purchase price allocation of Vodafone Italia.

In CHF million	Full year 2024 reported	Full year 2024 restated	1.1.–30.6.2024 reported	1.1.–30.6.2024 restated
Income statement				
Direct costs	(3,007) ¹	(2,596)	(1,429) ¹	(1,225)
Depreciation of right-of-use assets	(261)	(670)	(130)	(333)
Interest expense on lease liabilities	(48)	(50)	(24)	(25)
Net income	1,541	1,541	836	836
Comprehensive income	1,681	1,681	1,098	1,098
Basic and diluted earnings per share (in CHF)	29.77	29.77	16.14	16.14
Cash flow statement				
Cash flow from operating activities	3,977	4,388	1,659	1,862
Cash flow from financing activities	6,819	6,408	3,760	3,557

1 Incl. changes in classification and presentation of direct and indirect costs as described below.

On basis of recent changes in accounting standards, Swisscom has reviewed the revenue recognition for streaming services with a minimum purchase obligation. Until 31 December 2024, the minimum purchase obligation was taken into account as an indicator for the judgement of whether Swisscom acts as principal or agent. As a result, some contracts for streaming services were recognised gross. As a result of the review, all contracts for streaming services will be recognised on a net basis from 2025 on. The prior year's comparatives have been restated accordingly. The change decreases revenue and direct costs, for the 2024 financial year by CHF 19 million in each case (first six months of 2024: CHF 8 million).

Swisscom reviewed the classification and presentation of direct and indirect costs. The review resulted primarily in the introduction of changes to the way allowances for receivables and contract assets are classified. As of 2025, these will be reported as direct costs. In the past, these costs were included in indirect costs. The change will improve the presentation of the cost structure of Swisscom and thus facilitate the management and planning of direct and indirect costs. The prior year's comparatives have been restated accordingly. The change increases direct costs, and reduces indirect costs, for the 2024 financial year by CHF 53 million in each case (first six months of 2024: CHF 25 million).

2 Segment information

General disclosures

As a result of the acquisition of Vodafone Italia at end of 2024, Swisscom has amended its governance and organisational structure. A Group Executive Committee, which is headed by the CEO, was created for Group-wide management. The business in Switzerland and Italy is now each managed by an Executive Committee. Segment reporting has been adapted to the organisational structure accordingly. From the financial year 2025, reporting is divided into the segments Switzerland, Italy and Others.

From the 2025 financial year onwards, the EBITDA after lease expense (EBITDAaL) metric will be used to measure and report on the financial performance of the Group and the operating segments. Following the acquisition of Vodafone Italia and the adapted principles for lease accounting from the 2025 financial year onwards, the importance of leases has seen a sharp increase. Compared to the previous EBITDA metric, the EBITDAaL metric is considered more reliable and more relevant for financial management (allocation of resources and measurement of financial performance) and communication with investors. It will also boost comparability with other telecommunications providers.

Segment expense encompasses the direct costs, personnel expense and other indirect costs. In the segment reporting, lease expense of CHF 816 million (prior year: CHF 349 million) are allocated to direct costs (current year: CHF 438 million; prior year CHF 204 million) and other indirect costs (current year: CHF 378 million; prior year: CHF 145 million). Pension cost includes ordinary employer contributions. The difference between the ordinary employer contributions and the pension cost as provided for under IAS 19 is reported in the elimination column. The elimination column in the segment result, which totals CHF –33 million (prior year: CHF –11 million), includes expense of CHF 8 million (prior year: income CHF 9 million) as a pension cost reconciliation item in accordance with IAS 19.

Capital expenditure consists of the purchase of property, plant and equipment and intangible assets and payments for indefeasible rights of use (IRU). In general, IRUs are paid in full at the beginning of the use and are classified as leases under IFRS 16. From an economic point of view, IRU payments will be considered as capital expenditure in the segment information. Capital expenditure in the first three months of 2025 includes IRU payments of CHF 24 million (prior year: CHF 7 million).

Segment information 2025

1.1.–30.6.2025, in CHF million	Switzerland	Italy	Others	Elimination	Total
Residential customers	2,123	1,573	–	–	3,696
Business customers	1,475	1,488	194	–	3,157
Wholesale customers	268	317	–	–	585
Other	8	–	–	–	8
External revenue	3,874	3,378	194	–	7,446
Intersegment revenue	23	2	335	(360)	–
Revenue	3,897	3,380	529	(360)	7,446
Direct costs	(742)	(1,593)	(44)	29	(2,350)
Personel expense	(1,083)	(253)	(204)	(7)	(1,547)
Other indirect costs	(388)	(774)	(218)	305	(1,075)
EBITDA after lease expense (EBITDAaL)	1,684	760	63	(33)	2,474
Lease expense					816
Operating income before depreciation and amortisation (EBITDA)					3,290
Depreciation and amortisation of property, plant and equipment and intangible assets					(1,562)
Depreciation of right-of-use assets					(782)
Operating income (EBIT)					946
Financial income					19
Financial expense					(199)
Result of equity-accounted investees					–
Income before income taxes					766
Income tax expense					(141)
Net income					625
EBITDA after lease expense (EBITDAaL)	1,684	760	63	(33)	2,474
Capital expenditure	(833)	(661)	(16)	25	(1,485)
Operating free cash flow	851	99	47	(8)	989

Segment information 2024

1.1.–30.6.2024, in CHF million, restated	Switzerland	Italy	Others	Elimination	Total
Residential customers	2,141	555	–	–	2,696
Corporate customers	1,543	556	213	–	2,312
Wholesale customers	257	172	–	–	429
Other	9	–	–	–	9
External revenue	3,950	1,283	213	–	5,446
Intersegment revenue	24	3	324	(351)	–
Revenue	3,974	1,286	537	(351)	5,446
Direct costs	(786)	(630)	(43)	30	(1,429)
Personnel expense	(1,086)	(110)	(218)	10	(1,404)
Other indirect costs	(399)	(170)	(210)	300	(479)
EBITDA after lease expense (EBITDAaL)	1,703	376	66	(11)	2,134
Lease expense					349
Operating income before depreciation and amortisation (EBITDA)					2,483
Depreciation and amortisation of property, plant and equipment and intangible assets					(1,061)
Depreciation of right-of-use assets					(333)
Operating income (EBIT)					1,089
Financial income					35
Financial expense					(99)
Result of equity-accounted investees					(1)
Income before income taxes					1,024
Income tax expense					(188)
Net income					836
EBITDA after lease expense (EBITDAaL)	1,703	376	66	(11)	2,134
Capital expenditure	(865)	(295)	(18)	21	(1,157)
Operating free cash flow	838	81	48	10	977

3 Operating costs

Direct costs

In CHF million	1.1.–30.6.2025	1.1.–30.6.2024
Customer premises equipment and merchandise	672	450
Services purchased	549	335
Costs to obtain a contract	249	115
Costs to fulfill a contract	34	38
Network access costs	357	262
Allowances for receivables and contract assets	50	25
Total direct costs	1,911	1,225

Indirect costs

In CHF million	1.1.–30.6.2025	1.1.–30.6.2024
Salary and social security expenses	1,513	1,378
Other personnel expense	35	26
Total personnel expense	1,548	1,404
Information technology cost	167	143
Maintenance expense	144	122
Energy costs	219	81
Advertising and selling expenses	98	74
Consultancy expenses and freelance workforce	51	49
Rent network capacities	37	34
Call centre services purchased	71	57
Administration expense	21	16
Miscellaneous operating expenses	332	140
Total other operating expense	1,140	716
Capitalised self-constructed tangible and intangible assets	(345)	(301)
Own work for capitalised contract costs	(14)	(21)
Gain on sale of property, plant and equipment	(14)	(4)
Miscellaneous income	(70)	(56)
Total capitalised self-constructed assets and other income	(443)	(382)
Total indirect costs	2,245	1,738

Capitalised self-constructed tangible and intangible assets include personnel costs for the manufacture of technical installations, the construction of network infrastructure and the development of software for internal use.

4 Dividend

On 26 March 2025, the Annual General Meeting of Swisscom Ltd approved the payment of an unchanged gross dividend of CHF 22 per share. A total dividend amount of CHF 1,140 million was paid out on 1 April 2025.

5 Financial liabilities

In CHF million	Carrying amount 1.1.2025	Issuance	Repayment	Other changes ¹	Carrying amount 30.6.2025	Fair Value
Financial liabilities						
Bank loans	3,394	280	(1,740)	(28)	1,906	1,935
Debenture bonds	9,832	836	–	22	10,690	10,743
Private placements	322	–	–	1	323	327
Derivative financial instruments	211	5	–	28	244	244
Other financial liabilities	233	1	(20)	(17)	197	198
Total financial liabilities	13,992	1,122	(1,760)	6	13,360	13,447

¹ Interest expense, interest payments, non-cash changes and foreign currency translation adjustments.

As of 30 June 2025, Swisscom has taken out short-term bank loans on a weekly and monthly basis amounting to CHF 280 million. In the first six months of 2025, Swisscom issued two debenture bonds. A first debenture bond in the amount of EUR 500 million (CHF 464 million) with a coupon of 3.125% and a maturity of 7 years and a second debenture bond of EUR 400 million (CHF 372 million) with a coupon based on 3-month Euribor plus a margin of 0.37% and a maturity of two years. The raised funds were used to refinance existing debt. In the first six months of 2025, Swisscom repaid bank loans of EUR 1,150 million (CHF 984 million) and CHF 756 million.

Swisscom has two confirmed lines of credit amounting to CHF 1,700 million and CHF 1,200 million, both maturing in 2028. The line of credit amounting to CHF 1,700 million is a sustainability-linked loan. The amount of the credit margin is linked to the achievement of defined sustainability targets by Swisscom. As of 30 June 2025, neither of these lines of credit had been drawn down, as in the prior year.

6 Financial result

In CHF million	1.1.–30.6.2025	1.1.–30.6.2024
Interest income on financial assets	7	12
Foreign exchange gains	1	9
Interest and present-value adjustments on provisions	–	6
Other financial income	11	8
Total financial income	19	35
Interest expense on financial liabilities	(122)	(48)
Interest expense on lease liabilities	(56)	(25)
Interest and present-value adjustments on provisions	(5)	–
Other financial expense	(16)	(26)
Total financial expense	(199)	(99)
Financial income and financial expense, net	(180)	(64)
Net interest expense on financial assets and liabilities	(115)	(36)

7 Net current operating assets

Operating assets and liabilities changed as follows in the first six months of 2025:

In CHF million	1.1.2025	Operational changes	Other changes ¹	30.6.2025
Trade receivables	2,866	(116)	(9)	2,741
Other operating assets	1,739	146	(4)	1,881
Trade payables	(2,647)	21	12	(2,614)
Other operating liabilities	(1,963)	53	19	(1,891)
Total operating assets and liabilities, net	(5)	104	18	117

1 Foreign currency translation and adjustments from acquisition and sale of subsidiaries.

Other operating assets and liabilities

In CHF million	30.6.2025	31.12.2024
Other operating assets		
Contract assets	192	182
Contract costs	485	508
Other receivables	124	109
Inventories	272	271
Prepaid expenses	589	514
Other operating assets	219	155
Total other operating assets	1,881	1,739
Other operating liabilities		
Contract liabilities	1,177	1,242
Accruals for variable performance-related bonus	91	193
Value-added taxes payable	112	86
Other operating liabilities	511	442
Total other operating liabilities	1,891	1,963

8 Goodwill

As a result of the acquisition of Vodafone Italia at the end of 2024, Swisscom has amended its governance and organisational structure and thus also its segment reporting from 2025. Segment reporting now comprises the Switzerland, Italy and Others segments. The allocation of Swisscom's goodwill has been adjusted in line with the new segment reporting. The goodwill from Vodafone Italia is allocated to the cash-generating unit Italy. The goodwill recognised as at 31 December 2024 of CHF 6,399 million is now allocated to the cash-generating units as follows:

In CHF million	Switzerland	Italy	Others
Residential Customers Swisscom Switzerland	2,765	–	–
Business Customers Swisscom Switzerland	1,534	–	–
Wholesale Customers Swisscom Switzerland	46	–	–
Fastweb	–	471	–
Vodafone Italia	–	1,246	–
Others ¹	–	–	337
Total goodwill	4,345	1,717	337

1 Comprises the cash-generating units Swisscom Directories, Ajila and i-Web.

9 Provisions and contingent liabilities

Provisions

In CHF million	Dismantlement and restoration costs	Regulatory and competition law proceedings	Others	Total
Balance at 1 January 2025	1,070	152	369	1,591
Additions to provisions	–	3	25	28
Adjustments recorded under property, plant and equipment	(34)	–	–	(34)
Interest and present-value adjustments	5	–	–	5
Release of unused provisions	–	–	(5)	(5)
Use of provisions	(9)	–	(143)	(152)
Foreign currency translation adjustments	(1)	–	(2)	(3)
Balance at 30 June 2025	1,031	155	244	1,430
Thereof current provisions	4	18	113	135
Thereof non-current provisions	1,027	137	131	1,295

Contingent liabilities for regulatory and competition law proceedings

With regard to the contingent liabilities reported in the 2024 consolidated financial statements in connection with regulatory and antitrust proceedings, Swisscom is of the opinion that an outflow of resources is unlikely and, as before, has therefore not recognised any provisions for this in the consolidated financial statements as at 30 June 2025.

10 Acquisition of Vodafone Italia

On 31 December 2024, Swisscom completed the acquisition of 100% of Vodafone Italia for a purchase price of EUR 8.0 billion (cash and debt-free). The preliminary total consideration for the acquisition of Vodafone Italia is EUR 7,903 million (CHF 7,438 million). The purchase price is subject to an adjustment based on Vodafone Italia's final net financial position as at 31 December 2024. The purchase price adjustment is expected to be paid until the end of 2025.

The business combination was provisionally recognised in the consolidated financial statements as at 31 December 2024, as not all the information required to determine the fair values of the acquired assets and liabilities was available at the time Swisscom's consolidated financial statements were prepared. The provisional purchase price allocation was updated as of 30 June 2025 as follows:

In million	EUR	CHF
Cash and cash equivalents	64	60
Trade receivables	865	814
Other operating assets	439	413
Current income tax assets	73	69
Property, plant and equipment	2,212	2,081
Intangible assets	4,670	4,394
Right-of-use assets	2,191	2,062
Other assets	55	52
Financial liabilities	(143)	(134)
Lease liabilities	(1,779)	(1,674)
Trade payables	(1,222)	(1,150)
Other operating liabilities	(523)	(492)
Provisions	(246)	(231)
Deferred tax liabilities	(5)	(5)
Other liabilities	(71)	(67)
Identified assets and liabilities	6,580	6,192
Goodwill	1,323	1,246
Consideration	7,903	7,438
Thereof cash payments	7,885	7,420
Thereof cash flow hedge reserve reclassified	18	18

In the six months of 2025, the fair values for customer relationships and mobile-phone licences in particular were updated on a provisional basis. As at 30 June 2025, the fair value of the recognised customer relationships amounted to EUR 2.2 billion (CHF 2.1 billion) and that of the mobile-phone licences EUR 1.4 billion (CHF 1.3 billion). In the 2024 consolidated financial statements, an amount of EUR 3.8 billion (CHF 3.6 billion) was recognised for these items. As of 30 June 2025, provisional goodwill amounted to EUR 1,323 million (CHF 1,246 million). In the 2024 consolidated financial statements, recognised goodwill was EUR 1,217 million (CHF 1,145 million).

Further adjustments to the fair value of the identifiable assets acquired and liabilities assumed are possible up to twelve months from the date of acquisition. For this reason, the goodwill recognised is provisional.

Alternative performance measures

Swisscom uses key indicators defined in the IFRS Accounting Standards (IFRS) throughout its entire financial reporting, as well as selected alternative performance measures (APMs). These alternative measures provide useful information on the Group's financial situation and are used for financial management and control purposes. As these measures are not defined under IFRS, the calculation may differ from the published APMs of other companies. For this reason, comparability across companies may be limited. The key alternative performance measures used at Swisscom for the interim financial reporting as at 30 June 2025 are defined as follows:

Key performance measure	Swisscom definition
Adjustments	Significant items that, due to their exceptional nature, cannot be considered part of the Swisscom Group's ongoing performance, such as restructuring costs, pension cost (IAS 19 reconciliation) and significant positions in connection with legal cases or other non-recurring items. In addition, significant mergers and acquisitions and the non-retroactive application of changes to IFRS accounting principles and standards may affect comparability with the previous year.
At constant exchange rates	Key performance measures considering currency effects (figures for 2025 are translated at the 2024 exchange rate to eliminate the currency effect).
EBITDA after lease expense (EBITDAal)	Operating income before depreciation and amortisation less lease expense (excl. depreciation on indefeasible rights of use (IRU) which are classified as leases under IFRS 16).
Capital expenditure	Purchase of property, plant and equipment and intangible assets and payments for indefeasible rights of use (IRU) which are classified as leases under IFRS 16. In general, IRUs are paid in full at the beginning of use.
Operating free cash flow	Operating income before depreciation and amortisation (EBITDA) less investments in property, plant and equipment and intangible assets as well as payments for network access rights (IRU) and leasing expenses. Leasing expenses include interest expenses on leasing liabilities and depreciation of rights of use excluding depreciation of rights of use for network access (IRU) as well as impairments of rights of use.
Free cash flow	Cash flows from operating and investing activities excl. cash flows from the purchase and sale of subsidiaries and purchase of and proceeds from equity-accounted investees and other financial assets.
Net debt	Financial liabilities and lease liabilities less cash and cash equivalents, listed debt instruments and derivative financial instruments.

Reconciliation of alternative performance measures

in CHF million	1.1.–30.6.2025	1.1.–30.6.2024	Change reported
EBITDA after lease expense (EBITDAaL)			
Operating income before depreciation and amortisation	3,290	2,483	807
Depreciation of right-of-use assets	(782)	(333)	(449)
Depreciation of indefeasible rights of use (IRU)	22	9	13
Interest expense on lease liabilities	(56)	(25)	(31)
EBITDA after lease expense (EBITDAaL)	2,474	2,134	340
Capital expenditure			
Purchase of property, plant and equipment and intangible assets	1,461	1,150	27.0%
Payments for indefeasible rights of use (IRU)	24	7	242.9%
Capital expenditure	1,485	1,157	28.3%
Operating free cash flow			
Cash flow from operating activities	2,745	1,862	883
Purchase of property, plant and equipment and intangible assets	(1,461)	(1,150)	(311)
Payments for indefeasible rights of use (IRU)	(24)	(7)	(17)
Depreciation of right-of-use assets	(782)	(333)	(449)
Depreciation of indefeasible rights of use (IRU)	22	9	13
Proceeds from finance leases	(42)	(38)	(4)
Change in deferred gain from the sale and leaseback of real estate	2	2	–
Change in operating assets and liabilities	104	348	(244)
Change in provisions	127	36	91
Change in defined benefit obligations	(9)	6	(15)
Gain on sale of property, plant and equipment	14	4	10
Loss on sale of property, plant and equipment	(2)	–	(2)
Expense for share-based payments	(1)	(1)	–
Revenue from finance leases	44	42	2
Interest received	(9)	(13)	4
Interest payments on financial liabilities	78	22	56
Dividends received	(1)	(1)	–
Income taxes paid	184	189	(5)
Operating free cash flow	989	977	12
Free cash flow			
Cash flow from operating activities	2,745	1,862	883
Cash flow used in investing activities	(1,542)	(1,155)	(387)
Repayment of lease liabilities	(785)	(356)	(429)
Acquisition of subsidiaries, net of cash and cash equivalents acquired	8	10	(2)
Purchase of other financial assets	68	4	64
Proceeds from other financial assets	–	(12)	12
Other cash flows from financing activities	2	–	2
Free cash flow	496	353	143

in CHF million	1.1.–30.6.2025	1.1.–30.6.2024	Change reported	Change at constant exchange rates
Revenue, reported	7,446	5,446	36.7%	37.9%
Pro forma revenue Vodafone Italia -	2 173			
Revenue, pro forma	7,446	7,619	-2.3%	-1.4%
EBITDA after lease expense (EBITDAaL), reported	2,474	2,134	15.9%	16.6%
Pro forma EBITDAaL Vodafone Italia	—	484		
EBITDAaL, pro forma	2,474	2,618	-5.5%	-4.9%
Restructuring cost	2	—		
Integration cost of Vodafone Italia	19	—		
Transaction cost for the acquisition of Vodafone Italia	—	13		
Release of provisions for legal proceedings in Switzerland	—	(24)		
Pension cost (IAS 19 reconciliation)	8	(9)		
EBITDAaL, adjusted	2,503	2,598	-3.7%	-3.1%
Capital expenditure, reported	1,485	1,157	28.3%	29.4%
Pro forma capital expenditure Vodafone Italia	—	455		
Capital expenditure, pro forma	1,485	1,612	-7.9%	-7.1%
Integration capital expenditure of Vodafone Italia	(32)	(50)		
Capital expenditure, adjusted	1,453	1,562	-7.0%	-6.2%
Operating free cash flow, reported	989	977	1.2%	1.2%
Pro forma operating free cash flow Vodafone Italia	—	29		
Operating free cash flow, pro forma	989	1,006	-1.7%	-1.4%
EBITDAaL adjustments	29	(20)		
Capital expenditure adjustments	32	50		
Operating free cash flow, adjusted	1,050	1,036	1.4%	1.6%

Further information

Share information

Swisscom share performance indicators

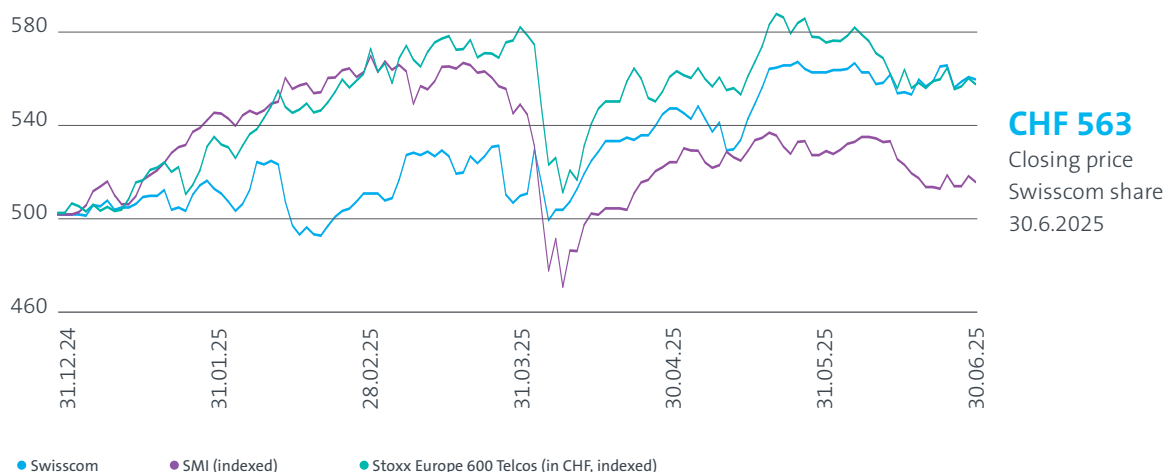
31.12.2024–30.6.2025	SIX Swiss Exchange
Closing price as at 31 December 2024 in CHF ¹	504.50
Closing price as at 30 June 2025 in CHF ¹	562.50
Year high in CHF ¹	573.50
Year low in CHF ¹	491.00
Total volume of traded shares	13,335,559
Total turnover in CHF million	7,016.77
Daily average of traded shares	109,308
Daily average in CHF million	57.51

Source: Bloomberg

1 paid prices

Share performance

Share performance since 1 January 2025 in CHF



Financial calendar

- 06 November 2025 2025 Third-Quarter Results
- 12 February 2026 2025 Annual Results and Annual Report

Stock exchanges

Swisscom shares are listed on the SIX Swiss Exchange under the symbol SCMN (Securities No. 874251). In the United States, they are traded in the form of American Depositary Receipts (ADR) at a ratio of 1:10 (Over The Counter, Level 1) under the symbol SCMZY (Pink Sheet No. 69769).

Quarterly review 2024 and 2025

In CHF million, except where indicated	Q1	Q2	Q3	Q4	2024	Q1	Q2	Q3	Q4	2025
Financial data, reported										
Revenue	2,699	2,747	2,714	2,857	11,017	3,759	3,687			7,446
Direct costs	(694)	(735)	(737)	(841)	(3,007)	(1,188)	(1,162)			(2,350)
Indirect costs	(922)	(961)	(890)	(1,173)	(3,946)	(1,294)	(1,328)			(2,622)
EBITDA after lease expense (EBITDAaL)	1,083	1,051	1,087	843	4,064	1,277	1,197			2,474
Lease expense	172	177	176	178	703	409	407			816
EBITDA	1,255	1,228	1,263	1,021	4,767	1,686	1,604			3,290
Depreciation and amortisation	(522)	(539)	(530)	(553)	(2,144)	(773)	(789)			(1,562)
Depreciation of right-of-use assets	(165)	(168)	(168)	(169)	(670)	(394)	(388)			(782)
Operating income (EBIT)	568	521	565	299	1,953	519	427			946
Financial income and financial expense, net	(14)	(50)	(13)	(13)	(90)	(77)	(103)			(180)
Equity-accounted investees	–	(1)	–	(1)	(2)	–	–			–
Income before income taxes (EBT)	554	470	552	285	1,861	442	324			766
Income tax expense	(99)	(89)	(105)	(27)	(320)	(75)	(66)			(141)
Net income	455	381	447	258	1,541	367	258			625
Earnings per share (in CHF)	8.78	7.35	8.63	5.00	29.77	7.08	5.00			12.08
Capital expenditure	594	563	574	581	2,312	779	706			1,485
Operating free cash flow	489	488	513	262	1,752	498	491			989
Free cash flow	198	155	684	400	1,437	471	25			496
Net debt	7,171	8,108	7,507	16,046	16,046	15,634	16,529			16,529
Financial data, pro forma										
Revenue	3,806	3,813	3,798	3,941	15,358	3,759	3,687			7,446
Direct costs	(1,171)	(1,191)	(1,188)	(1,341)	(4,891)	(1,188)	(1,162)			(2,350)
Indirect costs	(1,268)	(1,371)	(1,260)	(1,524)	(5,423)	(1,294)	(1,328)			(2,622)
EBITDA after lease expense (EBITDAaL)	1,367	1,251	1,350	1,076	5,044	1,277	1,197			2,474
Lease expense	399	410	404	402	1,615	409	407			816
EBITDA	1,766	1,661	1,754	1,478	6,659	1,686	1,604			3,290
Capital expenditure	897	715	733	770	3,115	779	706			1,485
Operating free cash flow	470	536	617	306	1,929	498	491			989
Financial data, pro forma adjusted										
EBITDAaL, pro forma	1,367	1,251	1,350	1,076	5,044	1,277	1,197			2,474
Regulatory litigations	(24)	–	–	–	(24)	–	–			–
Transaction cost Vodafone Italia	6	7	5	42	60	–	–			–
Restructuring cost	–	–	–	13	13	–	2			2
Adjustments Switzerland	(18)	7	5	55	49	–	2			2
Integration cost	–	–	–	167	167	6	13			19
Adjustments Italy	–	–	–	167	167	6	13			19
Restructuring cost segment Others	–	–	–	1	1	–	–			–
Reconciliation pension cost Group	(4)	(5)	(5)	(11)	(25)	4	4			8
Total adjustments	(22)	2	–	212	192	10	19			29
EBITDAaL, pro forma adjusted	1,345	1,253	1,350	1,288	5,236	1,287	1,216			2,503

In CHF million, except where indicated	Q1	Q2	Q3	Q4	2024	Q1	Q2	Q3	Q4	2025
Financial data										
Revenue										
Switzerland	1,986	1,988	1,971	2,031	7,976	1,962	1,935			3,897
Italy	1,731	1,728	1,738	1,816	7,013	1,717	1,663			3,380
Others	252	285	283	291	1,111	259	270			529
Elimination	(163)	(188)	(194)	(197)	(742)	(179)	(181)			(360)
Total revenue, pro forma	3,806	3,813	3,798	3,941	15,358	3,759	3,687			7,446
Vodafone Italia	(1,107)	(1,066)	(1,084)	(1,084)	(4,341)	–	–			–
Total revenue, reported	2,699	2,747	2,714	2,857	11,017	3,759	3,687			7,446
EBITDA after lease expense (EBITDAaL)										
Switzerland	886	817	847	779	3,329	865	819			1,684
Italy	455	405	470	273	1,603	398	362			760
Others	30	36	38	32	136	31	32			63
Reconciliation pension cost	4	5	5	11	25	(4)	(4)			(8)
Elimination	(8)	(12)	(10)	(19)	(49)	(13)	(12)			(25)
Total EBITDAaL, pro forma	1,367	1,251	1,350	1,076	5,044	1,277	1,197			2,474
Vodafone Italia	(284)	(200)	(263)	(233)	(980)	–	–			–
Total EBITDAaL, reported	1,083	1,051	1,087	843	4,064	1,277	1,197			2,474
Capital expenditure										
Switzerland	445	420	437	423	1,725	423	410			833
Italy	452	298	295	355	1,400	360	301			661
Others	8	10	11	10	39	9	7			16
Elimination	(8)	(13)	(10)	(18)	(49)	(13)	(12)			(25)
Total capital expenditure, pro forma	897	715	733	770	3,115	779	706			1,485
Vodafone Italia	(303)	(152)	(159)	(189)	(803)	–	–			–
Total capital expenditure, reported	594	563	574	581	2,312	779	706			1,485
Operating free cash flow										
Switzerland	441	397	410	356	1,604	442	409			851
Italy	3	107	175	(82)	203	38	61			99
Others	22	26	27	22	97	22	25			47
Reconciliation pension cost	4	5	5	11	25	(4)	(4)			(8)
Elimination	–	1	–	(1)	–	–	–			–
Total operating free cash flow, pro forma	470	536	617	306	1,929	498	491			989
Vodafone Italia	19	(48)	(104)	(44)	(177)	–	–			–
Total operating free cash flow, reported	489	488	513	262	1,752	498	491			989
Operational data in thousand and headcount in FTEs										
Operational data Switzerland										
Mobile postpaid access line	5,360	5,382	5,417	5,460	5,460	5,511	5,556			5,556
Broadband access lines retail	1,991	1,982	1,973	1,967	1,967	1,953	1,947			1,947
TV access lines	1,526	1,511	1,499	1,493	1,493	1,481	1,475			1,475
Fixed telephony access lines	1,203	1,181	1,159	1,137	1,137	1,108	1,087			1,087
Broadband access lines wholesale	704	712	722	731	731	742	749			749
Operational data Italy										
Broadband access lines	6,058	5,992	5,946	5,916	5,916	5,849	5,792			5,792
Broadband access lines wholesale	720	778	832	905	905	968	1,018			1,018
Mobile access lines	20,174	20,116	20,110	20,216	20,216	20,215	20,207			20,207
Full-time equivalent employees										
Switzerland	13,389	13,361	13,400	13,319	13,319	13,280	13,158			13,158
Italy	7,637	7,650	7,266	7,251	7,251	7,220	7,165			7,165
Others	3,334	3,325	3,314	3,269	3,269	3,217	3,175			3,175
Total FTEs	24,360	24,336	23,980	23,839	23,839	23,717	23,498			23,498

Forward-looking statements

This Interim Report is published in English.

This interim report contains forward-looking statements. In this Interim Report, such forward-looking statements include, without limitation, statements relating to our financial position, results of operations and business and certain of our strategic plans and objectives.

Because these forward-looking statements are subject to risks and uncertainties, actual future results may differ materially from those expressed in or implied by the statements. Many of these risks and uncertainties relate to factors which are beyond Swisscom's ability to control or estimate precisely, such as future market conditions, currency fluctuations, the behaviour of other market participants, the actions of governmental regulators and other risk factors detailed in Swisscom's, Fastweb's and Vodafone Italia's (Fastweb + Vodafone) past and future filings and reports, including those filed with the U.S. Securities and Exchange Commission and in past and future filings, press releases, reports and other information posted on Swisscom Group companies' websites.

Readers are cautioned not to put undue reliance on forward-looking statements, which relate only to the date of this communication.

Swisscom disclaims any intention or obligation to update and revise any forward-looking statements, whether as a result of new information, future events or otherwise.