



MODERN TIMES GROUP MTG AB

FINANCIAL RESULTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2006

Stockholm, 16 February 2007 – Modern Times Group MTG AB (publ.) (“MTG” or “the Group”) (The Nordic Stock Exchange: MTGA, MTGB) today announced its financial results for the fourth quarter and twelve months ended 31 December 2006. The Group’s consolidated accounts have been prepared according to International Financial Reporting Standards (IFRS) as adopted by the European Union.

FOURTH QUARTER HIGHLIGHTS

- **Group net sales up 18% to record level of SEK 2,918 (2,463) million**
- **Group operating income of SEK 435 (427) million, including SEK 79 million non-cash write down of intangible assets**
- **Viasat Broadcasting net sales up 14% to SEK 2,310 (2,023) million and operating income up 16% to SEK 501 (431) million**
- **Net income of SEK 316 (288) million**
- **Basic earnings per share of SEK 4.60 (4.29)**

FULL YEAR HIGHLIGHTS

- **Group net sales up 27% to record level of SEK 10,136 (8,012) million**
- **Group operating income up 47% to SEK 1,777 (1,213) million, including SEK 79 million non-cash write down of intangible assets**
- **Viasat Broadcasting net sales up 29% to SEK 8,291 (6,437) million and operating income up 43% to SEK 1,880 (1,316) million**
- **Net income of SEK 1,499 (1,185) million, including SEK 241 million non-cash financial gain arising from CTC Media IPO new share issue in 2006 (SEK 389 million net gain from the sale of TV4 shares in 2005)**
- **Basic earnings per share of SEK 21.57 (17.78)**
- **Completion of SEK 1.5 billion distribution of Metro International shares**
- **Board to propose payment of SEK 7.50 dividend per share**
- **Board to seek authorisation for buy-back of up to 10% of issued share capital**

Hans-Holger Albrecht, President and CEO, commented: “It is over two and a half years since we provided our five year strategic objectives in June 2004, so we are now halfway through the timeline. We are outperforming the target of doubling the size of Viasat Broadcasting with annual sales for the division having now grown by 78% since the end of 2003. We have also achieved more than 15% operating margins in each of our three core broadcasting segments and a 17% full year margin for Viasat Broadcasting, whilst 40% of the Group’s operating profits are now derived from Central and Eastern Europe.”

“We have maintained the balance between sales growth and profitability and have reported sales in excess of SEK 10 billion for the first time in the Group’s history, at the same time as we are reporting record profitability levels and an operating profit margin of nearly 18%. We have demonstrated the discipline of disposing of non-core or underperforming assets, in line with our declared focus on entertainment broadcasting, as well as continuing to strictly manage our capital allocations. This performance has yielded an increased return on average capital employed for the past twelve months of 29%.”

“Whilst the pay-TV and Eastern European operations continued to perform ahead of expectations, the results for our free-to-air business in Scandinavia were weaker than anticipated. We are addressing the ratings softness in Sweden by reviewing and improving every step of the programming acquisition, scheduling, sales and marketing process, in order to be able to regain the market position necessary to capitalise on advertising market growth and penetration increases.”

“In line with the strong overall performance in the Group’s operations, the SEK 430 million net cash position at the end of the year and the flexibility provided by the Group’s SEK 3.5 billion credit facility, the Board will propose a dividend payment of SEK 7.50 per share, and seek authorisation for a buy-back of up to 10% of the Group’s shares over a twelve month period, at this year’s AGM. We remain focused on continuing to expand our operations by investing in organic growth and making selected acquisitions, and the Board also continuously reviews the Group’s capital structure in order to maintain the balance between providing an appropriate level of financial flexibility and delivering enhanced shareholder returns.”

FINANCIAL SUMMARY

<i>(SEK million)</i>	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
Net sales	2,918	2,463	10,136	8,012
Operating income (EBIT)	435	427	1,777	1,213
Gain/loss from financial assets	1	-5	3	384
Non-cash gain from CTC Media Inc. IPO new share issue	-	-	241	-
Net interest and other financial items	-5	-21	-5	-102
Income before tax	431	401	2,016	1,495
Net income	316	288	1,499	1,185
Basic earnings per share (SEK)	4.60	4.29	21.57	17.78
Diluted earnings per share (SEK)	4.57	4.29	20.55	17.78
Total assets	9,205	9,795	9,205	9,795

OPERATING REVIEW

Group Sales of over SEK 10 billion for first time in Group history

NET SALES BY BUSINESS AREA (SEK million)	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
<i>Free-to-air TV Scandinavia</i>	852	875	3,038	2,912
<i>Pay-TV Nordic</i>	849	726	3,183	2,633
<i>Central & Eastern Europe</i>	553	370	1,841	813
<i>Other & eliminations</i>	56	52	229	80
Viasat Broadcasting	2,310	2,023	8,291	6,437
Radio	169	77	433	290
Other business areas	506	459	1,706	1,629
Parent company & other companies	25	30	111	128
Eliminations	-92	-126	-406	-473
TOTAL	2,918	2,463	10,136	8,012

The Group generated 18% year on year net sales growth to SEK 2,918 (2,463) million in the fourth quarter and 27% growth to SEK 10,136 (8,012) million for the full year, following strong growth in the Nordic pay-TV and Central and East European businesses. The results also included the full consolidation of P4 Radio, TV3 Slovenia, and Czech TV channel TV Prima. Excluding the results of these newly consolidated businesses, net sales were up 12% year on year in the quarter and 17% for the full year.

The Group maintained its balanced and diversified structure with 42% of full year revenues generated from advertising sales; 37% from subscription payments; and 21% from other business-to-business and business-to-consumer sales.

Record Q4 & Full Year Profitability

OPERATING INCOME BY BUSINESS AREA (SEK million)	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
<i>Free-to-air TV Scandinavia</i>	174	188	562	492
<i>Pay-TV Nordic</i>	173	136	597	507
<i>Central & Eastern Europe</i>	111	76	304	76
<i>Other & eliminations</i>	5	8	-14	54
<i>Associated companies (CTC Media, Inc.)</i>	39	23	432	187
Viasat Broadcasting	501	431	1,880	1,316
Radio	33	10	78	23
Other business areas	-63	30	-26	37
Parent company & other companies	-36	-43	-155	-163
TOTAL	435	427	1,777	1,213

Depreciation, amortization and write-down charges totalled SEK 130 (43) million in the quarter and SEK 220 (146) million for the full year, and included SEK 79 million of non-cash

intangible asset write-downs by companies in the Modern Studios business area. Operating costs increased by 22% year on year in the quarter and by 26% for the full year. This primarily reflected the impact of the consolidation of the TV Prima, TV3 Slovenia and P4 Radio operations, as well as increased investments in programming and subscriber acquisition across a number of territories. Excluding the newly consolidated operations, the Group reported an underlying 14% year on year increase in costs in the quarter and a 16% increase for the full year.

The Group reported an operating profit of SEK 435 (427) million in the quarter and a 47% increase in profitability to SEK 1,777 (1,213) million for the full year. Excluding the non-cash write-downs referred to above and the Group's SEK 43 (37) million and SEK 458 (227) million share in the earnings of associated companies for the fourth quarter and full year, respectively, MTG reported an operating margin of 16% (16%) in the fourth quarter and 14% (12%) for the full year.

Net interest and other financial items totalled SEK -5 (-21) million in the quarter and SEK -5 (-102) million for the full year, and included net interest income on the Group's cash deposits. The full year items included the SEK -27 million of interest on the EUR 120 million convertible loan notes, which were retired on 15 June 2006 and currency exchange rate gains of SEK 24 (-51) million arising from the translation of the Euro denominated notes prior to their repayment.

The Group's pre-tax result for the full year included the previously disclosed SEK 241 million non-cash financial accounting gain arising from the new share issue in connection with the Initial Public Offering of shares by associated company CTC Media, Inc. in June 2006. The full year 2005 result included the SEK 389 million net gain on the sale of MTG's remaining shareholding in TV4 AB. The Group therefore reported a pre-tax profit of SEK 431 (401) million in the fourth quarter and SEK 2,016 (1,495) million for the full year. Tax charges amounted to SEK -114 (-114) million in the quarter and SEK -517 (-310) million for the full year, and the Group therefore reported net income of SEK 316 (288) million in the quarter and SEK 1,499 (1,185) million for the full year.

The number of issued and outstanding shares increased during the twelve month reporting period from 66,375,156 to 67,042,524, due to the exercise of 667,368 class B share options granted under the 2001 Global Share Option Plan. The Group's basic earnings per share consequently increased to SEK 4.60 (4.29) in the quarter and SEK 21.57 (17.78) for the full year.

VIASAT BROADCASTING

Nordic Pay-TV & Eastern European operations drive growth

<i>(SEK million)</i>	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
Net Sales	2,310	2,023	8,291	6,437
Operating Income	462	408	1,448	1,129
Operating Margin (%)	20	20	17	18
Associated Company Income	39	23	432	187
Total Operating Income	501	431	1,880	1,316

Viasat Broadcasting, which comprises the Group's principal television broadcasting businesses, generated 14% year on year net sales growth to SEK 2,310 (2,023) million in the quarter, and 29% growth to SEK 8,291 (6,437) million for the full year. Viasat reported strong sales growth and improved profitability in its Nordic pay-TV and Central & East European broadcasting segments for both the quarter and the full year, whilst the Scandinavian free-to-air operations reported a weaker second half of the year. The results also included the full consolidation of the results of TV3 Slovenia from 1 September 2006, Czech TV channel TV Prima from 1 November 2005, and BET24 from 1 April 2005.

The Viasat satellite platforms in the Nordic and Baltic regions reported a combined 15% year on year growth to 929,000 (811,000) subscribers by the end of 2006, up 5% from the 884,000 subscribers reported at the end of September 2006. The premium base increased by 25% year on year to 817,000 (653,000) subscribers at the end of the period, up 8% from the 755,000 subscribers reported at the end of the third quarter.

Excluding the Group's participation in the earnings of associated companies, Viasat Broadcasting reported a 13% year on year increase in operating profits in the fourth quarter to SEK 462 (408) million, and a 28% increase to SEK 1,448 (1,129) million for the full year. The operating margins for the two periods were stable at 20% (20%) and 17% (18%), respectively.

Free-to-air TV Scandinavia

Lower than anticipated costs offset lower sales

<i>(SEK million)</i>	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
Net Sales	852	875	3,038	2,912
Operating Income	174	188	562	492
Operating Margin (%)	20	22	18	17

Viasat's Scandinavian free-to-air television operations generated 4% year on year sales growth to SEK 3,038 (2,912) million for the full year, but a decline in fourth quarter sales to SEK 852 (875) million. The soft ratings for TV3 Sweden, sold-out position at TV3 Norway towards the end of the year, and the weakness of the Norwegian and Danish Krona all contributed to lower sales in the last quarter of the year.

Operating costs for the free-to-air TV business were however down by 1% year on year in the quarter and up by only 2% for the full year. The fourth quarter reduction in costs primarily reflected lower than anticipated programming cost increases and the release of SEK 25 million of provisions made for now settled contested music rights costs. Full year 2006 operating costs were expected to grow by no more than 5% year on year. Distribution costs were again stable in the quarter, reflecting the combined effect of the discontinuation of analogue distribution in Denmark in the first half of the year and the new costs for the distribution of the TV6 channel in Sweden from May 2006.

The Scandinavian free-to-air TV operations reported an 8% year on year decline in operating profits to SEK 174 (188) million in the quarter, and a 14% increase in profitability to SEK 562 (492) million for the full year. The operations therefore reported an operating margin of 20% (22%) in the quarter and 18% (17%) for the full year.

Commercial Share of Viewing (%)	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
TV3 & TV6 Sweden (15-49)*	31.6	31.6	31.4	31.4
TV3 & ZTV Norway (15-49)	16.6	17.3	17.0	17.2
TV3 & TV3+ Denmark (15-49)	22.2	22.6	21.8	22.0

* includes ZTV prior to May 2006

Viasat sells TV3 and its country-specific secondary channels (TV6, ZTV and TV3+) on a packaged basis to advertisers, and the Group therefore reports combined commercial share of viewing figures for its channels in each country. TV3 has a much higher share of viewing than the secondary channels and its ratings performance therefore has the primary impact on inventory delivery and pricing.

TV3 Sweden's ratings declined year on year, but the continued success of TV6 ensured that the combined commercial share of viewing was flat year on year. However, the combined channels reported a year on year decline in market share due to the relative pricing of TV3 in the combined channel package and the fact that it was sold-out for the majority of the quarter. Management is focused on improving the performance, and the whole execution process of programme acquisition, scheduling, marketing, promotion and sales is being renewed in order to increase both ratings and sales. The Euro 2008 qualification games; own productions 'Sing Along', 'Extra Extra', 'Lyxfällan' and 'From a Dumpster to a Castle'; and acquired series 'Navy CIS' and 'Prison Break' provided bright spots with improving ratings and growing audiences. TV3 and TV6 continue to benefit from the impending analogue switch-off and the two channels' penetration levels had increased to 78% and 75%, respectively, according to the latest official survey in December 2006.

TV3 and ZTV Norway's combined commercial share of viewing was down year on year in the fourth quarter and slightly lower for the full year. Reported revenues were adversely impacted by the continued weakness of the Norwegian Krona as well as TV3 being sold-out towards the end of the year. TV3 achieved its ambition of being the most watched channel in each month of the year in the competitive universe (15-49) where all of the major channels are broadcast. The ratings highlights of the quarter were the UEFA Champions League and national football team match coverage, 'Prison Break' and local own production 'Charter Fever'.

TV3 and TV3+ Denmark's advertising revenues grew in line with the market, despite a year on year decline in the commercial share of viewing in the quarter and a slightly lower share of viewing for the full year. TV3 and TV3+ consolidated their positions as the second and third most watched commercial channels in Denmark with a stable penetration of over 1.6 million households. The reported results for the fourth quarter were also adversely affected by the weakness of the Danish Krona against the Swedish Krona reporting currency.

Pay-TV Nordic

Continued Healthy Subscriber Intake & Margins

<i>(SEK million)</i>	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
Net Sales	849	726	3,183	2,633
Operating Income	173	136	597	507
Operating Margin (%)	20	19	19	19

Viasat Broadcasting's pay-TV operations in the Nordic region generated 17% year on year net sales growth to SEK 849 (726) million in the quarter and 21% growth to SEK 3,183 (2,633) million for the full year. The business comprises Viasat's DTH satellite broadcasting platform and seventeen Viasat pay-TV channels.

<i>(000's)</i>	December 2006	September 2006	December 2005
Premium Subscribers	737	696	614
- of which, DTH satellite	708	673	602
- of which, Broadband	29	23	12
 Basic DTH Satellite Subscribers	 112	 129	 158

41,000 net new premium subscribers were added to the platform in the fourth quarter. 123,000 new premium subscribers were added during the year, which is equivalent to a 20% year on year growth rate. The number of Viasat+ Personal Video Recorder and multi-room subscribers increased from 90,000 at the end of the third quarter to 126,000 by the end of the year, and from 14,000 at the beginning of the year. This lower churn and higher ARPU subscriber group represented 18% of the premium DTH subscriber base at the end of the period. The number of broadband TV subscribers in Sweden and Norway more than doubled year on year from 12,000 to 29,000 and, as previously announced, the Viasat Gold package is now being rolled out via broadband in Denmark.

Annualised average revenue per premium DTH subscriber (ARPU) increased by 6% year on year to SEK 3,470 (3,277) in the fourth quarter, and from SEK 3,460 in the third quarter of 2006. This increase continued to principally reflect the maturing of the subscriber base, the increasing proportion of Viasat+ and multi-room subscribers, and previously implemented price rises.

Operating costs for the Nordic pay-TV business increased by 15% year on year to SEK 676 (590) million in the quarter and by 22% to SEK 2,587 (2,126) million for the twelve month period. Total expensed subscriber acquisition costs were stable for the third quarter in succession at SEK 138 (118) million, and amounted to SEK 536 (393) million for the full year, reflecting the consistently high net premium subscriber intake over more than two years.

The year on year increase in costs also reflected the full year impact of the increased Viasat Sport channels offering and the twelve third party channels added to the platform since the beginning of 2006, as well as the ongoing investment in subscriber acquisition marketing campaigns. Danish news channel TV2 News was added to the platform during the fourth quarter and a dedicated new pan-Nordic Viasat Golf channel was launched after the end of the year. Plans have also been announced for the launch of two new joint venture sports channels during 2007, in cooperation with TV2 in Denmark, subject to the required regulatory approval.

Viasat's pay-TV business generated a 27% year on year increase in operating profits to SEK 173 (136) million in the quarter, and a 9% increase from the SEK 159 million reported in the third quarter of the year. Operating profits were up 18% to SEK 597 (507) million for the full year. The operating margin for the business therefore increased year on year to 20% (19%) in the quarter and was stable at 19% for the full year.

Central & Eastern Europe

High Growth & Increasing Profitability

<i>(SEK million)</i>	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
Net Sales	553	370	1,841	813
Operating Income	111	76	304	76
Operating Margin (%)	20	20	17	9
Associated Company Income (CTC Media, Inc.)	39	23	432	187
Total Operating Income	149	100	736	263

Viasat's free-to-air and pay-TV operations in Central and Eastern Europe reported a 49% year on year increase in net sales to SEK 553 (370) million in the quarter and a more than doubling of sales to SEK 1,841 (813) million for the full year. The results included the first full fourth quarter and annual contributions from TV Prima, as well as four months' of TV3 Slovenia results. When excluding TV Prima and TV3 Slovenia, net sales were up 31% year on year in the quarter and 46% for the full year.

Operating profits excluding the associated company income from CTC Media, Inc. were up 46% year on year to SEK 111 (76) million in the quarter and quadrupled to SEK 304 (76) million for the twelve month period. The combined operating margin for the businesses, again excluding associated company income, was unchanged year on year at 20% in the quarter and doubled to 17% (9%) for the full year.

The Baltics

The Group's free-to-air TV operations in Estonia, Latvia and Lithuania reported 9% combined year on year net sales growth to SEK 147 (135) million in the fourth quarter and 21% growth to SEK 471 (390) million for the full year.

Commercial Share of Viewing (%)	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
TV3 and 3+ in Estonia (15-49)	41.4	49.0	45.1	47.4
TV3 and 3+ in Latvia (15-49)	36.2	38.1	36.9	34.2
TV3 and Tango TV in Lithuania (15-49)	35.4	34.9	34.2	35.0

Viasat's pan-Baltic commercial share of viewing (15-49) decreased slightly year on year to 36.7% (38.1%) in the quarter and increased slightly to 36.9% (36.7%) for the full year. The decline in the fourth quarter reflected softness in the ratings for TV3 Estonia, which is being addressed through the introduction of local productions of hit international formats such as 'Deal or No Deal' and 'Pop Idol' in the Spring schedules. Operating profits for the Baltic free-to-air channels increased by 20% year on year to SEK 55 (46) million in the quarter and by 47% to SEK 128 (87) million for the full year. The combined operating margin therefore increased to 37% (34%) and 27% (22%) for the two respective periods.

Czech Republic

TV Prima reported net sales of SEK 244 (136) million in the fourth quarter and SEK 849 (136) million for the full year, which reflected the fact that TV Prima has only been consolidated from 1 November 2005. The underlying year on year sales growth for the business was approximately 32% from SEK 184 million in the fourth quarter of 2005 and 56% from SEK 544 million for full year 2005. This underlying sales growth reflected both market share gains and price rises during the year.

Commercial Share of Viewing (%)	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
TV Prima (15+)	21.8	26.5	21.8	24.6

The year on year decline in ratings reflects the impact of the channel's most successful ever reality format on ratings in the fourth quarter of 2005. Management continues to implement changes at the station in order to improve operating efficiency levels. The focus is on enhancing the production quality and marketing of the key prime time own productions, which drive the ratings and enable the channel to capitalise on the programming acquisition agreements signed with the Warner, Universal, Fox and Disney studios during 2006. The new broader based entertainment schedules being introduced in 2007 feature game show 'Deal or no deal', comedy 'Thank God you are here', 'Wanted' (based on Sweden's long running Strix-produced 'Efterlyst'), and 'You are what you eat'.

TV Prima reported increased operating profits of SEK 52 (33) million in the quarter and SEK 171 (33) million for the full year, and operating margins of 22% and 20% for the two respective periods.

Russia

DTV reported 38% year on year sales growth to SEK 51 (37) million in the quarter and almost doubled its sales to SEK 181 (98) million for the full year.

Commercial Share of Viewing (%)	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
DTV (6-54)	2.2	2.3	2.1	1.9

Ratings were stable year on year for both periods and ended the year strongly. The sales agreement signed with leading media agency Video International at the end of 2005 continued to enable the channel to leverage its market position as a national media with approximately 53% household penetration. The Mostelecom distribution agreement signed in the second quarter of 2006 is gradually increasing DTV's penetration in the key Moscow region, and approximately 800,000 additional households had been connected by the end of the year.

Despite the channel's continued investments in programming, DTV reported its first ever annual profit after a SEK 23 million year on year swing to an operating profit of SEK 3 (-20) million for the full year. DTV also recorded its second quarterly profit with a SEK 6 million swing to an operating profit of SEK 4 (-2) million in the fourth quarter.

MTG reports its share of earnings in CTC Media with a one quarter time lag, due to the fact that CTC Media reports its consolidated financial results after MTG. The US dollar results of MTG's equity participation in the Company are translated into the Swedish Krona reporting currency at the average currency exchange rates for the MTG year to date reporting period. MTG's 43.1% shareholding in CTC Media was diluted to 39.6% with effect from June 2006 as a result of the new shares issued at the time of the Company's initial public offering. MTG's reported share of earnings in CTC Media's results amounted to SEK 39 (23) million in MTG's results for the fourth quarter and SEK 432 (187) million in MTG's results for the full year.

CTC Media generated 48% year on year net sales growth to US\$ 71 (48) million in the third quarter of 2006 and 69% sales growth to US\$ 343 (203) million for the twelve months ended 30 September 2006. CTC Media reported a more than doubling of operating profits year on year to US\$ 14 (6) million in the third quarter and a near doubling to US\$ 144 (68) million for the twelve months period, thereby achieving increased operating margins of 19% (12%) and 42% (34%) for the two respective periods. CTC Media's pre-tax profit more than tripled year on year to US\$ 16 (5) million in the seasonally weak third quarter and more than doubled to US\$ 145 (64) million for the twelve month trailing period.

CTC Media has provided full year 2006 guidance of consolidated revenues in the range of US\$ 360 million to US\$ 385 million, and a consolidated OIBDA (operating income before depreciation and amortization) margin of between 46 and 47 per cent. CTC Media will announce its financial results for the fourth quarter and twelve months ended 31 December 2006 on February 27, 2007.

Hungary

Viasat3 generated 16% year on year net sales growth to SEK 38 (33) million in the fourth quarter and 30% growth to SEK 117 (90) million for the full year, following further viewing and market share gains.

Commercial Share of Viewing (%)	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
Viasat3 (18-49)	6.8	5.5	5.9	5.5

More of the top 100 advertisers were represented on Viasat3 in the fourth quarter than on any other channel, and Viasat3 reported its best ever weekly and monthly commercial share of viewing figures at over 7.5%. The business was therefore able to report its first ever annual profit with a SEK 20 million year on year swing to a profit of SEK 4 (-16) million for the full year, and an operating profit of SEK 5 (1) million in the quarter.

Slovenia

The PRVA terrestrial TV channel was acquired in August 2006 and therefore only contributed to the Group's results for the last four months of the year. MTG consolidated SEK 4 million of sales for the quarter and the full year, and the ongoing investments resulted in an operating loss of SEK 12 million in the fourth quarter and a loss of SEK 15 million for the full year.

Commercial Share of Viewing (%)	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
TV3 Slovenia (15-49)	7.3	-	4.1	-

The channel was rebranded as 'TV3 Slovenia' within one month of Viasat assuming control, and the new programming schedule that was launched at the beginning of October had already achieved a more than doubling in commercial share of viewing by the end of the year, when compared to the average of 3.1% for the first nine months of the year. The new schedule featured hit shows such as 'America's Next Top Model' and 'American Idol', a strong movie line up, and exclusive coverage of the UEFA Champions League.

Pay-TV

Viasat's pay-TV operations in Central and Eastern Europe comprise the DTH satellite platform in the Baltic region, as well as the seven Viasat channels that are distributed through third party cable and satellite networks to subscribers in eighteen countries across the region.

Sales for the combined businesses more than doubled year on year for both the quarter and the full year, to SEK 70 (30) million and SEK 220 (99) million, respectively. The combined operations were profitable for the first time on a full year basis following a SEK 20 million year on year swing to a profit of SEK 13 (-7) million. The fourth quarter result swung by SEK 9 million from an operating loss of SEK -2 million in 2005 to an operating profit of SEK 7 million in 2006.

<i>(000's)</i>	December 2006	September 2006	December 2005
DTH Premium Baltic subscribers	80	59	38
C & E Europe mini-pay-TV subscriptions	18,619	17,200	11,541

Viasat's Baltic DTH satellite pay-TV platform reported a net intake of 21,000 premium subscribers during the quarter and of 42,000 for the full year, thereby more than doubling the base and firmly establishing Viasat as the largest digital TV operator in the territory. The growth reflected reduced churn levels, as well as the enhancement of the content offering with the addition of the ten Baltic public service channels to the platform during the summer.

The profitable wholesale mini-pay business added another 1.4 million subscriptions in the fourth quarter and 7.1 million subscriptions during the year, which was equivalent to a 61% year on year growth in the subscriber base in 2006. 18.6 million channel subscriptions had been sold to 8.2 million households by the end of the year. New channel TV1000 Balkan was introduced in December 2005 and Viasat Sport East was launched in November 2006 in association with the North American Sports Network (NASN). Average revenue per sold subscription increased by 25% year on year following price rises in a number of territories as distribution contracts were renegotiated.

Other Businesses

BET24 generated 13% year on year net sales growth to SEK 102 (90) million in the fourth quarter, and a more than doubling of sales to SEK 426 (205) million for the full year. The

business reported a loss of SEK -9 (-6) million in the quarter and SEK -54 (-1) million for the full year. The Company continues to invest in building its brand through its sponsorships of UK football clubs and the Victory Challenge entry for the America's Cup, as well as by leveraging the cross promotional opportunities provided by Viasat's extensive portfolio of sports rights and channels. The full year operating loss reflected the high level of investments in the second quarter around the FIFA World Cup, as well as the development of new operations including Poland and Spain. Investments in these new operations have subsequently been scaled back.

BET24 has been consolidated by MTG since 1 April 2005 and was previously accounted for as an equity participation for the first quarter of 2005.

RADIO

<i>(SEK million)</i>	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
Net Sales	169	77	433	290
Operating Income	36	0	61	-11
Operating Margin (%)	21	-	14	-
Associated Company Income	-3	9	17	34
Total Operating Income	33	10	78	23

Combined net sales for the Group's radio operations more than doubled year on year to SEK 169 (77) million in the quarter and were up 49% to SEK 433 (290) million for the full year, as MTG continued to win share in growing markets and fully consolidated the first quarter of results for now wholly-owned P4 Radio in Norway. The operations continued to benefit from increased penetration levels in Sweden, and viewing and market share gains in growing radio advertising markets in Sweden and the Baltics. P4's consolidated results were negatively impacted by the weakness of the Norwegian Krona but the station further strengthened its commercial share of listening position during the year and introduced a new GRP based pricing model in the fourth quarter.

The business area reported substantially increased operating profits of SEK 33 (10) million in the quarter and SEK 78 (23) million for the full year and, excluding associated company income, generated operating margins of 21% and 14% for the two respective periods. Following the acquisition by MTG of majority ownership in P4 Radio Hele Norge ASA during the third quarter of 2006, P4 Radio's results were fully consolidated by MTG with effect from 1 October 2006. Up until that date, MTG continued to report its share of pre-tax earnings in P4 Radio with a time lag of one quarter, due to the fact that P4 Radio published its results after MTG. The SEK 17 million of associated company income reported for the full year therefore principally comprised P4 Radio's results for the nine month period from 1 October 2005 to 30 June 2006.

OTHER BUSINESSES

<i>(SEK million)</i>	Oct-Dec 2006	Oct-Dec 2005	Jan-Dec 2006	Jan-Dec 2005
<i>Modern Studios</i>				
Net Sales	172	160	619	638
Operating Income	-84	10	-80	-26
Operating Margin (%)	-	6	-	-
<i>Home Shopping</i>				
Net Sales	334	299	1,087	992
Operating Income	21	21	54	63
Operating Margin (%)	6	7	5	6

Net sales for the Modern Studios business area, which primarily comprises the Strix Television production company and the Sonet feature film production and distribution business, increased by 8% year on year to SEK 172 (160) million in the quarter and declined to SEK 619 (638) million for the full year. Strix Sweden produced the new TV show 'Förkväll' during the fourth quarter and the recently opened Czech office is working on its first production for TV Prima. Sonet Film received a record 16 out of 20 nominations for the annual Swedish 'Guldbaggen' awards and Sonet features won six awards on the night. Full year revenues were adversely affected by the winding down of Modern Entertainment in the US and weaker theatrical sales in the Nordic region.

The business area reported a SEK -84 (10) million operating loss in the quarter and a SEK -80 (-26) million operating loss for the full year, which primarily reflected the SEK 79 million of non-cash intangible asset write downs in the fourth quarter. The write-downs followed the Group's regular impairment tests and included the writing down by Sonet of SEK 41 million of unrealised projects or beneficial rights relating to library titles that had been released but had not generated the anticipated box office receipts. In addition, SEK 38 million of intangible assets were written down in the Engine business, which primarily comprised the goodwill arising from the acquisition of 60% of the company in June 2005. Engine develops music and video products for leading brands and characters, but has not performed according to expectations and is being reorganised accordingly.

The Home Shopping business area generated 12% year on year sales growth to SEK 334 (299) million in the quarter and 10% growth to SEK 1,087 (992) million for the full year. Leading Nordic online entertainment retailer CDON.COM had a particularly strong end to the year with sales up 27% year on year in the fourth quarter. The company increased its market shares in all product categories and countries, with DVD sales up nearly 50% in the fourth quarter. The consumer electronics product lines and pay-per-view 'on demand' film streaming services have both outperformed expectations. CDON.com accounted for 76% of business area sales in the quarter and 68% for the full year. TV-Shop's sales for both the quarter and full year reflected the discontinuation of the analogue infomercials channel in Germany. Internet sales continued to outstrip telephone sales and mail order, and were up 27% year on year in the fourth quarter and 22% for the full year. Internet sales represented 35% of TV-Shop's sales in 2006 and 41% in the fourth quarter.

The business area reported operating profits of SEK 21 (21) million in the quarter and SEK 54 (63) million for the full year.

GROUP STRUCTURAL CHANGES

At the beginning of January 2007, after the end of the reporting period, the Group signed an agreement to acquire 90% of the issued share capital of the Playahead (www.playahead.com) online social networking community for a total cash consideration of SEK 102 million. Playahead is Sweden's second largest internet community, with over 530,000 members. Playahead's results will be consolidated in MTG's accounts, within the Viasat Broadcasting business area, with effect from the closing of the transaction on 9 January 2007. For further details, see Appendix 1.

The Group announced the disposal of the Brombergs Bokförlag AB book publishing business at the end of December. The business will continue to operate under the same trading name and represented less than 0.5% of MTG Group sales for the twelve months ended 31 December 2006. The sale of the business is in line with MTG's focus on its core broadcasting operations, and the acquisition price was subject to an independent valuation.

The Group announced a tender offer for the outstanding share capital of P4 Radio Hele Norge ASA on 12 September 2006 following the purchase of shares that increased MTG's prior holding of 39.7% of P4 Radio's shares to above the Norwegian listed company mandatory bid threshold of 40%. MTG offered NOK 30 per share and purchased an additional 60% of P4 Radio's issued and outstanding share capital on the Oslo Stock Exchange for a total consideration of NOK 595 million incl. transaction costs. P4 Radio is reported within the Radio business area and was fully consolidated with effect from 1 October 2006.

MTG announced on 30 August 2006 that it had completed the acquisition of 100% of the issued share capital of Prva TV d.o.o in Slovenia, which is the country's third largest free-to-air TV channel, for a total cash consideration of EUR 8.1 million. MTG has assumed full operational control of the station and consolidates the results of PRVA, subsequently rebranded as TV3, within the Viasat Broadcasting business area. The business has been fully consolidated with effect from 1 September 2006.

MTG completed the distribution of the majority of its shareholding in Metro International S.A. A total of 46,569,243 class A shares and 93,138,486 class B shares were distributed by MTG to its shareholders. The distribution had a market value of SEK 1.5 billion as at the close of trading on the record date. MTG's retained shareholding as at 31 December 2006 amounted to 3,538,242 Metro International S.A. class A shares and 3,722,342 class B shares.

The Group announced in March 2006 that it had increased its equity interest in Nordic Betting Limited, which operates the BET24 online betting and gaming businesses, from 51% to 90%. The transaction was effected by means of the acquisition of all of the remaining shares in Nordic Betting Limited by Modern Betting Limited, in exchange for a cash consideration of EUR 8 million and a 10% shareholding in Modern Betting Limited. MTG therefore now owns 90% of Modern Betting Limited, which, in turn, owns 100% of Nordic Betting Limited.

FINANCIAL POSITION

Cash Flow

The Group generated significantly increased cash flow from operations of SEK 533 (370) million in the quarter and SEK 1,372 (966) million for the full year. Changes in working capital amounted to SEK 141 (-38) million in the quarter and SEK -78 (16) million for the

full year, which primarily reflected an increase in accounts payables and a reduction in programming pre-payments in the quarter and increased programme rights investments and accounts receivables for the full year. The Group therefore reported net cash flow from operations of SEK 673 (331) million in the quarter and SEK 1,294 (981) million for the full year.

The Group's investments in shares totalled SEK 40 (900) million in the fourth quarter and SEK 645 (932) million for the full year. These investments comprised the net SEK 583 million paid for the P4 Radio shares during the autumn 2006; the SEK 73 million acquisition of PRVA in August 2006; a EUR 9.5 million repayment of part of the TV Prima acquisition price to MTG during the post-closing purchase process in June 2006; and the EUR 8 million acquisition of an increased shareholding in BET24 in March 2006. The Group received SEK 513 million in cash from the sale of its remaining shares in TV4 AB in January 2005.

Group capital expenditure on tangible and intangible assets totalled SEK 72 (17) million in the quarter and SEK 329 (80) million for the full year. The increased investments during the year included new distribution agreements for DTV in Russia, the further digitalization of the Viasat play-out facility in London, and the ongoing development of the Group's new media ventures.

The Group repaid SEK 450 million of its draw downs from the SEK 3.5 billion multi-currency credit facility during the fourth quarter and had therefore utilised SEK 250 million of the facility at the year end.

The Group repaid the 2001/2006 EUR 120 million convertible loan notes on 15 June 2006, which was primarily financed out of the Group's existing cash balances. The five year convertible debentures had an exercise price of SEK 385.97 but no bonds were called for conversion by the holders of the notes. The repayment amounted to SEK 1,108 million. The Group also paid the final EUR 6.6 million annual coupon falling due on the notes, which amounted to SEK 61 million.

The net change in cash and cash equivalents totalled SEK -30 (-532) million in the quarter and SEK -533 (559) million for the full year.

Liquid funds

The Group's available liquid funds, including unutilised credit facilities, amounted to SEK 3,996 (2,046) million at 31 December 2006, compared to SEK 3,590 million at 30 September 2006, and primarily comprised the SEK 3.35 billion of undrawn monies on the Group's credit facilities. The Group's cash and cash equivalents totalled SEK 646 (1,207) million at the end of the period, compared to SEK 690 million at 30 September 2006.

Net cash position

The Group's net cash position, which is defined as cash and cash equivalents and interest-bearing assets less interest-bearing liabilities, amounted to SEK 430 (15) million at the end of the reporting period, and compared to a net debt position of SEK -28 million as at 30 September 2006.

Holdings in listed companies

The Group's 1.4% residual shareholding in Metro International S.A. had a public equity market value of SEK 66 million as at the close of trading on the last business day of December 2006. The book value of the Group's 39.6% shareholding in associated company CTC Media, Inc. was SEK 1,439 million at the end of the period, which compared with a

public equity market value of SEK 9,898 million as at the close of trading on the last business day of December 2006.

Equity to assets ratio

The Group's equity to assets ratio was 56% (55%) as at 31 December 2006, and compared to 51% at the end of September 2006. The ratio is defined as consolidated equity as a percentage of total assets.

Parent company

The MTG parent company reported net sales of SEK 18 (22) million in the quarter and SEK 89 (108) million for the full year. Net interest and other financial items totalled SEK 1 (7) million and SEK 105 (41) million for the two respective periods. Parent company pre-tax profit amounted to SEK 64 (18) million in the quarter and SEK 263 (-44) million for the full year. MTG's financial policy includes the provision of a central cash pool to support its operating companies.

OTHER INFORMATION

The Group's consolidated accounts have been prepared according to the same accounting policies that were applied in the preparation of the 2005 accounts, with the exception of the treatment of the share of earnings in associated company CTC Media, Inc., which has been included with a one quarter time lag with effect from 1 January 2006. The quarterly financial results for 2005 have therefore been restated in order to provide comparable figures. Further the marketing incentives in BET24 are now stated at net rather than gross revenue and cost values. The latter change had no material impact on sales and no impact on operating profit, and the figures for the first quarter of 2006 have been restated accordingly. This report has been prepared in accordance with the rules applicable to interim reports as stated in IAS34.

Modern Times Group MTG AB Annual General Meeting 2007

The 2007 Annual General Meeting of shareholders will be held on 9 May 2007 in Stockholm. Shareholders wishing to have matters considered at the Annual General Meeting should submit their proposals in writing to agm@mtg.se or to The Company Secretary, Modern Times Group MTG AB, Box 2094, SE-103 13 Stockholm, Sweden, at least seven weeks before the Annual General Meeting in order to guarantee inclusion in the notice of meeting. Further details on how and when to register will be published in advance of the Annual General Meeting. The Annual Report will be made available at the company's headquarter at Skeppsbron 18, Stockholm, Sweden, as of April 11 2007.

The Board of Directors and Chief Executive Officer will propose to the Annual General Meeting of Shareholders that a dividend payment of SEK 7.50 per share be paid to all holders of MTG class A and B shares. The total proposed dividend payment would therefore amount to a maximum of SEK 503 million, based on the maximum potential number of issued and outstanding ordinary shares. The Board of Directors and Chief Executive Officer will propose that the remainder of the Group's retained earnings for the year ended 31 December 2006 be carried forward into the accounts for 2007. The Board of Directors and Chief Executive Officer will also propose that the Annual General Meeting of Shareholders authorises the Board of Directors to resolve to buy back up to 10% of the Group's issued and outstanding share capital, on one or more occasions for the period up until the Annual General Meeting 2008.

Nomination Committee for the 2007 Annual General Meeting

A Nomination Committee of major Modern Times Group MTG AB shareholders has been convened in accordance with the resolution of the 2006 Annual General Meeting. The Nomination Committee comprises Cristina Stenbeck, on behalf of Investment AB Kinnevik and Emesco AB; Magnus Bakke, on behalf of Robur; and Björn Lind, on behalf of SEB Fonder and SEB Trygg Liv, who together represent more than 50% of the voting rights in Modern Times Group MTG AB. The composition of the Nomination Committee may be changed to reflect any changes in the shareholdings of the major shareholders during the nomination process. Information about the work of the Nomination Committee can be found on Modern Times Group MTG AB's corporate website at www.mtg.se.

The Nomination Committee will submit proposals for the composition of the Board of Directors, the appointment of an auditor, the remuneration for the Board of Directors and the auditor, and the appointment of the Chairman for the Annual General Meeting. The proposals will be presented to the 2007 Annual General Meeting for approval.

Shareholders wishing to propose candidates for election to the Modern Times Group MTG AB Board of Directors should submit their proposals in writing to agm@mtg.se or to The Company Secretary, Modern Times Group MTG AB, Box 2094, SE-103 13 Stockholm, Sweden.

Stockholm, 16 February 2007

The Board of Directors

Modern Times Group MTG AB
Skeppsbron 18
Box 2094
SE-103 13 Stockholm
Registration number: 556309-9158

The company will host a conference call today at 10.00 Stockholm local time.

To participate in the conference call, please dial the following numbers:

International: +44 (0)20 7806 1956

Sweden: +46 (0)8 5352 6407

US: +1 718 354 1388

To listen to the conference call online, please go to www.mtg.se.

A replay facility will be made available for 7 days after the conference call. To access the replay, please dial:

International: +44 (0)20 7806 1970

Sweden: +46 (0)8 5876 9441

US: +1 718 354 1112

The access pin code for the replay facility is: 8149395#

The interim reports for MTG's financial results 2007 will be published as below:

Jan-March	24 April
Apr-June	24 July
Jul-Sep	23 October

For further information, please visit www.mtg.se, email investor.relations@mtg.se, or contact:

Hans-Holger Albrecht, President & CEO	tel: +46 (0) 8 562 000 50
Mathias Hermansson, Chief Financial Officer	tel: +46 (0) 8 562 000 50
Matthew Hooper, Corporate Communications	tel: +44 (0) 7768 440 414

Modern Times Group is an international entertainment-broadcasting group with operations in more than 30 countries around the world. MTG is the largest Free-to-air and Pay-TV operator in Scandinavia and the Baltics, the largest shareholder in Russia's largest independent television network, and the number one commercial radio operator in the Nordic region. The Viasat DTH satellite TV platform offers digital multi-channel TV packages of 50 own-produced and third party entertainment channels. Viasat TV channels now reach over 90 million people every day in 22 countries across Europe.

Modern Times Group MTG AB class A and B shares are listed on the Nordic Stock Exchange Large Cap list under the symbols 'MTGA' and 'MTGB'.

CONDENSED CONSOLIDATED INCOME STATEMENT (MSEK)	2006 Oct-Dec	2005 Oct-Dec	2006 Jan-Dec	2005 Jan-Dec
Net sales	2,918	2,463	10,136	8,012
Cost of goods and services	-1,764	-1,425	-5,908	-4,797
Gross income	1,154	1,038	4,229	3,215
Selling and administrative expenses	-729	-634	-2,843	-2,194
Other operating revenues and expenses, net	-33	-14	-66	-35
Share of earnings in associated companies	43	37	458	227
Operating income (EBIT)	435	427	1,777	1,213
Gain/loss from financial assets	1	-5	3	384
Non-cash gain from CTC Media Inc. IPO new share issue	-	-	241	-
Net interest and other financial items	-5	-21	-5	-102
Income before tax	431	401	2,016	1,495
Tax	-114	-114	-517	-310
Net income for the period	316	288	1,499	1,185
<i>Attributable to:</i>				
Equity holders of the parent	308	285	1,437	1,180
Minority interests	8	3	62	5
Net income for the period	316	288	1,499	1,185
Shares at the end of the period	67,042,524	66,375,156	67,042,524	66,375,156
Basic average number of shares outstanding	66,983,283	66,375,156	66,591,869	66,375,156
Diluted average number of shares outstanding	67,161,833	66,438,433	66,994,844	66,375,156
Basic earnings per share (SEK)	4.60	4.29	21.57	17.78
Diluted earnings per share (SEK)	4.57	4.29	20.55	17.78

CONDENSED CONSOLIDATED BALANCE SHEET (MSEK)	2006 31 Dec	2006 30 Sep	2005 31 Dec
Non-current assets			
Goodwill	2,235	2,455	1,814
Other intangible assets	875	604	390
Machinery and equipment	156	154	134
Shares and participations	1,525	1,457	2,954
Other financial receivables	101	127	189
	<u>4,891</u>	<u>4,797</u>	<u>5,481</u>
Current assets			
Inventory	1,363	1,382	1,151
Current receivables	2,305	2,402	1,956
Cash, cash equivalents and short-term investments	646	690	1,207
	<u>4,314</u>	<u>4,474</u>	<u>4,314</u>
Total assets	<u>9,205</u>	<u>9,271</u>	<u>9,795</u>
Shareholders' equity			
Shareholders' equity	4,997	4,612	5,254
Minority interests in equity	108	140	53
	<u>5,105</u>	<u>4,752</u>	<u>5,306</u>
Long-term liabilities			
Interest-bearing liabilities	26	49	41
Provisions	278	224	177
Non-interest-bearing liabilities	1	8	30
	<u>305</u>	<u>281</u>	<u>249</u>
Current liabilities			
Convertible debenture loan 2001/2006	-	-	1,125
Other interest-bearing liabilities	239	711	68
Non-interest-bearing liabilities	3,557	3,527	3,048
	<u>3,796</u>	<u>4,238</u>	<u>4,240</u>
Total shareholders' equity and liabilities	<u>9,205</u>	<u>9,271</u>	<u>9,795</u>

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (MSEK)	2006 Oct-Dec	2005 Oct-Dec	2006 Jan-Dec	2005 Jan-Dec
Cash flow from operations	533	370	1,372	966
Changes in working capital	141	-38	-78	16
Net cash flow from operations	673	331	1,294	981
Proceeds from sales of shares	-	-	21	513
Investments in shares in subsidiaries and associates	-40	-900	-645	-932
Investments in other non-current assets	-72	-17	-329	-80
Other cash flow from investing activities	2	-12	2	22
Cash flow to/from investing activities	-110	-929	-950	-477
Net change in loans	-454	27	-930	27
Other cash flow from/to financing activities	-139	39	53	28
Net change in cash and cash equivalents for the period	-30	-532	-533	559
Cash and cash equivalents at the beginning of the period	690	1,712	1,207	574
Translation differences in cash and cash equivalents	-14	27	-28	74
Cash and cash equivalents at end of the period	646	1,207	646	1,207

CONDENSED RECONCILIATION OF SHAREHOLDERS' EQUITY (MSEK)	2006 31 Dec	2005 31 Dec
Opening balance equity	5,306	4,657
Change in accounting of CTC Media associated company	-	-45
Change in minority interests	-6	46
Effect of employee share option programmes	6	9
Employee options exercised	193	-
Revaluation of shares at market value	-379	-244
Distribution of Metro International S.A. shares	-1,495	-
Sale of shares in TV4 AB	-	-322
Cash flow hedge	-26	8
Currency translation differences	7	12
Net income for the period	1,499	1,185
Closing balance equity	5,105	5,306
<i>Attributable to:</i>		
Equity holders of the parent	4,997	5,253
Minority interests	108	53
Total equity	5,105	5,306

NET SALES (MSEK)	Q1 2005	Q2 2005	Q3 2005	Q4 2005	FULL YEAR 2005	Q1 2006	Q2 2006	Q3 2006	Q4 2006	FULL YEAR 2006
Viasat Broadcasting										
Free-to-air TV Scandinavia	656.0	755.6	625.9	874.7	2,912.3	722.5	810.3	653.1	852.0	3,037.9
Pay-TV Nordic	605.0	629.8	672.2	725.9	2,632.8	748.9	781.9	803.3	849.2	3,183.3
- DTH platform	570.8	592.9	627.1	675.6	2,466.4	704.1	727.3	753.6	784.3	2,969.3
- Channels	240.3	255.7	271.7	303.4	1,071.1	310.9	323.9	323.8	338.7	1,297.4
- Eliminations	-206.1	-218.8	-226.7	-253.1	-904.7	-266.1	-269.3	-274.2	-273.8	-1,083.4
Central & Eastern Europe	129.3	172.9	140.0	370.5	812.7	387.6	532.8	367.5	552.8	1,840.7
- Free-to-air TV Baltics	78.0	105.0	72.1	134.6	389.7	102.2	134.0	88.1	146.7	471.0
- Viasat3 Hungary	14.6	24.1	18.3	33.0	90.0	24.1	30.9	23.4	38.2	116.6
- DTV Russia	18.1	21.5	21.5	37.0	98.1	38.2	50.8	40.5	51.2	180.5
- TV Prima Czech Rep.	-	-	-	136.4	136.4	180.1	266.1	158.9	243.5	848.7
- TV3 Slovenia	-	-	-	-	-	-	-	0.3	3.5	3.8
- Pay-TV DTH platform & channels	18.6	22.3	28.1	29.5	98.5	43.1	51.0	56.3	69.7	220.1
BET24	-	55.5	58.9	90.4	204.8	108.7	117.5	97.7	102.2	426.1
Other & eliminations	-33.6	-30.6	-22.6	-38.4	-125.2	-27.2	-57.8	-65.1	-46.5	-196.6
Total	1,356.7	1,583.2	1,474.4	2,023.0	6,437.4	1,940.4	2,184.7	1,856.5	2,309.8	8,291.4
Radio	60.3	84.6	68.2	77.1	290.2	80.8	98.5	85.2	169.0	433.4
Home Shopping	245.2	222.0	225.4	299.0	991.5	268.9	231.6	252.3	334.1	1,086.8
Modern Studios	178.5	151.5	147.9	159.7	637.6	158.5	126.2	162.5	171.9	619.1
Parent company & other companies	34.9	39.5	23.4	30.4	128.2	28.2	31.9	26.6	24.6	111.2
Eliminations	-138.0	-105.3	-103.3	-126.3	-473.0	-114.9	-96.2	-102.7	-91.8	-405.6
GROUP TOTAL	1,737.5	1,975.5	1,836.1	2,462.8	8,011.9	2,361.8	2,576.8	2,280.2	2,917.6	10,136.5

OPERATING INCOME (EBIT) (MSEK)	Q1 2005	Q2 2005	Q3 2005	Q4 2005	FULL YEAR 2005	Q1 2006	Q2 2006	Q3 2006	Q4 2006	FULL YEAR 2006
Viasat Broadcasting										
Free-to-air TV Scandinavia	58.2	144.9	100.6	188.4	492.0	140.0	163.0	84.3	174.1	561.5
Pay-TV Nordic	122.8	118.0	130.4	135.8	506.9	125.1	140.2	158.6	172.9	596.8
- DTH platform	76.0	59.6	74.9	85.8	296.3	79.5	81.0	93.5	103.8	357.8
- Channels	46.7	58.4	55.5	50.0	210.5	45.7	59.2	65.1	69.1	239.0
Central & Eastern Europe	-12.3	20.4	-7.5	75.9	76.5	50.8	118.8	23.4	110.8	303.9
- Free-to-air TV Baltics	8.5	29.2	2.8	46.2	86.7	17.3	48.3	7.7	54.6	127.9
- Viasat3 Hungary	-9.8	-2.4	-4.1	0.7	-15.6	-3.1	3.8	-1.8	5.4	4.3
- DTV Russia	-5.9	-5.2	-7.1	-2.0	-20.2	2.4	-0.8	-2.8	3.7	2.6
- TV Prima Czech Rep.	-	-	-	32.7	32.7	33.6	67.1	17.9	52.4	171.1
- TV3 Slovenia	-	-	-	-	-	-	-	-2.9	-11.9	-14.8
- Pay-TV DTH platform & channels	-5.2	-1.2	0.9	-1.7	-7.2	0.6	0.4	5.3	6.6	12.9
BET24	-	2.1	3.1	-6.2	-1.0	-13.4	-24.5	-7.5	-8.7	-54.1
Other & eliminations	11.9	14.4	14.9	13.7	54.9	16.7	4.7	5.3	13.4	40.1
Associated companies (CTC Media, Inc.)	68.4	32.7	62.6	22.9	186.7	138.4	104.5	150.7	38.6	432.2
Total	248.8	332.5	304.1	430.5	1,316.0	457.8	506.8	414.8	501.1	1,880.5
Radio	-15.0	6.0	-2.1	0.3	-10.7	0.2	16.6	8.7	35.9	61.4
Associated companies	5.8	5.0	13.5	9.3	33.6	7.6	5.8	6.1	-2.7	16.8
Total	-9.1	11.0	11.4	9.6	22.9	7.8	22.5	14.8	33.2	78.2
Home Shopping	16.9	10.1	14.9	20.5	62.5	20.1	7.0	6.2	20.6	53.9
Modern Studios	-18.2	1.3	-18.5	9.7	-25.6	2.3	1.7	-0.3	-83.9	-80.2
Parent company & other companies	-26.8	-47.2	-45.4	-43.3	-162.7	-35.5	-52.3	-31.2	-36.0	-155.0
GROUP TOTAL	211.6	307.8	266.5	427.1	1,212.9	452.5	485.6	404.3	435.1	1,777.5

Key Performance Indicators

Key Performance Indicators										
	Q1	Q2	Q3	Q4	FULL YEAR	Q1	Q2	Q3	Q4	FULL YEAR
	2005	2005	2005	2005	2005	2006	2006	2006	2006	2006
GROUP										
Year on year sales growth %	11.1	11.9	19.1	27.4	17.7	36.8	30.4	24.2	18.3	26.5
Year on year change in operating costs %	8.5	7.9	9.7	19.4	11.6	29.4	29.1	23.5	22.0	25.5
Operating margin %	12.2	15.6	14.5	17.3	15.1	19.0	18.8	17.7	14.7	17.5
Return on capital employed %	19	20	21	21		23	26	28	29	
Equity to Assets ratio	57	57	56	55		54	61	51	56	
Liquid Funds (incl unutilised credit facilities), SEK million	2,055	2,326	2,551	2,046		4,860	4,055	3,590	3,996	
Net cash, SEK million	248	449	638	15		70	420	-28	430	
Subscriber data										
Group total digital subscribers ('000s)	695	716	757	811		837	858	884	929	
Group total premium subscribers ('000s)	517	550	594	653		690	719	755	817	
FREE-TO-AIR TV SCANDINAVIA										
Year on year sales growth %	16.2	4.4	10.1	12.6	10.6	10.1	7.2	4.3	-2.6	4.3
Year on year change in operating costs %	3.7	-5.8	-14.5	11.4	-1.4	-2.6	6.0	8.3	-1.2	2.3
Operating margin %	8.9	19.2	16.1	21.5	16.9	19.4	20.1	12.9	20.4	18.5
Commercial Share of Viewing (%)										
TV3 & TV6 Sweden (15-49)*	30.8	30.2	33.2	31.6	31.4	30.4	30.9	32.7	31.6	31.4
TV3 & ZTV Norway (15-49)	16.3	17.8	17.2	17.3	17.2	17.1	16.6	18.2	16.6	17.0
TV3 & TV3+ Denmark (15-49)	20.5	22.9	22.5	22.6	22.0	20.9	22.3	21.8	22.2	21.8
* Prior to May 2006 the figures include ZTV										
Penetration (%)										
TV3 Sweden	68	68	70	73		75	75	75	78	
TV6 Sweden	-	-	-	-		-	67	67	75	
ZTV Sweden	60	60	63	66		67	n/a	n/a	45	
TV3 Norway	63	63	63	63		63	63	63	63	
ZTV Norway	38	38	39	39		39	43	45	46	
TV3 Denmark	67	67	67	66		66	66	66	66	
TV3+ Denmark	65	65	65	64		64	64	65	66	
PAY-TV NORDIC										
Year on year sales growth %	5.9	10.0	18.2	19.4	13.4	23.8	24.2	19.5	17.0	20.9
Year on year change in operating costs %	8.9	5.6	8.9	12.3	9.0	29.3	25.4	19.0	15.3	21.9
Operating margin %	20.3	18.7	19.4	18.7	19.3	16.7	17.9	19.7	19.9	18.6
Subscriber data										
Premium Subscribers ('000s)	496	526	565	614		646	669	696	737	
- of which, DTH Satellite	494	519	556	602		632	652	673	708	
- of which, Broadband	2	7	9	12		14	17	23	29	
Basic DTH Subscribers	178	165	163	158		147	139	129	112	
Premium ARPU (SEK)	3,175	3,204	3,193	3,277		3,341	3,370	3,460	3,470	
CENTRAL & EASTERN EUROPE										
Year on year sales growth %	41.5	26.9	53.4	140.6	71.9	199.7	208.1	162.5	49.2	126.5
Year on year change in operating costs %	34.2	23.6	31.2	119.6	54.8	137.8	171.5	133.2	50.1	108.7
Operating margin %	-9.5	11.8	-5.4	20.5	9.4	13.1	22.3	6.4	20.0	16.5
Commercial Share of Viewing (%)										
TV3 & 3+ Estonia (15-49)	46.1	47.8	46.7	49.0	47.4	47.9	46.6	44.7	41.4	45.1
TV3 & 3+ Latvia (15-49)	31.7	34.1	32.7	38.1	34.2	35.4	37.2	39.4	36.2	36.9
TV3 & Tango TV Lithuania (15-49)	35.3	34.4	35.3	34.9	35.0	33.4	32.7	35.2	35.4	34.2
Viasat3 Hungary (18-49)	4.9	5.7	6.3	5.5	5.5	4.8	5.3	6.9	6.8	5.9
DTV Russia (6-54)	1.7	1.6	1.9	2.3	1.9	2.1	2.1	2.2	2.2	2.1
TV Prima Czech Rep (15+)	22.8	23.7	25.7	26.5	24.6	20.7	22.7	22.5	21.8	21.8
TV3 Slovenia (15-49)	-	-	-	-	-	2.7	3.0	3.5	7.3	4.1
CTC Media & The Home Channel Russia (4+)*	9.6	11.5	11.7	12.8	11.3	12.1	13.0	11.6	10.5	11.8
*Share of viewing										
Subscriber data										
DTH Premium Baltics ('000s)	21	24	29	38		44	50	59	80	
Mini-pay subscribers ('000s)	7,898	9,159	10,242	11,541		14,194	15,623	17,200	18,619	

APPENDIX 1

Acquisition of Playahead

The Group agreed to acquire 90% of the shares of Playahead AB on 9 January 2007, for a total estimated consideration of SEK 102 million. Playahead will be reported within Viasat Broadcasting business area with effect from the acquisition date.

The work with the purchase price allocation, including identification and valuation of intangibles assets, is in progress and remains to be finalized. The provisionally recorded fair values of the identifiable assets and liabilities of Playahead and goodwill as at the date of acquisition are as follows:

MSEK

	Book values	Recognised values
Net assets acquired:		
Property, plant and equipment	2,5	2,5
Intangible assets		10,6
Trademarks		20,6
Other longterm assets	5,8	5,8
Trade and other receivables	0,9	0,9
Cash and cash equivalents	0,5	0,5
Deferred tax liability		-8,7
Trade and other payables	-6,6	-6,6
Net identifiable assets and liabilities	3,1	25,5
Minority interest		-2,6
Goodwill on acquisition		79,0
Total consideration		102,0
Liquid funds in acquired companies		-0,5
Cash consideration		101,5

Acquisition of P4 Radio Hele Norge ASA

The Group made a mandatory offer to acquire the outstanding share capital of P4 Radio Hele Norge ASA in September for a cash consideration of NOK 554 million. The offer was the result of MTG acquiring P4 Radio shares from a number of institutional and private shareholders for NOK 30.0 per share, increasing MTG's prior holding 39.7% of P4 Radio's shares to above the Norwegian listed company mandatory bid threshold of 40%. MTG now owns 100% of P4 Radio. P4 Radio was fully consolidated on September 30 and affected the consolidated results from 1 October 2006. Its results is be reported within the Radio business area. The total consideration as of 31 December is equivalent to SEK 670 million including transaction costs.

Acquisition of PRVA, Slovenia

The Group acquired 100% of the shares of Prva TV d.o.o. in Slovenia on 30 August 2006, for a total cash consideration of EUR 8.1 million. PRVA, rebranded as TV3, is reported within Viasat Broadcasting business area with effect from 1 September 2006.

The fair values of the identifiable assets and liabilities of P4 Radio and PRVA and goodwill as at the date of acquisition are as follows:

MSEK

	Book values	Recognised values
Net assets acquired:		
Property, plant and equipment	13,3	13,3
Broadcasting license	73,5	73,5
Trademarks	31,2	297,0
Other intangible assets	0,5	0,5
Inventories	20,3	20,3
Trade and other receivables	55,3	55,3
Cash and cash equivalents	86,3	86,3
Interest-bearing loans and borrowing	-12,9	-12,9
Provisions	-8,8	-83,2
Trade and other payables	<u>-172,4</u>	<u>-172,4</u>
Net identifiable assets and liabilities	86,3	277,6
Of which acquired in previous years		-25,5
Minority interest		-5,1
Goodwill on acquisition		<u>558,5</u>
Total consideration		805,5
Liquid funds in acquired companies		<u>-86,3</u>
Cash consideration		719,2