

Tokyo Broadcasting System, Inc. and Its Subsidiaries
Earning Summary for the Six Months Ended September 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 September 30, 2006

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

	As of September 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	55,007	38,859	16,148
2. Notes and accounts receivable—trade	38,236	68,084	(29,848)
3. Marketable securities	22,491	—	22,491
4. Other current assets	24,281	26,384	(2,103)
Allowance for doubtful accounts	(143)	(162)	19
Total current assets	139,873	133,165	6,707
II. Fixed assets			
1. Tangible fixed assets	188,028	189,212	(1,184)
2. Intangible fixed assets	6,948	7,746	(798)
3. Investments and other assets	231,244	225,146	6,097
(1) Investment securities	219,473	213,624	5,849
(2) Other investments and assets	12,290	12,075	215
Allowance for doubtful accounts	(519)	(552)	33
Total fixed assets	426,220	422,106	4,114
Total assets	566,093	555,271	10,822

	As of September 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	31,868	32,164	(296)
2. Short-term borrowings	2,193	3,289	(1,096)
3. Current installments of long-term debt	72	72	—
4. Current installments of bonds	10,000	10,000	—
5. Other current liabilities	27,028	36,755	(9,726)
Total current liabilities	71,162	82,282	(11,119)
II. Long-term liabilities			
1. Bonds	30,000	—	30,000
2. Long-term debt	30,003	30,040	(36)
3. Allowance for retirement and severance benefits	9,357	9,196	160
4. Other long-term liabilities	46,657	54,066	(7,409)
Total long-term liabilities	116,018	93,303	22,715
Total liabilities	187,181	175,585	11,595
MINORITY INTERESTS			
Minority interests	—	1,659	—
SHAREHOLDERS' EQUITY			
I. Common stock	—	54,685	—
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	54,720	—	—
2. Additional paid-in capital	59,988	—	—
3. Retained earnings	196,459	—	—
4. Treasury stock at cost	(46)	—	—
Total owner's equity	311,122	—	—
II. Valuation and translation adjustments			
1. Net unrealized gain on securities	64,939	—	—
2. Unrealized gains (losses) on hedging derivatives	526	—	—
3. Foreign currency translation adjustments	15	—	—
Total valuation and translation adjustments	65,481	—	—
III. Stock purchase rights	600	—	—
IV. Minority interests	1,708	—	—
Total net assets	378,912	—	—
Total liabilities and net assets	566,093	—	—

(2) Consolidated Statements of Income for the Six Months Ended September 30, 2006

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

	Six months ended September 30, 2006	Six months ended September 30, 2005	Year on year
	Amount (Millions of yen)	Amount (Millions of yen)	Change (Millions of yen)
I. Net sales	155,105	149,199	5,906
II. Cost of sales	108,574	108,380	194
Gross profit	46,531	40,818	5,712
III. Selling, general and administrative expenses	35,354	35,116	237
Operating income	11,176	5,702	5,474
IV. Non-operating income	1,568	1,080	488
V. Non-operating expenses	1,133	1,108	24
Ordinary income	11,612	5,673	5,938
VI. Extraordinary gain	27	16,937	(16,910)
VII. Extraordinary loss	51	645	(594)
Income before income taxes and minority interests	11,588	21,965	(10,376)
Income taxes and enterprise taxes	3,061	8,093	(5,032)
Deferred income taxes	2,028	1,441	587
Minority interests	(24)	(143)	(118)
Net income	6,523	12,573	(6,050)

(3) Consolidated Statements of Cash Flows for the Six Months Ended September 30, 2006

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

	Six months ended September 30, 2006	Six months ended September 30, 2005
	Amount (Millions of yen)	Amount (Millions of yen)
I. Cash flows from operating activities		
1. Income before income taxes and minority interests	11,588	21,965
2. Depreciation and amortization	6,839	6,690
3. Amortization of long-term prepaid expenses	347	941
4. Impairment loss on fixed assets	—	285
5. Amortization of consolidated differences	—	(121)
6. Amortization of negative goodwill	(172)	—
7. Retirement and severance benefit expenses	160	639
8. Increase (decrease) in allowance for doubtful accounts	(52)	61
9. Interest income and dividend income	(1,141)	(675)
10. Interest expenses	237	46
11. Equity in losses of affiliated companies	472	557
12. Gain on sale of investment securities	(27)	(16,937)
13. Loss on devaluation of investment securities	6	2
14. Loss on disposal of fixed assets	152	598
15. (Increase) decrease in notes and accounts receivable—trade	30,202	(3,500)
16. (Increase) decrease in inventories	(140)	153
17. Increase (decrease) in notes and accounts payable	(605)	2,041
18. (Increase) decrease in other current assets	—	3,204
19. Increase (decrease) in other long-term liabilities	(4,959)	(6,344)
20. Others	(3,443)	(729)
Subtotal	39,464	8,879
21. Interest and dividends received	1,152	686
22. Interest paid	(47)	(46)
23. Income taxes paid	(5,618)	(8,539)
Net cash provided by operating activities	34,950	980
II. Cash flows from investing activities		
1. Net payment for purchase of marketable securities	(22,474)	(4,498)
2. Payment for purchase of tangible fixed assets	(5,820)	(18,008)
3. Net proceeds from sale of tangible fixed assets	10	—
4. Payment for purchase of intangible fixed assets	(406)	(863)
5. Payment for purchase of investment securities	(16,918)	(12,996)
6. Proceeds from sale of investment securities	30	16,961
7. Others	(83)	(239)
Net cash used in investing activities	(45,661)	(19,645)
III. Cash flows from financing activities		
1. Proceeds from short-term borrowings	162	129
2. Repayment of short-term borrowings	(1,259)	(1,629)
3. Repayment of long-term borrowings	(36)	(36)
4. Proceeds from the issuance of bonds	29,834	—
5. Proceeds from the issuance of stocks	70	22,369
6. Payment for purchase of treasury stocks	(6)	(6)
7. Proceeds from sale of treasury stocks	—	5,632
8. Dividends paid	(2,091)	(1,764)
9. Dividends paid to minority shareholders	(75)	(16)
10. Others	—	600
Net cash used in financing activities	26,597	25,277
IV. Effect of exchange rate changes on cash and cash equivalents	2	31
V. Increase (decrease) in cash and cash equivalents	15,888	6,643
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	54,915	59,256

(4) Segment Information

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

Six Months Ended September 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	129,466	24,273	1,222	142	155,105	—	155,105
(2) Inter-segment	1,033	3,383	2,458	756	7,632	(7,632)	—
Total operating revenues	130,500	27,657	3,680	899	162,738	(7,632)	155,105
Operating expenses	123,053	24,351	3,306	858	151,569	(7,640)	143,929
Operating income	7,447	3,305	374	41	11,168	8	11,176

Six Months Ended September 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	125,057	22,667	1,312	161	149,199	—	149,199
(2) Inter-segment	1,251	3,330	2,463	711	7,755	(7,755)	—
Total operating revenues	126,308	25,997	3,776	872	156,954	(7,755)	149,199
Operating expenses	123,936	23,046	3,451	813	151,248	(7,751)	143,496
Operating income	2,372	2,950	324	58	5,706	(4)	5,702

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 September 30, 2006

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

	As of September 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	51,577	34,676	16,900
2. Notes receivable	711	567	144
3. Accounts receivable	34,097	64,921	(30,824)
4. Marketable securities	22,491	—	22,491
5. Inventories	7,332	7,208	124
6. Other current assets	10,270	11,871	(1,601)
Allowance for doubtful accounts	(11)	(32)	21
Total current assets	126,469	119,214	7,255
II. Fixed assets			
1. Tangible fixed assets	182,737	183,760	(1,022)
2. Intangible fixed assets	5,498	6,258	(760)
3. Investments and other assets	220,711	215,139	5,571
(1) Investment securities	204,189	198,172	6,017
(2) Other investments	27,409	27,570	(160)
Allowance for doubtful accounts	(262)	(298)	35
Valuation allowance for investments	(10,624)	(10,304)	(320)
Total fixed assets	408,947	405,158	3,789
Total assets	535,417	524,372	11,044

	As of September 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	31,208	30,205	1,002
2. Short-term borrowings	22,256	22,340	(83)
3. Current installments of bonds	10,000	10,000	—
4. Other current liabilities	16,646	27,428	(10,782)
Total current liabilities	80,111	89,974	(9,863)
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	7,975	7,799	176
4. Other long-term liabilities	37,632	44,858	(7,226)
Total long-term liabilities	105,608	82,657	22,950
Total liabilities	185,719	172,632	13,087
SHAREHOLDERS' EQUITY			
I. Common stock			
Common stock	—	54,685	—
II. Additional paid-in capital			
Additional paid-in capital	—	56,392	—
III. Retained earnings			
Retained earnings	—	173,368	—
IV. Net unrealized gain on securities			
Net unrealized gain on securities	—	67,315	—
V. Treasury stock at cost			
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	54,720	—	—
2. Additional paid-in capital	56,427	—	—
3. Retained earnings	176,969	—	—
4. Treasury stock at cost	(29)	—	—
Total owner's equity	288,088	—	—
II. Valuation and translation adjustments			
1. Net unrealized gain on securities	60,886	—	—
2. Unrealized gains (losses) on hedging derivatives	122	—	—
Total valuation and translation adjustments	61,009	—	—
III. Stock purchase rights			
Stock purchase rights	600	—	—
Total net assets	349,697	—	—
Total liabilities and net assets	535,417	—	—

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

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

	Six months ended September 30, 2006	Six months ended September 30, 2005	Year on year
	Amount (Millions of yen)	Amount (Millions of yen)	Change (Millions of yen)
I. Operating revenues	135,864	130,174	5,690
II. Operating costs	96,429	95,242	1,186
III. Selling, general and administrative expenses	31,083	31,014	68
Operating income	8,352	3,917	4,434
IV. Non-operating income	1,790	1,242	548
V. Non-operating expenses	623	492	130
Ordinary income	9,519	4,667	4,852
VI. Extraordinary gain	23	16,874	(16,850)
VII. Extraordinary loss	340	755	(414)
Income before income taxes	9,203	20,787	(11,583)
Income taxes-current	1,540	6,660	(5,120)
Income taxes-deferred	1,892	1,685	207
Net income	5,771	12,442	(6,670)

(7) Breakdown of Operating Revenues

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

	Six months ended September 30, 2006	Six months ended September 30, 2005	Comparison	Change (%)
Television	120,735	115,546	5,189	4.5
Time sales and programming	64,931	59,516	5,415	9.1
Time sales	31,843	28,182	3,661	13.0
Programming	33,088	31,333	1,754	5.6
Spot sales	50,003	50,166	(162)	(0.3)
Others	5,800	5,863	(63)	(1.1)
Others	15,128	14,628	500	3.4
Operations(※)	12,806	12,310	495	4.0
Real estate	2,322	2,317	5	0.2
Total	135,864	130,174	5,690	4.4

(※)Operations:

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