



TABLE 1
Condensed Consolidated Statement of Operations
(Unaudited)

(in millions, except per share data)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2007	2006	2007	2006
Revenues	\$7,781	\$6,432	\$22,881	\$17,935
Operating expenses	2,759	2,274	8,272	6,477
Selling, general and administrative expenses	2,093	1,721	5,905	4,610
	4,852	3,995	14,177	11,087
Operating cash flow	2,929	2,437	8,704	6,848
Depreciation expense	1,291	963	3,768	2,748
Amortization expense	247	250	816	699
	1,538	1,213	4,584	3,447
Operating income	1,391	1,224	4,120	3,401
Other income (expense)				
Interest expense	(571)	(530)	(1,689)	(1,502)
Investment income (loss), net	158	857	458	935
Equity in net (losses) income of affiliates, net	(12)	(65)	(49)	(86)
Other income (expense)	(1)	96	513	194
	(426)	358	(767)	(459)
Income before income taxes and minority interest	965	1,582	3,353	2,942
Income tax expense	(421)	(610)	(1,400)	(1,126)
Income before minority interest	544	972	1,953	1,816
Minority interest	16	(3)	32	(10)
Net income from continuing operations	560	969	1,985	1,806
Income from discontinued operations, net of tax	-	14	-	103
Gain on discontinued operations, net of tax	-	234	-	234
Net income	\$560	\$1,217	\$1,985	\$2,143
Basic earnings per common share				
Income from continuing operations	\$ 0.18	\$ 0.31	\$ 0.64	\$ 0.57
Income from discontinued operations	-	-	-	0.03
Gain on discontinued operations	-	0.07	-	0.07
Net income	\$ 0.18	\$ 0.38	\$ 0.64	\$ 0.67
Diluted earnings per common share				
Income from continuing operations	\$ 0.18	\$ 0.31	\$ 0.63	\$ 0.57
Income from discontinued operations	-	-	-	0.03
Gain on discontinued operations	-	0.07	-	0.07
Net income	\$ 0.18	\$ 0.38	\$ 0.63	\$ 0.67
Basic weighted-average number of common shares	3,087	3,144	3,108	3,171
Diluted weighted-average number of common shares	3,118	3,163	3,145	3,186



TABLE 2
Condensed Consolidated Balance Sheet
(Unaudited)

(in millions)	<u>September 30, 2007</u>	<u>December 31, 2006</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$2,949	\$1,239
Investments	65	1,735
Accounts receivable, net	1,598	1,450
Other current assets	785	778
Total current assets	<u>5,397</u>	<u>5,202</u>
Investments	6,223	8,847
Property and equipment, net	23,213	21,248
Franchise rights	58,080	55,927
Goodwill	14,549	13,768
Other intangible assets, net	5,092	4,881
Other noncurrent assets, net	<u>617</u>	<u>532</u>
	<u><u>\$113,171</u></u>	<u><u>\$110,405</u></u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Accounts payable and accrued expenses related to trade creditors	\$3,014	\$2,862
Accrued expenses and other current liabilities	2,926	3,032
Deferred income taxes	-	563
Current portion of long-term debt	764	983
Total current liabilities	<u>6,704</u>	<u>7,440</u>
Long-term debt, less current portion	30,340	27,992
Deferred income taxes	26,570	27,089
Other noncurrent liabilities	7,404	6,476
Minority interest	265	241
Stockholders' equity	<u>41,888</u>	<u>41,167</u>
	<u><u>\$113,171</u></u>	<u><u>\$110,405</u></u>



TABLE 3
Condensed Consolidated Statement of Cash Flows
(Unaudited)

(in millions)

	Nine Months Ended September 30,	
	2007	2006
OPERATING ACTIVITIES		
Net cash provided by (used in) operating activities	\$6,108	\$5,215
FINANCING ACTIVITIES		
Proceeds from borrowings	3,610	5,970
Retirements and repayments of debt	(1,529)	(2,222)
Repurchases of common stock	(1,852)	(1,882)
Issuances of common stock	404	133
Other	51	7
Net cash provided by (used in) financing activities	684	2,006
INVESTING ACTIVITIES		
Capital expenditures	(4,584)	(3,051)
Cash paid for intangible assets	(313)	(227)
Acquisitions, net of cash acquired	(1,277)	(3,839)
Proceeds from sales of investments	1,123	2,519
Purchases of investments	(129)	(471)
Proceeds from sales (purchases) of short-term investments	52	15
Other	46	(3)
Net cash provided by (used in) investing activities	(5,082)	(5,057)
Increase (decrease) in cash and cash equivalents	1,710	2,164
Cash and cash equivalents, beginning of period	1,239	947
Cash and cash equivalents, end of period	\$2,949	\$3,111

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

(in millions)

	Nine Months Ended September 30,	
	2007	2006
Net Cash Provided by (Used In) Operating Activities	\$6,108	\$5,215
Capital Expenditures	(4,584)	(3,051)
Cash paid for Intangible Assets	(313)	(227)
Nonoperating and Nonrecurring items, net of tax:		
Payment of Tax on Nonoperating Items	350	321
Payment of Tax Related to Acquired Companies	56	23
Payment of Tax on Prior Year Audits	320	-
Proceeds from the Sale of Trading Securities	(603)	-
Free Cash Flow	\$1,334	\$2,281

(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⁾

(in millions)

	<u>Cable</u>	<u>Programming ⁽²⁾</u>	<u>Corporate and Other</u>	<u>Total</u>
<u>Three Months Ended September 30, 2007</u>				
Revenues	\$7,419	\$330	\$51	\$7,800
Operating Cash Flow	\$2,983	\$97	(\$143)	\$2,937
Operating Income (Loss)	\$1,504	\$51	(\$163)	\$1,392
Operating Cash Flow Margin	40.2%	29.3%	NM	37.7%
Capital Expenditures ⁽³⁾	\$1,492	\$8	\$26	\$1,526
<u>Three Months Ended September 30, 2006</u>				
Revenues	\$6,668	\$259	\$27	\$6,954
Operating Cash Flow	\$2,640	\$87	(\$96)	\$2,631
Operating Income (Loss)	\$1,400	\$46	(\$113)	\$1,333
Operating Cash Flow Margin	39.6%	33.6%	NM	37.8%
Capital Expenditures ⁽³⁾	\$1,251	\$5	\$-	\$1,256
<u>Nine Months Ended September 30, 2007</u>				
Revenues	\$21,856	\$966	\$187	\$23,009
Operating Cash Flow	\$8,852	\$237	(\$331)	\$8,758
Operating Income (Loss)	\$4,439	\$98	(\$393)	\$4,144
Operating Cash Flow Margin	40.5%	24.5%	NM	38.1%
Capital Expenditures ⁽³⁾	\$4,530	\$22	\$41	\$4,593
<u>Nine Months Ended September 30, 2006</u>				
Revenues	\$19,555	\$771	\$151	\$20,477
Operating Cash Flow	\$7,800	\$196	(\$226)	\$7,770
Operating Income (Loss)	\$3,893	\$73	(\$283)	\$3,683
Operating Cash Flow Margin	39.9%	25.5%	NM	37.9%
Capital Expenditures ⁽³⁾	\$3,272	\$18	\$15	\$3,305

(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>3Q07</u>	<u>3Q06</u>	<u>YTD 3Q07</u>	<u>YTD 3Q06</u>
New Service Offerings				
Customer Premise Equipment (CPE)	\$767	\$712	\$2,447	\$1,774
Scalable Infrastructure	235	247	758	592
	<u>1,002</u>	<u>959</u>	<u>3,205</u>	<u>2,366</u>
Recurring Capital Projects				
Line Extensions	94	80	278	261
Support Capital	221	135	602	385
	<u>315</u>	<u>215</u>	<u>880</u>	<u>646</u>
Upgrades	144	77	364	260
Commercial	31	-	81	-
Total	<u>\$1,492</u>	<u>\$1,251</u>	<u>\$4,530</u>	<u>\$3,272</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)}

(in millions, except per subscriber and per unit data)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2007	2006	2007	2006
Revenues:				
Video ⁽³⁾	\$4,406	\$4,174	\$13,269	\$12,409
High-speed Internet	1,628	1,388	4,759	3,991
Phone	472	253	1,247	652
Advertising	407	382	1,121	1,109
Other ⁽⁴⁾	298	275	843	812
Franchise fees	208	196	617	582
Total Revenues	\$7,419	\$6,668	\$21,856	\$19,555
Operating Cash Flow	\$2,983	\$2,640	\$8,852	\$7,800
Operating Income	\$1,504	\$1,400	\$4,439	\$3,893
Operating Cash Flow Margin	40.2%	39.6%	40.5%	39.9%
Capital Expenditures	\$1,492	\$1,251	\$4,530	\$3,272

	<u>3Q07</u>	<u>2Q07</u>	<u>3Q06</u>
Video			
Homes Passed (000's)	48,250	48,030	47,360
Basic Subscribers (000's)	24,156	24,222	24,132
Basic Penetration	50.1%	50.4%	51.0%
Quarterly Net Basic Subscriber Additions (000's)	(65)	(96)	11
Digital Subscribers (000's)	14,669	14,180	12,097
Digital Penetration	60.7%	58.5%	50.1%
Quarterly Net Digital Subscriber Additions (000's)	489	825	559
Digital Set-Top Boxes	23,704	22,768	18,522
Monthly Average Video Revenue per Basic Subscriber	\$60.72	\$61.58	\$57.67
Monthly Average Total Revenue per Basic Subscriber	\$102.24	\$101.46	\$92.12
High-Speed Internet			
"Available" Homes (000's)	47,875	47,566	46,850
Subscribers (000's)	12,888	12,438	11,052
Penetration of "Available" Homes	26.9%	26.1%	23.6%
Quarterly Net Subscriber Additions (000's)	450	332	538
Monthly Average Revenue per Subscriber	\$42.86	\$43.37	\$42.90
Phone			
Comcast Digital Voice			
"Available" Homes (000's)	40,276	37,759	30,919
Subscribers (000's)	3,774	3,112	1,357
Penetration of "Available" Homes	9.4%	8.2%	4.4%
Quarterly Net Subscriber Additions (000's)	662	673	486
Circuit Switched Phone			
"Available" Homes (000's)	8,897	8,995	8,858
Subscribers (000's)	304	443	740
Penetration of "Available" Homes	3.4%	4.9%	8.4%
Quarterly Net Subscriber Additions (000's)	(138)	(117)	(102)
Monthly Average Total Phone Revenue per Subscriber	\$41.35	\$42.87	\$44.90
Total Revenue Generating Units (000's) ⁽⁵⁾	55,792	54,394	49,377
Total Quarterly Net Additions (000's)	1,398	1,616	1,492

(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 the Susquehanna Communications cable systems acquired on April 30, 2006, cable systems acquired and sold in the Adelphia/Time Warner transactions on July 31, 2006, the cable systems resulting from the dissolution of the Texas/Kansas City Cable Partnership (TKCCP) on January 1, 2007, the results of SportsNet Bay Area and Sports Channel New England acquired on June 30, 2007, and the cable system acquired from Patriot Media Holdings, LLC on August 31, 2007. Pro forma results are presented as if the acquisitions and dispositions were effective on January 1, 2006. The net impact of these transactions was an increase of 2.7 million basic cable subscribers.

(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; increased by any payments related to certain nonoperating items, net of estimated tax benefits (such as income taxes on investment sales, and nonrecurring payments related to income tax and litigation contingencies of acquired companies) and decreased by any proceeds from the sale of trading securities. 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 GAAP to Pro Forma ⁽¹⁾ Financial Data by Business Segment
(Unaudited)

(in millions)	GAAP				Cable		Total	
	Cable ⁽²⁾	Programming	Corporate, Other and Eliminations ⁽²⁾	Total	Pro Forma Adjustments ⁽¹⁾⁽³⁾	Pro Forma Cable	Pro Forma Adjustments ⁽¹⁾⁽⁴⁾	Total Pro Forma
Three Months Ended September 30, 2007								
Revenue	\$7,400	\$330	\$51	\$7,781	\$19	\$7,419	\$19	\$7,800
Operating Expenses (excluding depreciation and amortization)	4,425	233	194	4,852	11	4,436	11	4,863
Operating Cash Flow	\$2,975	\$97	(\$143)	\$2,929	\$8	\$2,983	\$8	\$2,937
Depreciation and Amortization	1,473	46	19	1,538	6	1,479	7	1,545
Operating Income (Loss)	\$1,502	\$51	(\$162)	\$1,391	\$2	\$1,504	\$1	\$1,392
Capital Expenditures	\$1,492	\$8	\$26	\$1,526	\$-	\$1,492	\$-	\$1,526
Three Months Ended September 30, 2006								
Revenue	\$6,312	\$258	(\$138)	\$6,432	\$370	\$6,682	\$522	\$6,954
Segment reclassifications ⁽⁵⁾	(14)	1	13	-	-	(14)	-	-
Revenue	\$6,298	\$259	(\$125)	\$6,432	\$370	\$6,668	\$522	\$6,954
Operating Expenses (excluding depreciation and amortization)	3,805	170	20	3,995	228	4,033	328	4,323
Segment reclassifications ⁽⁵⁾	(5)	2	3	-	-	(5)	-	-
Operating Cash Flow	\$2,498	\$87	(\$148)	\$2,437	\$142	\$2,640	\$194	\$2,631
Depreciation and Amortization	1,157	41	15	1,213	83	1,240	85	1,298
Operating Income (Loss)	\$1,341	\$46	(\$163)	\$1,224	\$59	\$1,400	\$109	\$1,333
Capital Expenditures	\$1,173	\$5	\$19	\$1,197	\$78	\$1,251	\$59	\$1,256
Nine Months Ended September 30, 2007								
Revenue	\$21,728	\$966	\$187	\$22,881	\$128	\$21,856	\$128	\$23,009
Operating Expenses (excluding depreciation and amortization)	12,929	729	519	14,177	75	13,004	74	14,251
Operating Cash Flow	\$8,799	\$237	(\$332)	\$8,704	\$53	\$8,852	\$54	\$8,758
Depreciation and Amortization	4,384	139	61	4,584	29	4,413	30	4,614
Operating Income (Loss)	\$4,415	\$98	(\$393)	\$4,120	\$24	\$4,439	\$24	\$4,144
Capital Expenditures	\$4,521	\$22	\$41	\$4,584	\$9	\$4,530	\$9	\$4,593
Nine Months Ended September 30, 2006								
Revenue	\$17,205	\$770	(\$40)	\$17,935	\$2,389	\$19,594	\$2,542	\$20,477
Segment reclassifications ⁽⁵⁾	(39)	1	38	-	-	(39)	-	-
Revenue	\$17,166	\$771	(\$2)	\$17,935	\$2,389	\$19,555	\$2,542	\$20,477
Operating Expenses (excluding depreciation and amortization)	10,250	572	265	11,087	1,519	11,769	1,620	12,707
Segment reclassifications ⁽⁵⁾	(14)	3	11	-	-	(14)	-	-
Operating Cash Flow	\$6,930	\$196	(\$278)	\$6,848	\$870	\$7,800	\$922	\$7,770
Depreciation and Amortization	3,269	123	55	3,447	638	3,907	640	4,087
Operating Income (Loss)	\$3,661	\$73	(\$333)	\$3,401	\$232	\$3,893	\$282	\$3,683
Capital Expenditures	\$2,913	\$18	\$120	\$3,051	\$359	\$3,272	\$254	\$3,305

(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.

(2) From August 1, 2006 to September 30, 2006, the cable segment includes the operating results of the cable systems serving Houston, TX as a result of the dissolution of our cable partnership with Time Warner. This adjustment is reversed in the Corporate, Other and Eliminations column to reconcile to our consolidated amounts.

(3) Cable Pro Forma adjustments for 2006 include cable systems serving Houston, TX prior to August 1, 2006, Adelphia/Time Warner transactions and the Susquehanna Communications acquisition. Cable Pro Forma adjustments for 2007 and 2006 include the cable system acquired from Patriot Media and the SportsNet Bay Area/Sports Channel New England acquisitions.

(4) Total Pro Forma adjustments for 2006 include cable systems serving Houston, TX, Adelphia/Time Warner transactions and the Susquehanna Communications acquisition. Total Pro Forma adjustments for 2007 and 2006 include the cable system acquired from Patriot Media and the SportsNet Bay Area/Sports Channel New England acquisitions.

(5) To be consistent with our management reporting, reclassifications were made to Programming, Corporate and Other.



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

(in millions, except per share data)	Three Months Ended September 30,				2007 vs. 2006 Growth (%)	
	2007		2006		\$	EPS ⁽¹⁾
	\$	EPS ⁽¹⁾	\$	EPS ⁽¹⁾		
Net Income	\$560	\$0.18	\$1,217	\$0.38	(54%)	(53%)
Adjustments						
Gain on discontinued operations, net of tax ⁽²⁾	-	-	234	0.07	NM	NM
Gain on Adelphia/Time Warner transactions, net of tax ⁽²⁾	-	-	435	0.14	NM	NM
Adjusted Net Income	\$560	\$0.18	\$548	\$0.17	2%	6%

(in millions, except per share data)	Nine Months Ended September 30,				2007 vs. 2006 Growth (%)	
	2007		2006		\$	EPS ⁽¹⁾
	\$	EPS ⁽¹⁾	\$	EPS ⁽¹⁾		
Net Income	\$1,985	\$0.63	\$2,143	\$0.67	(7%)	(6%)
Adjustment:						
Gain on discontinued operations, net of tax ⁽²⁾	-	-	234	0.07	NM	NM
Gain on Adelphia/Time Warner transactions, net of tax ⁽²⁾	-	-	435	0.14	NM	NM
Gain related to the dissolution of the Texas/Kansas City Cable Partnership, net of tax ⁽³⁾	300	0.09	-	-	NM	NM
Adjusted Net Income	\$1,685	\$0.54	\$1,474	\$0.46	14%	17%

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

(2) 2006 Net Income included a one-time gain, net of tax, on discontinued operations and a one-time investment gain, net of tax, related to the Adelphia/Time Warner transactions.

(3) 2007 Net Income includes a one-time gain, net of tax, related to the dissolution of the Texas/Kansas City Cable Partnership.