

Tokyo Broadcasting System, Inc. and Its Subsidiaries
Earning Summary for the Three Months Ended June 30, 2006
(Unaudited)

Note: The following results are direct translation of the flash reports issued in Japanese, which is in accordance with the provisions set forth in the Japanese Securities and Exchange Law and accounting principles and practices generally accepted in Japan. U.S. accounting standard is not applied. All figures in the following Statements have been rounded off, and thus, may not coincide with figures on Financial Statements that are in Japanese.

(1) Consolidated Balance Sheets as of June 30, 2006

(Figures less than ¥ 1 million have been omitted.)

	As of June 30, 2006	As of March 31, 2006	Year on year
	Amount (Millions of yen)	Amount (Millions of yen)	Change (Millions of yen)
ASSETS			
I. Current assets			
1. Cash on hand and in banks	57,484	38,859	18,625
2. Notes and accounts receivable—trade	41,276	68,084	(26,808)
3. Marketable securities	17,489	—	17,489
4. Other current assets	25,289	26,384	(1,094)
Allowance for doubtful accounts	(133)	(162)	29
Total current assets	141,407	133,165	8,242
II. Fixed assets			
1. Tangible fixed assets	189,352	189,212	140
2. Intangible fixed assets	7,227	7,746	(519)
3. Investments and other assets	217,040	225,146	(8,106)
(1) Investment securities	205,843	213,624	(7,780)
(2) Other investments and assets	11,752	12,075	(323)
Allowance for doubtful accounts	(555)	(552)	(2)
Total fixed assets	413,620	422,106	(8,485)
Total assets	555,028	555,271	(243)

	As of June 30, 2006	As of March 31, 2006	Year on year
	Amount (Millions of yen)	Amount (Millions of yen)	Change (Millions of yen)
LIABILITIES			
I. Current liabilities			
1. Notes and accounts payable—trade	32,031	32,164	(132)
2. Short-term borrowings	2,758	3,289	(531)
3. Current installments of long-term debt	63	72	(8)
4. Current installments of bonds	10,000	10,000	—
5. Other current liabilities	23,455	36,755	(13,299)
Total current liabilities	68,309	82,282	(13,973)
II. Long-term liabilities			
1. Bonds	30,000	—	30,000
2. Long-term debt	30,040	30,040	—
3. Allowance for retirement and severance benefits	9,371	9,196	175
4. Other long-term liabilities	43,946	54,066	(10,120)
Total long-term liabilities	113,358	93,303	20,054
Total liabilities	181,667	175,585	6,081
MINORITY INTERESTS			
Minority interests	—	1,659	—
SHAREHOLDERS' EQUITY			
I. Common stock			
II. Additional paid-in capital	—	59,953	—
III. Retained earnings	—	192,297	—
IV. Net unrealized gain on securities	—	71,116	—
V. Foreign currency translation adjustments	—	13	—
VI. Treasury stock at cost	—	(39)	—
Total shareholders' equity	—	378,026	—
Total liabilities, minority interests and shareholders' equity	—	555,271	—
NET ASSETS			
I. Owner's equity			
1. Common stock	54,699	—	—
2. Additional paid-in capital	59,967	—	—
3. Retained earnings	195,252	—	—
4. Treasury stock at cost	(42)	—	—
Total owner's equity	309,876	—	—
II. Valuation and translation adjustments			
1. Net unrealized gain on securities	61,136	—	—
2. Unrealized gains (losses) on hedging derivatives	98	—	—
3. Foreign currency translation adjustments	2	—	—
Total valuation and translation adjustments	61,236	—	—
III. Stock purchase rights	600	—	—
IV. Minority interests	1,647	—	—
Total net assets	373,360	—	—
Total liabilities and net assets	555,028	—	—

(2) Consolidated Statements of Income for the Three Months Ended June 30, 2006

(Figures less than ¥ 1 million have been omitted.)

	Three months ended June 30, 2006	Three months ended June 30, 2005	Year on year
	Amount (Millions of yen)	Amount (Millions of yen)	Change (Millions of yen)
I. Net sales	80,619	75,456	5,162
II. Cost of sales	53,607	50,763	2,844
Gross profit	27,011	24,693	2,318
III. Selling, general and administrative expenses	18,366	17,585	781
Operating income	8,644	7,107	1,537
IV. Non-operating income	1,173	879	294
V. Non-operating expenses	529	535	(6)
Ordinary income	9,289	7,450	1,838
VI. Extraordinary gain	23	—	23
VII. Extraordinary loss	29	293	(264)
Income before income taxes and minority interests	9,283	7,156	2,126
Income taxes and enterprise taxes	1,620	1,008	612
Deferred income taxes	2,433	2,352	80
Minority interests	(85)	(265)	179
Net income	5,315	4,061	1,254

(3) Consolidated Statements of Cash Flows for the Three Months Ended June 30, 2006

(Figures less than ¥ 1 million have been omitted.)

	Three months ended June30, 2006	Three months ended June30, 2005
	Amount (Millions of yen)	Amount (Millions of yen)
I. Cash flows from operating activities		
1. Income before income taxes and minority interests	9,283	7,156
2. Depreciation and amortization	3,158	3,264
3. Amortization of long-term prepaid expenses	176	479
4. Amortization of consolidated differences	—	(60)
5. Amortization of negative goodwill	(86)	—
6. Retirement and severance benefit expenses	175	325
7. Increase (decrease) in allowance for doubtful accounts	(27)	(0)
8. Interest income and dividend income	(1,008)	(631)
9. Interest expenses	57	23
10. Equity in losses of affiliated companies	241	327
11. Gain on sale of investment securities	(23)	—
12. Loss on disposal of fixed assets	23	174
13. (Increase) decrease in notes and accounts receivable—trade	27,162	(2,700)
14. (Increase) decrease in inventories	447	(2,180)
15. Increase (decrease) in notes and accounts payable	(915)	570
16. Others	(12,029)	(5,206)
Subtotal	26,634	1,542
17. Interest and dividends received	1,019	640
18. Interest paid	(1)	(0)
19. Income taxes paid	(5,707)	(8,539)
Net cash provided by operating activities	21,945	(6,356)
II. Cash flows from investing activities		
1. Net proceeds from sale of marketable securities	—	18,000
2. Net payment for purchase of marketable securities	(17,487)	—
3. Payment for purchase of tangible fixed assets	(4,143)	(4,368)
4. Payment for purchase of investment securities	(8,984)	(10,340)
5. Proceeds from sale of investment securities	24	—
6. Others	(117)	(408)
Net cash used in investing activities	(30,709)	2,883
III. Cash flows from financing activities		
1. Proceeds from short-term borrowings	86	50
2. Repayment of short-term borrowings	(618)	(787)
3. Repayment of long-term borrowings	(8)	(8)
4. Proceeds from the issuance of bonds	29,834	—
5. Redemption of bonds	—	—
6. Proceeds from the issuance of stocks	28	—
7. Proceeds from sale of treasury stocks	—	—
8. Dividends paid	(2,091)	(1,764)
9. Others	(78)	(18)
Net cash used in financing activities	27,151	(2,529)
IV. Effect of exchange rate changes on cash and cash equivalents	(21)	28
V. Increase (decrease) in cash and cash equivalents	18,366	(5,973)
VI. Cash and cash equivalents at beginning of year	38,767	52,612
VII. Increase in cash and cash equivalents of new consolidated subsidiaries	259	—
VIII. Cash and cash equivalents at end of term	57,392	46,638

(4) Segment Information

Financial information by business segment for the first quarter ended June 30, 2006 is summarized as follows.

Three Months Ended June 30, 2006

(Millions of yen: Figures less than ¥ 1 million have been omitted.)

	Broadcasting	MVV & CE	Real estate	Others	Total	Elimination / Corporate	Consolidated
Operating revenues and operating income							
Operating revenues							
(1) Outside customers	68,399	11,551	598	69	80,619	—	80,619
(2) Inter-segment	508	1,799	1,232	379	3,920	(3,920)	—
Total operating revenues	68,907	13,351	1,831	448	84,539	(3,920)	80,619
Operating expenses	62,047	11,742	1,679	434	75,903	(3,929)	71,974
Operating income	6,860	1,609	152	14	8,635	9	8,644

Three Months Ended June 30, 2005

(Millions of yen: Figures less than ¥ 1 million have been omitted.)

	Broadcasting	MVV & CE	Real estate	Others	Total	Elimination / Corporate	Consolidated
I. Operating revenues and operating income							
Operating revenues							
(1) Outside customers	64,592	10,103	673	86	75,456	—	75,456
(2) Inter-segment	558	1,653	1,226	349	3,787	(3,787)	—
Total operating revenues	65,151	11,756	1,899	436	79,243	(3,787)	75,456
Operating expenses	59,309	10,673	1,742	407	72,133	(3,784)	68,348
Operating income	5,841	1,082	157	28	7,110	(2)	7,107

Major Businesses of Each Segment

Segment	Business
Broadcasting	Television and radio broadcasting and related businesses
Multi visual ventures & Cultural Events	Planning and production of events and video software, management of a professional baseball club, etc.
Real estate	Leasing of land and buildings
Others	Etc.

(5) Non-consolidated Balance Sheets as of June 30, 2006

(Figures less than ¥ 1 million have been omitted.)

	As of June 30, 2006	As of March 31, 2006	Year on year
	Amount (Millions of yen)	Amount (Millions of yen)	Change (Millions of yen)
ASSETS			
I. Current assets			
1. Cash on hand and in banks	53,682	34,676	19,005
2. Notes receivable	952	567	384
3. Accounts receivable	39,173	64,921	(25,748)
4. Marketable securities	17,489	—	17,489
5. Other current assets	18,605	19,080	(474)
Allowance for doubtful accounts	(12)	(32)	20
Total current assets	129,891	119,214	10,676
II. Fixed assets			
1. Tangible fixed assets	184,013	183,760	252
2. Intangible fixed assets	5,767	6,258	(490)
3. Investments and other assets	207,413	215,139	(7,726)
(1) Investment securities	190,897	198,172	(7,274)
(2) Other investments	27,267	27,570	(302)
Allowance for doubtful accounts	(297)	(298)	1
Valuation allowance for investments	(10,454)	(10,304)	(150)
Total fixed assets	397,194	405,158	(7,963)
Total assets	527,085	524,372	2,713

	As of June 30, 2006	As of March 31, 2006	Year on year
	Amount (Millions of yen)	Amount (Millions of yen)	Change (Millions of yen)
LIABILITIES			
I. Current liabilities			
1. Trade accounts payable	30,657	30,205	451
2. Short-term borrowings	20,837	22,340	(1,502)
3. Current installments of bonds	10,000	10,000	—
4. Other current liabilities	16,309	27,428	(11,119)
Total current liabilities	77,804	89,974	(12,170)
II. Long-term liabilities			
1. Bonds	30,000	—	30,000
2. Long-term debt	30,000	30,000	—
3. Allowance for retirement and severance benefits	7,880	7,799	80
4. Other long-term liabilities	35,371	44,858	(9,487)
Total long-term liabilities	103,251	82,657	20,593
Total liabilities	181,055	172,632	8,423
SHAREHOLDERS' EQUITY			
I. Common stock	—	54,685	—
II. Additional paid-in capital	—	56,392	—
III. Retained earnings	—	173,368	—
IV. Net unrealized gain on securities	—	67,315	—
V. Treasury stock at cost	—	(22)	—
Total shareholders' equity	—	351,739	—
Total liabilities and shareholders' equity	—	524,372	—
NET ASSETS			
I. Owner's equity			
1. Common stock	54,699	—	—
2. Additional paid-in capital	56,406	—	—
3. Retained earnings	176,887	—	—
4. Treasury stock at cost	(25)	—	—
Total owner's equity	287,967	—	—
II. Valuation and translation adjustments			
1. Net unrealized gain on securities	57,420	—	—
2. Unrealized gains (losses) on hedging derivatives	41	—	—
Total valuation and translation adjustments	57,462	—	—
III. Stock purchase rights	600	—	—
Total net assets	346,030	—	—
Total liabilities and net assets	527,085	—	—

(6) Non-consolidated Statements of Income for the Three Months Ended June 30, 2006

(Figures less than ¥ 1 million have been omitted.)

	Three months ended June 30, 2006	Three months ended June 30, 2005	Year on year
	Amount (Millions of yen)	Amount (Millions of yen)	Change (Millions of yen)
I. Operating revenues	71,705	67,111	4,593
II. Operating costs	47,761	44,983	2,777
III. Selling, general and administrative expenses	16,084	15,169	915
Operating income	7,859	6,958	901
IV. Non-operating income	1,577	1,174	403
V. Non-operating expenses	284	200	84
Ordinary income	9,153	7,933	1,220
VI. Extraordinary gain	23	—	23
VII. Extraordinary loss	150	230	(79)
Income before income taxes	9,026	7,702	1,323
Income taxes-current	1,162	362	800
Income taxes-deferred	2,175	2,571	(396)
Net income	5,689	4,769	919

(7) Breakdown of Operating Revenues

(Millions of yen: Figures less than ¥ 1 million have been omitted.)

	Three months ended June 30, 2006	Three months ended June 30, 2005	Comparison	Change (%)
Television	64,085	60,075	4,009	6.7
Time sales and programming	32,717	29,264	3,453	11.8
Time sales	15,744	13,930	1,814	13.0
Programming	16,973	15,334	1,638	10.7
Spot sales	28,453	27,960	493	1.8
Others	2,913	2,850	63	2.2
Others	7,619	7,036	583	8.3
Operations(※)	6,460	5,879	580	9.9
Real estate	1,159	1,156	2	0.2
Total	71,705	67,111	4,593	6.8

(※)Operations:

Planning, production and sales of DVD & VHS videos, film investments, oversea and domestic sales of TV programs, internet-related businesses, TV shopping, management of art galleries & special events, etc.