



TABLE 1
Condensed Consolidated Statement of Operations
(Unaudited)

	Three Months Ended March 31,	
	2007	2006
(dollars in millions, except per share data)		
Revenues	\$7,388	\$5,595
Operating expenses	2,759	2,073
Selling, general and administrative expenses	1,866	1,422
	<u>4,625</u>	<u>3,495</u>
Operating cash flow	2,763	2,100
Depreciation expense	1,225	880
Amortization expense	277	216
	<u>1,502</u>	<u>1,096</u>
Operating income	1,261	1,004
Other income (expense)		
Interest expense	(568)	(476)
Investment income (loss), net	174	64
Equity in net (losses) income of affiliates, net	(21)	(9)
Other income (expense)	513	13
	<u>98</u>	<u>(408)</u>
Income before income taxes and minority interest	1,359	596
Income tax expense	(526)	(147)
Income before minority interest	833	449
Minority interest	4	(11)
	<u>4</u>	<u>(11)</u>
Net income from continuing operations	837	438
Income from discontinued operations, net of tax	-	28
	<u>-</u>	<u>28</u>
Net income	\$837	\$466
	<u>\$837</u>	<u>\$466</u>
Basic earnings per common share		
Income from continuing operations	\$ 0.27	\$ 0.14
Income from discontinued operations	-	0.01
Net income	<u>\$ 0.27</u>	<u>\$ 0.15</u>
Diluted earnings per common share		
Income from continuing operations	\$ 0.26	\$ 0.14
Income from discontinued operations	-	0.01
Net income	<u>\$ 0.26</u>	<u>\$ 0.15</u>
Basic weighted-average number of common shares	<u>3,125</u>	<u>3,202</u>
Diluted weighted-average number of common shares	<u>3,161</u>	<u>3,213</u>



TABLE 2
Condensed Consolidated Balance Sheet
(Unaudited)

(dollars in millions)	<u>March 31, 2007</u>	<u>December 31, 2006</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$1,037	\$1,239
Investments	1,248	1,735
Accounts receivable, net	1,282	1,450
Other current assets	688	778
Total current assets	<u>4,255</u>	<u>5,202</u>
Investments	6,077	8,847
Property and equipment, net	22,513	21,248
Franchise rights	57,838	55,927
Goodwill	14,076	13,768
Other intangible assets, net	5,022	4,881
Other noncurrent assets, net	<u>556</u>	<u>532</u>
	<u>\$110,337</u>	<u>\$110,405</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Accounts payable and accrued expenses related to trade creditors	\$2,980	\$2,862
Accrued expenses and other current liabilities	2,957	3,032
Deferred income taxes	388	563
Current portion of long-term debt	1,049	983
Total current liabilities	<u>7,374</u>	<u>7,440</u>
Long-term debt, less current portion	27,222	27,992
Deferred income taxes	26,197	27,089
Other noncurrent liabilities	7,466	6,476
Minority interest	240	241
Stockholders' equity	<u>41,838</u>	<u>41,167</u>
	<u>\$110,337</u>	<u>\$110,405</u>



TABLE 3
Condensed Consolidated Statement of Cash Flows
(Unaudited)

(dollars in millions)

	Three Months Ended March 31,	
	2007	2006
OPERATING ACTIVITIES		
Net cash provided by (used in) operating activities	\$1,965	\$1,738
FINANCING ACTIVITIES		
Proceeds from borrowings	3	2,242
Retirements and repayments of debt	(704)	(1,457)
Repurchases of common stock	(500)	(710)
Issuances of common stock	218	12
Other	4	(9)
Net cash provided by (used in) financing activities	(979)	78
INVESTING ACTIVITIES		
Capital expenditures	(1,454)	(878)
Cash paid for intangible assets	(118)	(69)
Acquisitions, net of cash acquired	(9)	-
Proceeds from sales of investments	392	189
Purchases of investments	(21)	(48)
Proceeds from sales (purchases) of short-term investments, net	(22)	4
Other investing activities	44	2
Net cash provided by (used in) investing activities	(1,188)	(800)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(202)	1,016
CASH AND CASH EQUIVALENTS, beginning of period	1,239	947
CASH AND CASH EQUIVALENTS, end of period	\$1,037	\$1,963

TABLE 4
Calculation of Free Cash Flow
(Unaudited) ⁽¹⁾

(dollars in millions)

	Three Months Ended March 31,	
	2007	2006
Net Cash Provided by (Used In) Operating Activities	\$1,965	\$1,738
Capital Expenditures	(1,454)	(878)
Cash paid for Intangible Assets	(118)	(69)
Nonoperating items, net of tax	49	16
Free Cash Flow	\$442	\$807

(1) See Non-GAAP and Other Financial Measures in Table 7 for the definition of Free Cash Flow.



TABLE 5
Pro Forma Financial Data by Business Segment
(Unaudited) ⁽¹⁾

(dollars in millions)

	<u>Cable</u>	<u>Programming ⁽²⁾</u>	<u>Corporate and Other</u>	<u>Total</u>
<u>Three Months Ended March 31, 2007</u>				
Revenues	\$6,998	\$302	\$88	\$7,388
Operating Cash Flow	\$2,793	\$65	(\$95)	\$2,763
Operating Income (Loss)	\$1,353	\$18	(\$110)	\$1,261
Operating Cash Flow Margin	39.9%	21.3%	NM	37.4%
Capital Expenditures ⁽³⁾	\$1,443	\$4	\$7	\$1,454
<u>Three Months Ended March 31, 2006</u>				
Revenues	\$6,232	\$239	\$87	\$6,558
Operating Cash Flow	\$2,443	\$50	(\$56)	\$2,437
Operating Income (Loss)	\$1,142	\$9	(\$76)	\$1,075
Operating Cash Flow Margin	39.2%	20.8%	NM	37.2%
Capital Expenditures ⁽³⁾	\$967	\$8	\$7	\$982

(1) See Non-GAAP and Other Financial Measures in Table 7. Historical financial data by business segment, in accordance with generally accepted accounting principles in the United States (GAAP), is available in the Company's quarterly report on Form 10-Q. All percentages are calculated based on actual amounts. Minor differences may exist due to rounding.

(2) Programming includes our national networks E! Entertainment Television and Style Network (E! Networks), The Golf Channel, VERSUS, G4 and other entertainment related businesses.

(3) Our Cable segment's capital expenditures are comprised of the following categories:

	<u>1Q07</u>	<u>1Q06</u>
New Service Offerings		
Customer Premise Equipment (CPE)	\$802	\$502
Scalable Infrastructure	263	173
	<u>1,065</u>	<u>675</u>
Recurring Capital Projects		
Line Extensions	86	89
Support Capital	150	119
	<u>236</u>	<u>208</u>
Upgrades		
Commercial	118	84
	24	-
Total	<u>\$1,443</u>	<u>\$967</u>

CPE includes costs incurred at the customer residence to secure new customers, revenue units and additional bandwidth revenues (e.g. digital converters). Scalable infrastructure includes costs, not CPE or network related, to secure growth of new customers, revenue units and additional bandwidth revenues or provide service enhancements (e.g. headend equipment). Line extensions include network costs associated with entering new service areas (e.g. fiber/coaxial cable). Support capital includes costs associated with the replacement or enhancement of non-network assets due to obsolescence and wear out (e.g. non-network equipment, land, buildings and vehicles). Upgrades include costs to enhance or replace existing fiber/coaxial cable networks, including recurring betterments.



TABLE 6
Pro Forma Data - Cable Segment Components
(Unaudited) ⁽¹⁾ ⁽²⁾

	Three Months Ended	
	March 31,	
	<u>2007</u>	<u>2006</u>
(dollars in millions, except per subscriber and per unit data)		
Revenues:		
Video ⁽³⁾	\$4,362	\$4,030
High-speed Internet	1,527	1,260
Phone	353	187
Advertising	313	323
Other ⁽⁴⁾	242	242
Franchise fees	<u>201</u>	<u>190</u>
Total Revenues	\$6,998	\$6,232
Operating Cash Flow	\$2,793	\$2,443
Operating Income	\$1,353	\$1,142
Operating Cash Flow Margin	39.9%	39.2%
Capital Expenditures	\$1,443	\$967

	<u>1Q07</u>	<u>1Q06</u>	<u>4Q06</u>
Video			
Homes Passed (000's)	47,700	46,800	47,400
Basic Subscribers (000's)	24,236	24,131	24,161
Basic Penetration	50.9%	51.5%	51.0%
Quarterly Net Basic Subscriber Additions (000's)	75	50	110
Digital Subscribers (000's)	13,309	11,158	12,666
Digital Penetration	54.9%	46.2%	52.4%
Quarterly Net Digital Subscriber Additions (000's)	644	355	613
Digital Set-Top Boxes	20,598	17,075	19,492
Monthly Average Video Revenue per Basic Subscriber	\$60.08	\$55.72	\$58.15
Monthly Average Total Revenue per Basic Subscriber	\$96.39	\$86.18	\$95.09
High-Speed Internet			
"Available" Homes (000's)	47,186	46,139	46,902
Subscribers (000's)	12,050	10,131	11,487
Penetration	25.5%	22.0%	24.5%
Quarterly Net Subscriber Additions (000's)	563	512	488
Monthly Average Revenue per Subscriber	\$43.26	\$42.53	\$42.88
Phone			
Comcast Digital Voice			
"Available" Homes (000's)	34,839	21,611	32,435
Subscribers (000's)	2,426	538	1,855
Penetration	7.0%	2.5%	5.7%
Quarterly Net Subscriber Additions (000's)	571	232	508
Circuit Switched Phone			
"Available" Homes (000's)	8,989	8,817	8,866
Subscribers (000's)	560	917	652
Penetration	6.2%	10.4%	7.4%
Quarterly Net Subscriber Additions (000's)	(93)	(69)	(87)
Monthly Average Total Phone Revenue per Subscriber	\$43.11	\$45.79	\$43.83
Total Revenue Generating Units (000's) ⁽⁵⁾	52,581	46,875	50,822
Total Quarterly Net Additions (000's)	1,759	1,079	1,632

(1) See Non-GAAP and Other Financial Measures in Table 7. All percentages are calculated based on actual amounts. Minor differences may exist due to rounding.

(2) Pro forma financial data includes the results of Susquehanna Communications acquired on April 30, 2006, cable systems acquired in the Adelphia/Time Warner transactions on July 31, 2006, and the cable systems resulting from the dissolution of the Texas/Kansas City Cable Partnership (TKCCP) on January 1, 2007. The net impact of these transactions was to increase the number of basic cable subscribers by 2.6 million.

(3) Video revenues consist of our basic, expanded basic, digital, premium, pay-per-view and equipment services.

(4) Other revenues include installation revenues, guide revenues, commissions from electronic retailing, other product offerings, commercial data services and revenues of our digital media center and regional sports programming networks.

(5) Represents the sum of basic and digital video, high-speed Internet and net phone subscribers, excluding additional outlets. Subscriptions to DVR and/or HDTV services do not result in additional RGUs.



TABLE 7

Non-GAAP and Other Financial Measures

Operating Cash Flow is the primary basis used to measure the operational strength and performance of our businesses. Free Cash Flow is an additional performance measure used as an indicator of our ability to repay debt, make investments and return capital to investors, principally through stock repurchases. We also adjust certain historical data on a pro forma basis following certain acquisitions or dispositions to enhance comparability.

Operating Cash Flow is defined as operating income before depreciation and amortization, excluding impairment charges related to fixed and intangible assets and gains or losses on sale of assets, if any. As such, it eliminates the significant level of non-cash depreciation and amortization expense that results from the capital intensive nature of our businesses and intangible assets recognized in business combinations, and is unaffected by our capital structure or investment activities. Our management and Board of Directors use this measure in evaluating our consolidated operating performance and the operating performance of all of our operating segments. This metric is used to allocate resources and capital to our operating segments and is a significant performance measure in our annual incentive compensation programs. We believe that Operating Cash Flow is also useful to investors as it is one of the bases for comparing our operating performance with other companies in our industries, although our measure of Operating Cash Flow may not be directly comparable to similar measures used by other companies.

As Operating Cash Flow is the measure of our segment profit or loss, we reconcile it to operating income, the most directly comparable financial measure calculated and presented in accordance with generally accepted accounting principles in the United States (GAAP), in the business segment footnote of our quarterly and annual financial statements. Therefore, we believe our measure of Operating Cash Flow for our business segments is not a "non-GAAP financial measure" as contemplated by Regulation G adopted by the Securities and Exchange Commission. Consolidated Operating Cash Flow is a non-GAAP financial measure.

Free Cash Flow, which is a non-GAAP financial measure, is defined as "Net Cash Provided by Operating Activities From Continuing Operations" (as stated in our Consolidated Statement of Cash Flows) reduced by capital expenditures and cash paid for intangible assets; and increased by any payments related to certain non-operating items, net of estimated tax benefits (such as income taxes on investment sales, and non-recurring payments related to income tax and litigation contingencies of acquired companies). We believe that Free Cash Flow is also useful to investors as it is one of the bases for comparing our performance with other companies in our industries, although our measure of Free Cash Flow may not be comparable to similar measures used by other companies.

Pro forma data is used by management to evaluate performance when certain acquisitions or dispositions occur. Historical data reflects results of acquired businesses only after the acquisition dates while pro forma data enhances comparability of financial information between periods by adjusting the data as if the acquisitions or dispositions occurred at the beginning of the prior year. Our pro forma data is only adjusted for the timing of acquisitions or dispositions and does not include adjustments for costs related to integration activities, cost savings or synergies that have been or may be achieved by the combined businesses. We believe our pro forma data is not a non-GAAP financial measure as contemplated by Regulation G.

In certain circumstances we also present data, as adjusted, in order to enhance comparability between periods.

Operating Cash Flow and Free Cash Flow should not be considered as substitutes for operating income (loss), net income (loss), net cash provided by operating activities or other measures of performance or liquidity reported in accordance with GAAP. Additionally, in the opinion of management, our pro forma data is not necessarily indicative of future results or what results would have been had the acquired businesses been operated by us after the assumed earlier date.

We provide reconciliations of Consolidated Operating Cash Flow in Table 1, Free Cash Flow in Table 4, Pro Forma in Table 7-A and Adjusted Net Income in Table 7-B.



TABLE 7-A
Reconciliation of Pro Forma ⁽¹⁾ Financial Data by Business Segment
(Unaudited)

(dollars in millions)					Cable		Total	
	Cable	Programming	Corporate, Other and Eliminations	Total	Pro Forma Adjustments ⁽¹⁾	Cable Pro Forma	Pro Forma Adjustments ⁽¹⁾	Total Pro Forma
Three Months Ended March 31, 2007								
Revenue	\$6,998	\$302	\$88	\$7,388	\$ -	\$6,998	\$ -	\$7,388
Operating Expenses (excluding depreciation and amortization)	4,205	237	183	4,625	-	4,205	-	4,625
Operating Cash Flow	\$2,793	\$65	(\$95)	\$2,763	\$ -	\$2,793	\$ -	\$2,763
Depreciation and Amortization	1,440	47	15	1,502	-	1,440	-	1,502
Operating Income (Loss)	\$1,353	\$18	(\$110)	\$1,261	\$ -	\$1,353	\$ -	\$1,261
Capital Expenditures	\$1,443	\$4	\$7	\$1,454	\$ -	\$1,443	\$ -	\$1,454
Three Months Ended March 31, 2006								
Revenue	\$5,282	\$239	\$74	\$5,595	\$963	\$6,245	\$963	\$6,558
Segment reclassifications	(13)	-	13	-	-	(13)	-	-
Revenue	\$5,269	\$239	\$87	\$5,595	\$963	\$6,232	\$963	\$6,558
Operating Expenses (excluding depreciation and amortization)	3,168	189	138	3,495	625	3,793	626	4,121
Segment reclassifications	(4)	-	4	-	-	(4)	-	-
Operating Cash Flow	\$2,105	\$50	(\$55)	\$2,100	\$338	\$2,443	\$337	\$2,437
Depreciation and Amortization	1,034	41	21	1,096	267	1,301	266	1,362
Operating Income (Loss)	\$1,071	\$9	(\$76)	\$1,004	\$71	\$1,142	\$71	\$1,075
Capital Expenditures	\$825	\$8	\$45	\$878	\$142	\$967	\$104	\$982

(1) Pro forma data is adjusted only for timing of acquisitions or dispositions and does not include adjustments for costs related to integration activities, cost savings or synergies that have been or may be achieved by the combined businesses. Pro Forma results are presented as if the acquisitions and dispositions were effective on January 1, 2006. Minor differences may exist due to rounding.



TABLE 7-B
Reconciliation of Net Income to Adjusted Net Income
(Unaudited)

	Three Months Ended March 31,			
	2007		2006	
(dollars in millions, except per share data)	\$	EPS ⁽¹⁾	\$	EPS ⁽¹⁾
Net Income	\$837	\$0.26	\$466	\$0.15
Adjustment:				
Gain related to the dissolution of the Texas/Kansas City Cable Partnership, net of tax	300	0.09	-	-
Adjusted Net Income ⁽²⁾	\$537	\$0.17	\$466	\$0.15

(1) Based on diluted average number of common shares for the respective periods as presented in Table 1.

(2) For 2007, Adjusted Net Income excludes a one-time gain related to the dissolution of the Texas/Kansas City Cable Partnership, net of tax.