

FIVE-YEAR FINANCIAL HIGHLIGHTS

(in thousands of dollars, except other statistics, per share data and ratios)	2007	2006 ⁽¹⁾	2005	2004	(RESTATED) 2003
	\$	\$	\$	\$	\$
OPERATIONS					
REVENUE	938,880	620,001	554,404	526,480	489,194
OPERATING INCOME BEFORE AMORTIZATION	370,753	252,978	227,521	203,246	175,609
FINANCIAL EXPENSE	84,569	57,366	55,692	57,957	61,113
INCOME BEFORE INCOME TAXES	96,861	74,830	46,741	5,075	4,262
NET INCOME (LOSS)	84,691	65,556	28,721	(32,194)	(124)
CASH FLOW					
CASH FLOW FROM OPERATIONS	284,565	194,739	170,938	144,778	112,525
ACQUISITIONS OF FIXED ASSETS AND INCREASE IN DEFERRED CHARGES	254,008	164,446	125,671	101,244	110,119
BUSINESS ACQUISITION (ADJUSTMENTS)	(1,265)	577,431	—	—	—
FREE CASH FLOW	30,557	30,293	45,267	43,534	2,406
FINANCIAL CONDITION					
FIXED ASSETS	1,119,498	1,021,538	697,526	687,960	723,273
NET ASSETS EMPLOYED ⁽²⁾	2,398,297	2,210,823	1,595,216	1,619,540	1,663,936
TOTAL ASSETS	2,714,339	2,602,603	1,755,796	1,761,379	1,802,744
INDEBTEDNESS	1,027,926	1,316,977	692,481	758,133	806,429
SHAREHOLDERS' EQUITY	1,165,666	745,191	689,484	663,534	695,089
OTHER STATISTICS					
NUMBER OF SHARES OUTSTANDING AT YEAR-END	48,354,687	39,999,212	39,984,586	39,923,915	39,881,143
WEIGHTED AVERAGE NUMBER OF OUTSTANDING SHARES	43,246,025	39,990,239	39,964,857	39,901,595	39,881,871
PER SHARE DATA (BASIC)					
OPERATING INCOME BEFORE AMORTIZATION	8.57	6.33	5.69	5.09	4.40
NET INCOME (LOSS)	1.96	1.64	0.72	(0.81)	(0.00)
CASH FLOW FROM OPERATIONS	6.58	4.87	4.28	3.63	2.82
RETURN RATIOS					
OPERATING MARGIN ⁽³⁾	39.5%	40.8%	41.0%	38.6%	35.9%
RETURN ON AVERAGE NET ASSETS EMPLOYED ⁽⁴⁾	16.1%	13.3%	14.2%	12.4%	10.5%
RETURN ON EQUITY ⁽⁵⁾	8.9%	9.1%	4.2%	(4.7)%	(0.0)%
FINANCIAL RATIOS					
NET INDEBTEDNESS ⁽⁶⁾ /OPERATING INCOME BEFORE AMORTIZATION	2.6	4.9	3.0	3.7	4.6
INTEREST COVERAGE ⁽⁷⁾	4.4	4.4	4.1	3.5	2.9
NET INDEBTEDNESS ⁽⁶⁾ /SHAREHOLDERS' EQUITY	0.8	1.7	1.0	1.1	1.2

(1) FOR FISCAL YEAR 2006, THE RATIO INCLUDES THE FINANCIAL RESULTS FOR A ONE-MONTH PERIOD OF CABOVIÇÃO—TELEVISÃO POR CABO, S.A.

(2) TOTAL ASSETS LESS CASH AND CASH EQUIVALENTS, ACCOUNTS PAYABLE AND ACCRUED LIABILITIES AND DEFERRED AND PREPAID INCOME.

(3) OPERATING INCOME BEFORE AMORTIZATION/REVENUE.

(4) OPERATING INCOME BEFORE AMORTIZATION/AVERAGE NET ASSETS EMPLOYED.

(5) NET INCOME APPLICABLE TO MULTIPLE VOTING SHARES AND SUBORDINATE VOTING SHARES/AVERAGE SHAREHOLDERS' EQUITY.

(6) INDEBTEDNESS NET OF CASH AND CASH EQUIVALENTS.

(7) OPERATING INCOME BEFORE AMORTIZATION/FINANCIAL EXPENSE.