



Comcast Full Year and Fourth Quarter Results Meet or Exceed All Operating and Financial Targets Setting Stage For Continued Growth in 2004

- Comcast Cable Delivers \$6.35 Billion of Operating Cash Flow in 2003 A Pro Forma Increase of 42%
- Comcast Cable Operating Income Increased to \$2.127 Billion in 2003
- Comcast Cable Adds Over 140,000 Basic Cable Subscribers in 2003
- Comcast Repays \$7 Billion of Debt in 2003

PHILADELPHIA, Feb 11, 2004 /PRNewswire-FirstCall via Comtex/ -- Comcast Corporation today reported results for the fourth quarter and the year ended December 31, 2003. Comcast will discuss fourth quarter and year-end 2003 results and its outlook for 2004 on a conference call and webcast today at 8:30 AM Eastern Time. A live broadcast of the conference call with accompanying slides will be available on the investor relations website at www.cmcsa.com or www.cmcsk.com. The Company outlined its 2004 financial outlook in a separate press release today.

Brian L. Roberts, president and CEO of Comcast Corporation said, "I am delighted to report that we achieved or exceeded all financial targets we set for ourselves in 2003 and delivered terrific results on all key integration goals. As a result, we are now uniquely positioned to deliver superior growth and value to our customers and shareholders in 2004 and beyond."

"In 2003, our cable Operating Cash Flow grew by \$1.9 billion or 42% driven by significant operating efficiencies in the acquired cable systems, the continued strong performance of our historical cable systems and the benefits of our increased size."

"We added over 140,000 basic cable subscribers in 2003 compared to a pro forma loss in the prior year of over 415,000 -- a remarkable turnaround. The cable systems we acquired last year are now 93% upgraded. This is a dramatic improvement from 73% a year ago. The progress of our upgrade allowed us to extend the availability of Digital Cable and High-Speed Internet services during 2003. Demand for our new services remained strong during the year as we added more than 1 million new digital cable customers and nearly 1.7 million new high-speed Internet customers. We also met our goals for our Cable Phone service, substantially improving the operating margin for that product."

"Customer response to our Digital Cable and High-Speed Internet service enhancements has been extremely positive. Video-on-demand, high definition television and digital video recorders give our customers the ability to increasingly personalize their TV viewing experience. Similarly, enhancements to our High-Speed Internet service like doubling the downloading speed and an improved portal continue to differentiate our service in the marketplace."

Mr. Roberts continued, "Financially, we are better positioned today than I thought possible at the beginning of this year. In 2003, we reduced debt by \$7 billion and have significant cash and non-strategic investments that provide added financial flexibility and strength."

"With the upgrade of our cable network and the increasing penetration of our new products, the stage is now set for accelerating growth in Free Cash Flow in 2004."

Cable Results

Cable results for the fourth quarter and the year ended December 31, 2003 are presented on a pro forma basis. Pro forma cable results adjust only for acquisitions and are presented as if the acquisition of AT&T Broadband completed in November 2002 was effective on January 1, 2002. Please refer to Table 7-A and B for reconciliation of historical and pro forma data.

Year ended December 31, 2003

Comcast Cable delivered solid results against increased guidance for 2003:

	<u>2003 Guidance</u>	<u>Results</u>
Revenue growth	high single digits	9.1%
Operating Cash Flow	\$6.3 billion - \$6.4 billion	\$6.35 billion
Basic subscriber additions	125,000 to 150,000	140,600
Digital subscriber additions	950,000 to 1 million	1.033 million
High-speed Internet subscriber additions	1.7 million	1.664 million
Cable phone subscriber additions	(175,000)	(171,500)

For the year 2003, Comcast's cable operations generated revenue of \$17.491 billion, a 9.1% pro forma increase from 2002. Pro forma video revenue increased 5.5% to \$12.096 billion for the year 2003 compared with the prior year driven by additions in the number of basic subscribers of more than 140,000, increases in average monthly revenue per basic subscriber and growth in digital cable subscribers. High-Speed Internet service revenue for 2003 increased 51.7% over the prior year to reach \$2.255 billion, reflecting a 45.9% increase in the customer base and average monthly revenue per subscriber of \$42.44 for the year. Pro forma Cable Phone revenue declined 2.2% from 2002 to \$801 million, reflecting a decrease in both subscribers and average monthly revenue per subscriber as a result of the Company's reduced marketing efforts and focus on profitability of the cable phone business. Pro forma advertising revenue increased 7.4% over the prior year to \$1.112 billion, reflecting 19.3% growth in regional/national advertising as a result of the continuing success of Comcast Cable's regional interconnects, and growth of 1.8% in a soft local advertising market. Total pro forma revenue in Comcast's historical systems increased 11.3% during 2003 and 7.7% in the acquired cable systems. Growth in the historical markets was driven by wider availability of advanced products, such as Digital Cable and Comcast High-Speed Internet services.

Pro forma operating income before depreciation and amortization (Operating Cash Flow or OCF) for the year 2003 increased 42.1% to \$6.350 billion from \$4.469 billion in 2002. Operating Cash Flow increased due to solid revenue growth and dramatically improving OCF margins driven by cost reductions related to overhead, a slower rate of growth in the cost of programming and increases in the number of basic, high-speed Internet and digital cable subscribers. Further contributing to the improvement in operating margins was the reduction in costs in the cable phone business. Reflecting the Operating Cash Flow improvement, OCF margins at the acquired cable systems grew from 19.5% for the year 2002 to 32.3% for 2003. Operating Cash Flow margin at Comcast's historical cable systems continue to show solid improvement ending the year at 42.5% compared to 41.3% in 2002. Pro forma results include an estimated \$15 to \$20 million of acquisition related costs incurred by Comcast in connection with the AT&T Broadband acquisition, and \$425 million of acquisition and other costs incurred by AT&T Broadband prior to the closing of the AT&T Broadband acquisition in November 2002. Cable operating income increased to \$2.127 billion for 2003 compared to a pro forma operating loss of \$16.468 billion for 2002. The pro forma operating loss in 2002 includes \$16.525 billion of goodwill and franchise impairment charges recognized by AT&T prior to the acquisition of AT&T Broadband by Comcast.

In 2003, Comcast Cable added over 140,000 basic cable subscribers, a significant improvement over the pro forma loss of more than 415,000 subscribers in 2002. This increase reflects gains in the acquired cable systems of over 117,000 for the year, a turnaround from the loss of over 483,000 subscribers in 2002.

Comcast Cable added 1.664 million high-speed Internet subscribers in 2003, a pro forma increase in net additions of 38.7% over the same period last year. Comcast finished the year with nearly 5.3 million subscribers, representing a penetration rate of 15.2%. More than 87% of the homes in Comcast's footprint, or over 34.7 million homes, now have access to High-Speed Internet service.

Comcast Cable added 1.033 million digital cable customers in 2003 to end the year at nearly 7.7 million customers, a 15.6% increase over the year-ago period, representing a penetration rate of nearly 36%. Comcast Cable continues to focus on expanding the availability of new features and functions for its Digital Cable service. Video-on-demand (VOD) service which is now available to 50% of Comcast's cable subscribers has had a significant impact on how customers view television. In the Philadelphia market, where VOD was first launched over a year-ago, 50% of customers use VOD on average 15 times every month, triple last year's rate with nearly double the usage. VOD availability is expected to increase to over 80% of basic subscribers by the end of 2004. Comcast Cable's high definition television (HDTV) deployment is ahead of schedule with availability to over 84% of basic subscribers, surpassing the year-end goal of 75%. HDTV is expected to be available to at least 90% of basic subscribers by the end of 2004. Today, Digital Video Recorder (DVR) service is available to 10% of basic subscribers. By year-end 2004, 100% of the Company's subscribers will have the ability to obtain DVR service.

Comcast Cable capital expenditures totaled \$4.1 billion as Comcast Cable completed the upgrade of over 53,000 miles of cable plant to end the year with nearly 95% of its footprint upgraded to provide two-way services. The acquired systems are now 93% upgraded, up from 73% at December 31, 2002. The upgrade is well ahead of schedule and is expected to be completed during 2004.

Comcast outlined its 2004 financial guidance in a separate press release today.

Quarter ended December 31, 2003

Comcast Cable revenue for the fourth quarter of 2003 was \$4.507 billion, representing an 8.6% increase over the \$4.149 billion in the fourth quarter of 2002. Revenue growth was driven by a 6.1% increase in video revenue as both the number of digital subscribers and average monthly revenue per subscriber increased. Comcast Cable added 70,000 basic cable subscribers and over 383,000 digital cable subscribers during the quarter. Comcast High-Speed Internet service revenue increased 44.8% over the prior year quarter driven by a nearly 46% increase in the number of High-Speed Internet subscribers.

Comcast Cable reported Operating Cash Flow of \$1.712 billion for the quarter, a pro forma increase of 63.3% over the same period of 2002. Comcast Cable Operating Cash Flow margin reached 38.0% this quarter, up significantly from the pro forma margin of 25.3% in the fourth quarter of 2002. The OCF margin for the acquired cable systems reached 34.9% in the current quarter up from 15.8% in the fourth quarter of 2002. Operating Cash Flow margin at the historical cable systems was 42.7% during the fourth quarter of 2003 up from 40.3% a year ago. Pro forma results include an estimated \$7 to \$10 million of acquisition related costs incurred by Comcast in connection with the AT&T Broadband acquisition, and \$130 million of acquisition and other costs incurred by AT&T Broadband prior to the closing of the AT&T Broadband acquisition in November 2002. Cable operating income was \$788 million in the fourth quarter compared to pro forma operating loss of \$143 million in the fourth quarter of 2002.

Content

Comcast's content businesses include Comcast-Spectacor and national cable networks E! Entertainment Television, Style Network, The Golf Channel, Outdoor Life Network and G4.

Comcast's content businesses delivered outstanding results in 2003 compared to guidance for the year which excluded the results of Outdoor Life and G4.

	<u>2003 Guidance</u>	<u>Results</u>
Revenue growth	high single digit growth	12.7%
OCF growth	mid to high teens growth	25.9%

In 2003, revenue for Comcast's content businesses, including all national cable networks and Comcast-Spectacor, increased 15.4% over 2002 to \$885 million. Operating Cash Flow grew 18.0% during 2003 to \$227 million due to increases in distribution and advertising revenues at each of the cable networks offset in part by continued funding for expansion of Outdoor Life and G4.

In the fourth quarter of 2003, Comcast's content businesses reported revenue of \$250 million and Operating Cash Flow of \$58 million representing increases quarter over quarter of 13.4% and 23.1%, respectively.

Corporate and Other

Comcast's Corporate and Other category primarily includes corporate overhead and eliminations between Comcast's businesses. Comcast reported in the Corporate and Other category an Operating Cash Flow loss of \$185 million and \$50 million, respectively, for the year and quarter ended December 31, 2003.

Consolidated Results

The Company's consolidated results include all acquisitions as of the date of their closing. The Company acquired AT&T Broadband in November 2002 adding over 13 million cable subscribers to Comcast's customer base. Comcast sold its 57% ownership interest in QVC in September 2003. QVC's results, prior to its sale, are presented as discontinued operations for all periods presented.

For the year ended December 31, 2003, the Company reported consolidated revenues of \$18.348 billion, as compared to \$8.102 billion reported in 2002. Consolidated Operating Cash Flow increased to \$6.392 billion in 2003 from the \$2.836 billion reported in the prior year. Increases in revenue, Operating Cash Flow, depreciation and amortization and interest expense primarily reflect the acquisition of AT&T Broadband in November 2002. For the year ended December 31, 2003, the Company reported operating income of \$1.954 billion compared to an operating income of \$921 million in 2002.

The Company reported a consolidated net loss from continuing operations for 2003 of \$218 million or \$0.10 per share as compared to net loss from continuing operations of \$469 million or \$0.42 per share in 2002. Contributing to the reduction in the net loss from continuing operations in 2003 was the impact of the acquisition of AT&T Broadband and lower investment losses. Comcast reported investment losses for 2003 of \$84 million notably lower than the \$543 million of losses in the prior year, due to improving market conditions in 2003 for its investment portfolio. Please refer to Tables 7-A, B and C of this release for a reconciliation of historical and pro forma data and for details regarding non-operating items. For the year ended December 31, 2003, the Company reported net income of \$3.240 billion or \$1.44 per share, due primarily to the gain on the sale of its 57% ownership interest in QVC.

Balance Sheet and Liquidity

During 2003, Comcast made significant progress strengthening its balance sheet and liquidity position. At December 31, 2003, Comcast reported total debt of \$27.0 billion, including \$4.3 billion of exchangeable notes collateralized by equity securities that the Company owns, resulting in debt excluding exchangeables of \$22.7 billion at December 31, 2003. The Company repaid \$7.1 billion of debt during 2003 primarily through the proceeds from the restructuring of Time Warner Entertainment and the sale of QVC. Comcast retains significant financial flexibility at year-end with cash of nearly \$1.6 billion and non-strategic investments including \$1.5 billion in Time Warner stock, \$1.5 billion in Liberty Media stock, a 21% interest in Time Warner Cable and interests in several cable joint ventures.

This press release contains forward-looking statements. Readers are cautioned that such forward-looking statements involve risks and uncertainties that could significantly affect actual results from those expressed in any such forward-looking statements. Readers are directed to Comcast's Annual Report on Form 10-K for a description of such risks and uncertainties.

Comcast Corporation will host a conference call with the financial community today February 11, 2004 at 8:30 a.m. Eastern Time (ET). The conference call will be broadcast live on the Company's Investor Relations website at www.cmcsa.com or www.cmcsk.com. A recording of the call will be available on the Investor Relations websites starting at 12:30 p.m. ET on February 11, 2004.

Those parties interested in participating via telephone should dial (847) 413-3156. A telephone replay will begin immediately following the call until February 12, 2004 at midnight ET. To access the rebroadcast, please dial (630) 652-3000 and enter passcode number 8239543.

To automatically receive Comcast financial news by email, please visit www.cmcsa.com or www.cmcsk.com and subscribe to e-mail Alerts.

Comcast Corporation (Nasdaq: CMCSA, CMCSK) (www.comcast.com) is principally involved in the development, management and operation of broadband cable networks and in the provision of programming content. The Company is the largest cable company in the United States, serving more than 21 million cable subscribers. The Company's content businesses include majority ownership of Comcast Spectacor, Comcast SportsNet, E! Entertainment Television, Style Network, The Golf Channel, Outdoor Life Network and G4. Comcast Class A common stock and Class A Special common stock trade on The NASDAQ Stock Market under the symbols CMCSA and CMCSK, respectively.

Table 1
Condensed Consolidated Statement of Operations (Unaudited)
(amounts in millions, except per share data)

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2003	2002	2003	2002
Revenues	\$4,742	\$3,000	\$18,348	\$8,102
Operating, selling, general and administrative expenses	3,022	2,095	11,956	5,266
Operating cash flow	1,720	905	6,392	2,836
Depreciation and amortization	978	824	4,438	1,915
Operating Income	742	81	1,954	921
Interest Expense	(439)	(335)	(2,018)	(870)
Investment income (loss), net	334	159	(84)	(543)
Other income (expense), net	(27)	5	11	(62)
	(132)	(171)	(2,091)	(1,475)
Income (Loss) from Continuing Operations before Income Taxes and Minority Interest	610	(90)	(137)	(554)
Income tax benefit (expense)	(215)	5	16	128
Minority interest	(12)	(20)	(97)	(43)
Income (Loss) from Continuing Operations	383	(105)	(218)	(469)
Income from discontinued operations, net of tax (1)	-	54	168	195
Gain on discontinued operations, net of tax (1)	-	-	3,290	-
Net Income (Loss)	\$383	(\$51)	\$3,240	(\$274)
Basic and Diluted earnings (loss) per common share				
Income (loss) from continuing operations	\$0.17	(\$0.07)	(\$0.10)	(\$0.42)
Income from discontinued operations	-	0.04	0.08	0.17
Gain on discontinued operations	-	-	1.46	-
Net income (loss) per common share	\$0.17	(\$0.03)	\$1.44	(\$0.25)
Basic weighted average number of common shares outstanding	2,258	1,583	2,256	1,110
Diluted weighted average number of common shares outstanding	2,269	1,583	2,256	1,110

(1) On September 17, 2003 the Company completed the sale of its approximate 57% interest in QVC, Inc. Accordingly, the results have been presented as discontinued operations.

TABLE 2
Condensed Consolidated Balance Sheet (Unaudited)
(dollars in millions)

	December 31, 2003	December 31, 2002
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$1,550	\$505
Investments	2,493	3,258
Accounts receivable, net	907	862
Other current assets	453	380
Current assets of discontinued operations and assets held for sale	-	2,094
Total current assets	5,403	7,099
INVESTMENTS	14,818	15,174
PROPERTY AND EQUIPMENT, NET	18,473	18,381
FRANCHISE RIGHTS AND GOODWILL	65,891	64,784
OTHER NONCURRENT ASSETS - including other intangible assets, net	4,574	6,095
NONCURRENT ASSETS OF DISCONTINUED OPERATIONS	-	1,595
	\$109,159	\$113,128
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable, accrued expenses and other current liabilities	\$6,493	\$7,637
Short-term debt and current portion of long-term debt	734	5,398
Current portion of exchangeable debt	2,427	1,555
Current liabilities of discontinued operations	-	816
Total current liabilities	9,654	15,406
LONG-TERM DEBT, less current portion	21,944	24,052
LONG-TERM EXCHANGEABLE DEBT, less current portion	1,891	3,904
OTHER NONCURRENT LIABILITIES AND MINORITY INTEREST	34,008	30,514
NONCURRENT LIABILITIES AND MINORITY INTEREST OF DISCONTINUED OPERATIONS	-	923
STOCKHOLDERS' EQUITY	41,662	38,329
	\$109,159	\$113,128

TABLE 3
Condensed Consolidated Statement of Cash Flows (Unaudited)
(dollars in millions)

	Twelve Months Ended December 31,	
	2003	2002
OPERATING ACTIVITIES		
Net cash provided by operating activities from continuing operations	<u>\$2,854</u>	<u>\$2,421</u>
FINANCING ACTIVITIES		
Proceeds from borrowings	9,398	8,759
Retirements and repayments of debt	(16,465)	(9,508)
Other, net	<u>19</u>	<u>(256)</u>
Net cash used in financing activities from continuing operations	<u>(7,048)</u>	<u>(1,005)</u>
INVESTING ACTIVITIES		
Capital expenditures	(4,161)	(1,852)
Proceeds from restructuring of TWE investment	2,100	-
Proceeds from sales of investments	1,871	1,263
Proceeds from sales of Liberty Notes	4,000	-
Proceeds from sale of discontinued operations and assets held for sale	1,875	-
Other, net	<u>(446)</u>	<u>(536)</u>
Net cash provided by (used in) investing activities from continuing operations	<u>5,239</u>	<u>(1,125)</u>
INCREASE IN CASH AND CASH EQUIVALENTS	1,045	291
CASH AND CASH EQUIVALENTS, beginning of period	<u>505</u>	<u>214</u>
CASH AND CASH EQUIVALENTS, end of period	<u><u>\$1,550</u></u>	<u><u>\$505</u></u>

TABLE 4
Pro Forma Financial Data by Business Segment (Unaudited) (1)
(dollars in millions)

	Cable (2)	Content	Corporate and Other (3)	Total
Three Months Ended December 31, 2003				
Revenues	\$4,507	\$250	(\$15)	\$4,742
Operating Cash Flow	\$1,712	\$58	(\$50)	\$1,720
Operating Income (Loss)	\$788	\$21	(\$67)	\$742
Operating Cash Flow Margin	38.0%	23.1%	NM	36.3%
Capital Expenditures (7)	\$1,052	\$9	\$7	\$1,068
Three Months Ended December 31, 2002				
Revenues	\$4,149	\$220	(\$12)	\$4,357
Operating Cash Flow (4)	\$1,048	\$47	(\$43)	\$1,052
Operating Income (Loss)	(\$143)	\$8	(\$58)	(\$193)
Operating Cash Flow Margin (4)	25.3%	21.3%	NM	24.2%
Capital Expenditures (6)	\$1,451	\$5	\$9	\$1,465
Twelve Months Ended December 31, 2003				
Revenues	\$17,491	\$885	(\$29)	\$18,347
Operating Cash Flow	\$6,350	\$227	(\$185)	\$6,392
Operating Income (Loss)	\$2,127	\$82	(\$255)	\$1,954
Operating Cash Flow Margin	36.3%	25.6%	NM	34.8%
Capital Expenditures (7)	\$4,097	\$23	\$41	\$4,161
Twelve Months Ended December 31, 2002				
Revenues	\$16,037	\$767	(\$37)	\$16,767
Operating Cash Flow (4)	\$4,469	\$192	(\$158)	\$4,503
Operating Income (Loss) (5)	(\$16,468)	\$45	(\$256)	(\$16,679)
Operating Cash Flow Margin (4)	27.9%	25.0%	NM	26.9%
Capital Expenditures (6)	\$5,240	\$18	\$20	\$5,278

- (1) See Non-GAAP and Other Financial Measures in Table 7. Historical financial data by business segment, as required under generally accepted accounting principles, is available in the Company's annual report on Form 10-K.
- (2) Pro forma financial data includes the results of AT&T Broadband acquired in November 2002 (acquired systems). Pro forma financial data excludes the results of the 314,000 cable subscribers sold to Bresnan Communications in March 2003 and excludes the results of the net reduction of 16,000 subscribers associated with the cable system exchange with Insight Communications in February 2003.
- (3) Corporate and Other includes the Company's domestic wireline telecommunications business, international wireless operations, Corporate and elimination entries.
- (4) Included for the three months ended December 31, 2002 are acquisition and employee termination related costs of \$130 million incurred by AT&T prior to the acquisition of AT&T Broadband by Comcast and \$7 to \$10 million of acquisition related costs incurred by Comcast in connection with the AT&T Broadband acquisition. Included for the year ended December 31, 2002 are acquisition and employee termination related costs of \$425 million incurred by AT&T prior to the acquisition of AT&T Broadband by Comcast and \$15 to \$20 million of acquisition related costs incurred by Comcast in connection with the AT&T Broadband acquisition.
- (5) Includes \$16.525 billion impairment charge related to the write down of goodwill and cable franchise rights by AT&T prior to the acquisition of AT&T Broadband by Comcast.
- (6) For acquired systems, includes capital expenditures made since January 1, 2002.
- (7) Our Cable segment's capital expenditures are comprised of the following categories:

	4Q03	YTD 12/31/03
Customer Premise Equipment (CPE)	\$425	\$1,573
Scalable Infrastructure	123	350
Line Extensions	78	251
Upgrades	279	1,414
Support Capital	147	509
Total	<u>\$1,052</u>	<u>\$4,097</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). Upgrades include costs to enhance or replace existing fiber/coaxial cable networks, including recurring betterments. 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).

TABLE 5
Pro Forma Data - Cable Segment Components (Unaudited) (1) (2)
(dollars in millions, except average revenue per basic subscriber data)

	Historical Systems (3)		Acquired Systems (3)		Total	
	2003	2002	2003	2002	2003	2002
Three Months Ended December 31						
Revenues:						
Video (4)	\$1,266	\$1,193	\$1,792	\$1,687	\$3,058	\$2,880
High-Speed Internet	262	175	367	259	629	434
Phone	7	6	176	218	183	224
Advertising	121	109	194	188	315	297
Other (5)	66	66	101	106	167	172
Franchise Fees	54	51	101	91	155	142
Total Revenues	<u>\$1,776</u>	<u>\$1,600</u>	<u>\$2,731</u>	<u>\$2,549</u>	<u>\$4,507</u>	<u>\$4,149</u>
Average Total Revenue per Basic Subscriber	\$69.33	\$62.64	\$70.59	\$66.50	\$70.09	\$64.87
Average Video Revenue per Basic Subscriber	\$49.37	\$46.71	\$46.35	\$44.00	\$47.55	\$45.08
Operating Cash Flow (6)	\$758	\$645	\$954	\$403	\$1,712	\$1,048
Operating Income (Loss)	\$411	\$132	\$377	(\$275)	\$788	(\$143)
Operating Cash Flow Margin (6)	42.7%	40.3%	34.9%	15.8%	38.0%	25.3%
Capital Expenditures (8)	\$310	\$306	\$742	\$1,145	\$1,052	\$1,451
Operating Cash Flow (Deficit), Net of Capital Expenditures	\$448	\$339	\$212	(\$742)	\$660	(\$403)
	Historical Systems (3)		Acquired Systems (3)		Total	
	2003	2002	2003	2002	2003	2002
Twelve Months Ended December 31						
Revenues:						
Video (4)	\$5,001	\$4,708	\$7,095	\$6,752	\$12,096	\$11,460
High-Speed Internet	939	590	1,316	896	2,255	1,486
Phone	24	24	777	794	801	818
Advertising	425	383	687	653	1,112	1,036
Other (5)	255	250	364	417	619	667
Franchise Fees	211	203	397	367	608	570
Total Revenues	<u>\$6,855</u>	<u>\$6,158</u>	<u>\$10,636</u>	<u>\$9,879</u>	<u>\$17,491</u>	<u>\$16,037</u>
Average Total Revenue per Basic Subscriber	\$66.89	\$60.35	\$69.05	\$63.63	\$68.18	\$62.16
Average Video Revenue per Basic Subscriber	\$48.79	\$46.16	\$46.07	\$43.47	\$47.15	\$44.54
Programming Expenses					\$3,909	\$3,822
Operating Cash Flow (6)	\$2,913	\$2,542	\$3,437	\$1,927	\$6,350	\$4,469
Operating Income (Loss) (7)	\$1,609	\$1,128	\$518	(\$17,596)	\$2,127	(\$16,468)
Operating Cash Flow Margin (6)	42.5%	41.3%	32.3%	19.5%	36.3%	27.9%
Capital Expenditures (8)	\$1,319	\$1,317	\$2,778	\$3,923	\$4,097	\$5,240
Operating Cash Flow (Deficit), Net of Capital Expenditures	\$1,594	\$1,225	\$659	(\$1,996)	\$2,253	(\$771)

(1) See Non-GAAP and Other Financial Measures in Table 7.

(2) Pro forma financial data includes the results of AT&T Broadband acquired in November 2002 (acquired systems). Pro forma financial data excludes the results of the 314,000 cable subscribers sold to Bresnan Communications in March 2003 and excludes the results of the net reduction of 16,000 subscribers associated with the cable systems exchange with Insight Communications in February 2003.

(3) Historical systems represent those cable businesses operated by the Company prior to the acquisition of AT&T Broadband. The acquired systems represent those cable businesses acquired from AT&T.

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

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

(6) Included for the three months ended December 31, 2002 are acquisition and employee termination related costs of \$130 million incurred by AT&T prior to the acquisition of AT&T Broadband by Comcast and \$7 to \$10 million of acquisition related costs incurred by Comcast in connection with the AT&T Broadband acquisition. Included for the year ended December 31, 2002 are acquisition and employee termination related costs of \$425 million incurred by AT&T prior to the acquisition of AT&T Broadband by Comcast and \$15 to \$20 million of acquisition related costs incurred by Comcast in connection with the AT&T Broadband acquisition.

(7) Includes \$16.525 billion impairment charge related to the write down of goodwill and cable franchise rights by AT&T prior to the acquisition of AT&T Broadband by Comcast.

(8) For acquired systems, includes capital expenditures made since January 1, 2002.

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

	Historical Systems (3)			Acquired Systems (3)			Total		
	4Q03	3Q03	4Q02	4Q03	3Q03	4Q02	4Q03	3Q03	4Q02
Cable									
Homes Passed (000's)	14,500	14,400	14,200	25,300	25,300	25,000	39,800	39,700	39,200
Subscribers (000's)	8,568.8	8,514.6	8,545.4	12,899.2	12,883.4	12,782.0	21,468.0	21,398.0	21,327.4
Penetration	59.0%	58.9%	60.2%	51.0%	50.9%	51.1%	53.9%	53.8%	54.4%
Quarterly Net Subscriber Additions (000's)	54.2	(21.9)	40.6	15.8	22.7	(49.9)	70.0	0.8	(9.3)
Digital Cable									
"Digital Ready" Subscribers (000's)	8,568.8	8,514.6	8,545.4	12,899.2	12,883.4	12,782.0	21,468.0	21,398.0	21,327.4
Subscribers (000's)	2,679.5	2,550.2	2,246.3	4,977.3	4,723.2	4,377.9	7,656.8	7,273.4	6,624.2
Penetration	31.3%	30.0%	26.3%	38.6%	36.7%	34.3%	35.7%	34.0%	31.1%
Quarterly Net Subscriber Additions (000's)	129.3	132.6	132.8	254.1	185.7	254.3	383.4	318.3	387.1
Monthly Average Revenue per Subscriber	\$15.25	\$15.08	\$15.00	\$15.25	\$15.10	\$14.21	\$15.25	\$15.09	\$14.48
High-Speed Internet									
"Available" Homes (000's)	13,905.6	13,631.1	12,611.3	20,825.5	19,803.7	17,460.5	34,731.1	33,434.8	30,071.8
Subscribers (000's)	2,226.2	2,072.0	1,526.0	3,057.7	2,789.0	2,094.4	5,283.9	4,861.0	3,620.4
Penetration	16.0%	15.2%	12.1%	14.7%	14.1%	12.0%	15.2%	14.5%	12.0%
Quarterly Net Subscriber Additions (000's)	154.2	190.2	187.2	268.7	282.5	179.8	422.9	472.7	367.0
Monthly Average Revenue per Subscriber	\$40.58	\$41.22	\$40.78	\$41.88	\$43.02	\$43.09	\$41.33	\$42.25	\$42.13
Phone									
"Available" Homes (000's)	462.4	453.7	273.8	8,951.9	8,928.7	8,438.4	9,414.3	9,382.4	8,712.2
Subscribers (000's)	38.9	39.4	39.5	1,228.0	1,272.4	1,398.9	1,266.9	1,311.8	1,438.4
Penetration	8.4%	8.7%	14.4%	13.7%	14.3%	16.6%	13.5%	14.0%	16.5%
Quarterly Net Subscriber Additions (000's)	(0.5)	0.9	0.8	(44.4)	(55.6)	76.0	(44.9)	(54.7)	76.8
Monthly Average Revenue per Subscriber	\$50.13	\$51.19	\$55.61	\$47.04	\$46.87	\$53.33	\$47.13	\$46.99	\$53.40
Total Revenue Generating Units (000's) (4)	13,513.4	13,176.2	12,357.2	22,162.2	21,668.0	20,653.2	35,675.6	34,844.2	33,010.4

(1) See Non-GAAP and Other Financial Measures in Table 7.

(2) Pro forma financial data includes the results of AT&T Broadband acquired in November 2002 (acquired systems). Pro forma financial data excludes the results of the 314,000 cable subscribers sold to Bresnan Communications in March 2003 and excludes the results of the net reduction of 16,000 subscribers associated with the cable system exchange with Insight Communications in February 2003. Pro forma subscriber data includes 6,100 subscribers acquired from Telemedia, Inc. in June 2003, 16,600 subscribers acquired from ATM in July 2003 and 16,000 subscribers acquired from Millennium Inc. in September 2003.

(3) Historical systems represent those cable businesses operated by the Company prior to the acquisition of AT&T Broadband. The acquired systems represent those cable businesses acquired from AT&T.

(4) The sum total of all primary analog video, digital video, high-speed Internet and phone customers, but excluding additional outlets.

TABLE 7-A continued
Reconciliation of Historical and Pro Forma Data by Business Segment (Unaudited)
(dollars in millions)

	Historical (1)				Adjustments (2)		
	Cable	Content	Corporate and Other	Total	Cable	Corporate and Other	Pro forma
Three Months Ended December 31, 2003							
Revenues	\$4,507	\$250	(\$15)	\$4,742	-	-	\$4,742
Operating expenses (excluding depreciation & amortization)	2,795	192	35	3,022	-	-	3,022
Operating Cash Flow	\$1,712	\$58	(\$50)	\$1,720	-	-	\$1,720
Depreciation and amortization	924	37	17	978	-	-	978
Operating income (loss)	\$788	\$21	(\$67)	\$742	-	-	\$742
Capital expenditures	\$1,052	\$9	\$7	\$1,068	-	-	\$1,068
Three Months Ended December 31, 2002							
Revenues	\$2,792	\$220	(\$12)	\$3,000	\$1,357	-	\$4,357
Operating expenses (excluding depreciation & amortization)	1,890	173	32	2,095	1,211	(1)	3,305
Operating Cash Flow	\$902	\$47	(\$44)	\$905	\$146	\$1	\$1,052
Depreciation and amortization	770	39	15	824	421	-	1,245
Operating income (loss)	\$132	\$8	(\$59)	\$81	(\$275)	\$1	(\$193)
Capital expenditures	\$803	\$5	\$9	\$817	\$648	-	\$1,465
Twelve Months Ended December 31, 2003							
Revenues	\$17,492	\$885	(\$29)	\$18,348	(\$1)	-	\$18,347
Operating expenses (excluding depreciation & amortization)	11,142	658	156	11,956	(1)	-	11,955
Operating Cash Flow	\$6,350	\$227	(\$185)	\$6,392	-	-	\$6,392
Depreciation and amortization	4,223	145	70	4,438	-	-	4,438
Operating income (loss)	\$2,127	\$82	(\$255)	\$1,954	-	-	\$1,954
Capital expenditures	\$4,097	\$23	\$41	\$4,161	-	-	\$4,161
Twelve Months Ended December 31, 2002							
Revenues	\$7,350	\$767	(\$15)	\$8,102	\$8,687	(\$22)	\$16,767
Operating expenses (excluding depreciation & amortization)	4,552	575	139	5,266	7,016	(18)	12,264
Operating Cash Flow	\$2,798	\$192	(\$154)	\$2,836	\$1,671	(\$4)	\$4,503
Depreciation and amortization	1,670	147	98	1,915	2,742	-	4,657
Impairment charge	-	-	-	-	16,525	-	\$16,525
Operating income (loss)	\$1,128	\$45	(\$252)	\$921	(\$17,596)	(\$4)	(\$16,679)
Capital expenditures	\$1,814	\$18	\$20	\$1,852	\$3,426	-	\$5,278

Reconciliation of Total Debt to Debt Excluding Exchangeables (Unaudited)
(dollars in millions)

As of December 31, 2003	
Current portion of long-term debt	\$3,161
Long-term debt	23,835
Total Debt	\$26,996
Exchangeable debt	4,318
Debt excluding exchangeables	\$22,678

(1) Historical amounts have been adjusted to reflect QVC as discontinued operations.

(2) Pro forma data is only adjusted for timing of the acquisitions (or dispositions) and for acquisitions 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.

TABLE 7-B continued
Reconciliations of Cable Segment Historical and Pro Forma Data (Unaudited)
(dollars in millions)

<u>Three Months Ended December 31, 2002</u>	Historical	Adjustments (1)	Pro forma
Revenues	\$2,792	\$1,357	\$4,149
Operating expenses (excluding depreciation & amortization)	1,890	1,211	3,101
Operating Cash Flow	902	146	1,048
Depreciation & Amortization	770	421	1,191
Operating income (loss)	\$132	(\$275)	(\$143)

<u>Three Months Ended September 30, 2002</u>	Historical	Adjustments (1)	Pro forma
Revenues	\$1,548	\$2,487	\$4,035
Operating expenses (excluding depreciation & amortization)	901	1,936	2,837
Operating Cash Flow	647	551	1,198
Depreciation & Amortization	309	777	1,086
Operating income (loss)	\$338	(\$226)	\$112

<u>Three Months Ended June 30, 2002</u>	Historical	Adjustments (1)	Pro forma
Revenues	\$1,541	\$2,468	\$4,009
Operating expenses (excluding depreciation & amortization)	888	1,944	2,832
Operating Cash Flow	653	524	1,177
Depreciation & Amortization	298	785	1,083
Impairment Charge	-	16,525	16,525
Operating income (loss)	\$355	(\$16,786)	(\$16,431)

<u>Three Months Ended March 31, 2002</u>	Historical	Adjustments (1)	Pro forma
Revenues	\$1,469	\$2,375	\$3,844
Operating expenses (excluding depreciation & amortization)	872	1,926	2,798
Operating Cash Flow	597	449	1,046
Depreciation & Amortization	293	759	1,052
Operating income (loss)	\$304	(\$310)	(\$6)

- (1) Pro forma data is only adjusted for timing of the acquisitions (or dispositions) and for acquisitions 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.

TABLE 7-C continued
Reconciliation of Net Income (Loss) to Free Cash Flow (Unaudited)
(dollars in millions, except per share data)

	Three Months Ended December 31,				Twelve Months Ended December 31,			
	2003		2002		2003		2002	
	\$	per share (3)	\$	per share (3)	\$	per share (3)	\$	per share (3)
Net Income (Loss) as reported	\$383	\$0.17	(\$51)	(\$0.03)	\$3,240	\$1.44	(\$274)	(\$0.25)
Discontinued Operations, net of tax	-	-	(54)	(0.03)	(3,458)	(1.53)	(195)	(0.18)
Non-operating items, net of tax (1)	(191)	(0.09)	(94)	(0.07)	111	0.04	421	0.39
Net Income (Loss) as adjusted	<u>\$192</u>	<u>\$0.08</u>	<u>(\$199)</u>	<u>(\$0.13)</u>	<u>(\$107)</u>	<u>(\$0.05)</u>	<u>(\$48)</u>	<u>(\$0.04)</u>
Items to reconcile net income (loss) as adjusted to Operating Cash Flow:								
Depreciation and amortization	978	0.43	824	0.52	4,438	1.97	1,915	1.73
Interest expense	439	0.19	335	0.21	2,018	0.89	870	0.78
Income tax expense	111	0.06	(55)	(0.03)	43	0.02	99	0.08
Operating Cash Flow	<u>\$1,720</u>	<u>\$0.76</u>	<u>\$905</u>	<u>\$0.57</u>	<u>\$6,392</u>	<u>\$2.83</u>	<u>\$2,836</u>	<u>\$2.55</u>
Operating Cash Flow	<u>\$1,720</u>		<u>\$905</u>		<u>\$6,392</u>		<u>\$2,836</u>	
Less:								
Interest, net (2)	(435)	(435)	(346)	(346)	(2,062)	(2,062)	(835)	(835)
Cash Paid for Income Taxes (6)	(878)	(878)	(22)	(22)	(945)	(945)	(33)	(33)
Change in Operating Assets and Liabilities, net of acquisitions	(72)		241		(531)		453	
Net Cash Provided by Operating Activities	<u>\$335</u>		<u>\$778</u>		<u>\$2,854</u>		<u>\$2,421</u>	
Less: Capital Expenditures		(1,068)		(817)		(4,161)		(1,852)
Free Cash Flow		<u>(\$661)</u>		<u>(\$280)</u>		<u>(\$776)</u>		<u>\$116</u>

(1) Detail of non-operating items:	Three Months Ended December 31,				Twelve Months Ended December 31,			
	2003		2002		2003		2002	
	\$	per share (3)	\$	per share (3)	\$	per share (3)	\$	per share (3)
Investment (income) expense - mark to market adjustments on trading securities, derivatives and hedged items, net	(\$272)	(\$0.12)	(\$92)	(\$0.06)	\$206	\$0.09	\$301	\$0.27
Investment (income) expense - (gain) loss on sales and exchanges of investments	(1)	-	(53)	(0.03)	(28)	(0.01)	48	0.04
Investment expense - investment impairment losses (4)	2	-	20	0.01	72	0.03	247	0.22
All other, net (5)	(24)	(0.01)	(19)	(0.01)	(80)	(0.03)	52	0.05
Total non-operating items	(295)	(0.13)	(144)	(0.09)	170	0.08	648	0.58
Tax Effect	104	0.04	50	0.02	(59)	(0.04)	(227)	(0.19)
Non-operating items, net of tax	<u>(\$191)</u>	<u>(\$0.09)</u>	<u>(\$94)</u>	<u>(\$0.07)</u>	<u>\$111</u>	<u>\$0.04</u>	<u>\$421</u>	<u>\$0.39</u>

- (2) Includes interest expense net of interest income and excludes non-cash interest and subsidiary preferred dividends.
- (3) Diluted weighted average shares outstanding for the three and twelve months ended December 31, 2003 were 2.269 billion and 2.256 billion, respectively. Diluted weighted average shares outstanding for the three and twelve months ended December 31, 2002 were 1.583 billion and 1.110 billion, respectively.
- (4) We record losses on our investments for which we have determined that a decline in value of the investment was considered other than temporary.
- (5) Includes investment, interest and dividend income, equity in net (income) losses of affiliates, other income (expense) and minority interest.
- (6) Includes approximately \$850 million cash paid income taxes associated with the sale of QVC.