



MODERN TIMES GROUP MTG AB

FINANCIAL RESULTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2007

14 February 2008 – Modern Times Group MTG AB (publ.) (“MTG” or “the Group”) (The OMX Nordic Exchange Large Cap market: MTGA, MTGB) today announced its preliminary quarterly and twelve months reports.

FOURTH QUARTER HIGHLIGHTS

- **Group net sales up 12% year on year to SEK 3,268 million**
- **Group operating income up 40% year on year to SEK 611 million with increased operating margin of 19%**
- **Viasat Broadcasting net sales up 17% year on year to SEK 2,571 million following 14% growth in free-to-air Scandinavia sales, and operating income up 21% to SEK 611 million with increased operating margin of 24%**
- **Net income up 45% to SEK 458 million**
- **Basic earnings per share up 41% year on year to SEK 6.48**
- **Tender offer for Gymgrossisten and acquisition of two further online retailers, and sale of Sonet Film business**

FULL YEAR HIGHLIGHTS

- **Group net sales up 12% year on year to SEK 11,351 million**
- **Group operating income up 14% year on year to SEK 2,027 million with an operating margin of 18%**
- **Viasat Broadcasting net sales up 13% year on year to SEK 8,842 million and operating income up 6% to SEK 2,027 million with operating margin of 23%**
- **Net income of SEK 1,428 (1,499 million including SEK 241 million non-cash gain arising from CTC Media IPO during 2006)**
- **Basic earnings per share of SEK 20.35**
- **SEK 307 million repurchase of 719,000 class B shares at weighted average price of SEK 427 per share between 20 September and year end**
- **Board to propose an ordinary dividend of SEK 5 per share and an extraordinary dividend of SEK 10 per share to AGM**
- **Board to continue focus on flexible capital structure and seek AGM authorisation for potential repurchase of up to 10% of outstanding shares**

Hans-Holger Albrecht, President and Chief Executive Officer, commented: “The fourth quarter and full year results set new Group records – both in terms of revenues and profitability. We broke through the SEK 2 billion Group operating profit level for the first time, following a 12% rise in sales. Taken together with an operating margin of 23% for our Viasat Broadcasting business, these results demonstrate that we are on track with our strategic goals. The core Scandinavian markets have performed well, with our investments in existing and new channels paying off in increased audience and market shares, whilst the development of our Eastern European assets has accelerated during the year to deliver 26% sales growth and contribute 42% of Group operating profits. We have therefore further extended our penetration of the highest growth media markets in Europe, and are a more international broadcasting group than ever.

Our strategy remains clear – making our content and channels as broadly available as possible, and continuing to expand our footprint and reach. At the same time, we have continued the discipline of disposing of non-core or underperforming businesses and strictly managing our capital allocations, which yielded a record 34% return on average capital employed for the full year.

MTG ended the year in a net cash position even after the payment of a SEK 503 million dividend and the investment of SEK 307 million in buying back our own shares. We generated SEK 930 million of operating free cash flow during 2007 and had liquid funds of SEK 3.7 billion at the year end. The Board will therefore propose an ordinary dividend of SEK 5 per share and an extraordinary dividend of SEK 10 per share to this year’s AGM. The Board is committed to maintaining a flexible capital structure, in order to balance the availability of funds for investment in the further expansion of the Group’s operations with the delivery of enhanced shareholder returns. The Board will therefore also seek shareholder authorisation for the potential buying-back of up to 10% of the Group’s shares over the twelve month period following the AGM in May.”

FINANCIAL SUMMARY

<i>(SEK million)</i>	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Net sales	3,268	2,918	11,351	10,136
Operating income (EBIT)	611	435	2,027	1,777
Gain from CTC Media IPO	-	-	-	241
Net interest & other financial items	-4	-5	-12	-3
Income before tax	607	431	2,015	2,016
Net income	458	316	1,428	1,499
Basic earnings per share (SEK)	6.48	4.60	20.35	21.57
Diluted earnings per share (SEK)	6.40	4.57	20.11	20.55
Total assets	10,958	9,205	10,958	9,205

SIGNIFICANT EVENTS DURING THE PERIOD

The Group announced that it had acquired 100% of Finnish online book retailer Helsingin Dataclub Oy and 90.1% of Swedish online childrens' clothes retailer Linus & Lotta Postorder AB for a total combined net cash consideration of SEK 27 million on 17 December.

Wholly-owned subsidiary CDON AB made a recommended cash offer for Gymgrossisten Nordic AB on 14 December 2007. The offer valued Gymgrossisten at SEK 196 million. As at 8 February 2008, MTG controlled 99.42% of the issued and outstanding share capital, and has initiated a mandatory tender for the remaining issued and outstanding shares in the company.

The Group announced on 14 December that it had signed an agreement to sell the Sonet Film business to Svensk Filmindustri (SF), for an undisclosed sum in cash. The transaction gave rise to a net loss of SEK 22 million, which is included in the fourth quarter results. The transaction was completed in January 2008.

The Group announced on 8 October that it had signed an agreement with Canal Digital in Norway, whereby both parties agreed to only distribute the five most watched television channels in Norway on a non-exclusive basis.

The Group announced on 19 September that the Board of Directors had resolved to utilize the authorization provided by the 2007 Annual General Meeting of shareholders to buy back its Class A and Class B shares. MTG subsequently bought back a total of 719,000 MTG B class shares between 20 September and the year end on the OMX Nordic Exchange at a weighted average price of SEK 427 per share. The Board of Directors will at the next General Meeting of shareholders seek shareholder approval to cancel the purchased shares.

The Group announced on 10 September that it had signed a partnership agreement with Strong Media Group Ltd. to launch the first digital premium DTH satellite pay-TV platform in Ukraine. The platform is expected to be launched in the first half of 2008.

The Group announced on 14 May that MTG Homeshopping AB had signed an agreement to sell 100% of TV-Shop Europe AB to Guthy-Renker Europe AB for a cash and debt free consideration of SEK 70 million in cash. TV-Shop was deconsolidated from the Group's accounts with effect from the closing of the transaction on 21 June.

The MTG 2007 Annual General Meeting of shareholders, which was held on 9 May, approved the payment of a dividend for the twelve months ended 31 December 2006 of SEK 503 million to shareholders at the record date of 14 May. The dividend was paid out in May. The Meeting also authorized the Board of Directors to resolve to buy back up to 10% of the Group's issued and outstanding share capital at any time prior to the 2008 Annual General Meeting.

Viasat established a joint venture company with state-owned TV2 in Denmark in April 2007, in order to launch the new TV2 Sport channel. MTG has proportionately consolidated the Company's results since 11 April 2007, with 50% of its revenues, costs and balance items reported in the Group's accounts.

The Group announced on 20 March that it had completed the acquisition of 50% of the shares and management control of Balkan Media Group Limited for a total cash consideration of EUR 11.6 million. Balkan Media Group has been fully consolidated since 1 April 2007. See page 26 of this report for further information on allocation of the purchase price.

The Group acquired 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 in January 2007. Playahead's results have been consolidated by MTG since 9 January 2007.

OPERATING REVIEW

Strong Sales Growth

NET SALES <i>(SEK million)</i>	Oct-Dec 2007	Oct-Dec 2006	<i>Change</i> <i>%</i>	Jan-Dec 2007	Jan-Dec 2006	<i>Change</i> <i>%</i>
<i>Free-to-air TV Scandinavia</i>	969	852	14	3,173	3,038	4
<i>Pay-TV Nordic</i>	946	849	11	3,613	3,183	14
<i>Central & Eastern Europe</i>	750	553	36	2,328	1,841	26
<i>JV, other & eliminations</i>	-94	-59	-61	-272	-257	-6
Viasat Broadcasting	2,571	2,196	17	8,842	7,805	13
Radio	183	169	8	715	433	65
Other business areas	593	620	-4	2,037	2,192	-7
Parent & other companies	32	25	28	107	111	-4
Eliminations	-110	-92	-20	-350	-406	14
TOTAL	3,268	2,918	12	11,351	10,136	12

The Group generated 12% year on year net sales growth in both the fourth quarter and full year 2007. The growth reflected healthy sales performances across MTG's core broadcasting assets and included the first contributions from the TV2 Sport joint venture and Balkan Media Group, as well as the first full year consolidated contribution from P4 Radio.

Group operating costs increased by 8% year on year in the quarter to SEK 2,727 (2,526) million and by 11% to SEK 9,804 (8,817) million for the full year, which reflected the inclusion of the newly consolidated businesses mentioned above and the previously announced investments that were made by Viasat in new channels and technologies during the year. Group depreciation and amortization charges totalled SEK 53 (130) million in the quarter and SEK 161 (220) million for the full year.

Increasing margins despite investments

OPERATING INCOME <i>(SEK million)</i>	Oct-Dec 2007	Oct-Dec 2006	<i>Change</i> %	Jan-Dec 2007	Jan-Dec 2006	<i>Change</i> %
<i>Free-to-air TV Scandinavia</i>	243	174	39	627	562	12
<i>Pay-TV Nordic</i>	170	173	-2	631	597	6
<i>Central & Eastern Europe</i>	176	111	59	396	304	30
<i>JV, other & eliminations</i>	-41	9	-	-88	19	-
<i>Equity participation in CTC Media</i>	63	39	63	461	432	7
Viasat Broadcasting	611	505	21	2,027	1,913	6
Radio	39	33	17	134	78	71
Other business areas	15	-68	-	61	-59	-
Parent & other companies	-54	-36	52	-195	-155	26
TOTAL	611	435	40	2,027	1,777	14

Excluding associated company income, group operating profits were up 38% year on year to SEK 541 (392) million in the quarter and up 17% to SEK 1,547 (1,319) million for the full year, and the Group reported enhanced operating margins of 17% (13%) and 14% (13%) for the two respective periods.

The Group's equity participations comprise CTC Media and Radio Nova, but also included the Group's 39.7% shareholding in P4 Radio Hele Norge ASA prior to its consolidation from 30 September 2006. The participations contributed SEK 70 (43) million of associated company income in the fourth quarter of 2007 and SEK 480 (458) million for the full year.

In the third quarter of 2006, the Group reported a SEK 241 million non-cash financial accounting gain, as a result of the new share issue in connection with the Initial Public Offering of shares by associated company CTC Media. The gain arose due to the subscription price of the newly issued shares being higher than MTG's average book value per CTC Media share.

Net interest and other financial items totalled SEK -4 (-5) million in the quarter and SEK -12 (-3) million for the full year, including SEK -6 (-3) million and SEK -9 (-13) million of net interest expenses respectively. The full year 2006 result included SEK 27 million of interest payable on the EUR 120 million convertible loan notes, which were repaid in June 2006, as well as SEK 24 million of related currency exchange rate gains.

The Group reported a 41% year on year increase in pre-tax profits to SEK 607 (431) million in the quarter and stable pre-tax profits of SEK 2,015 (2,016) million for the full year. Group tax charges amounted to SEK 149 (114) million for the fourth quarter and SEK 588 (517) million for the twelve month period, at a tax rate of 29% for the full year. The Group therefore reported a 45% year on year increase in net income to SEK 458 (316) million in the quarter and a 14% increase to SEK 1,428 (1,258) million for the full year, excluding the SEK 241 million non-cash financial accounting gain described above.

The total number of outstanding shares decreased from 67,042,524 as at 1 January 2007 to 66,352,540 as at 31 December 2007, following the repurchasing of 719,000 class B shares during the second half of 2007 and the exercise of a total of 29,016 class B employee share options during the year. The Group's basic earnings per share amounted to SEK 6.48 (4.60) for the quarter and SEK 20.35 (21.57) for the full year.

VIASAT BROADCASTING

Viasat Broadcasting comprises the Group's principal television broadcasting businesses and include results for the Balkan Media Group and TV2 Sport joint venture operation for the first time. TV3 Slovenia was acquired and consolidated in mid-August 2006.

Capitalising on Enhanced Market Positions

<i>(SEK million)</i>	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Net Sales	2,571	2,196	8,842	7,805
Operating Income	548	467	1,566	1,481
Operating Margin (%)	21	21	18	19
Associated Company Income	63	39	461	432
Total Operating Income	611	505	2,027	1,913

The combined broadcasting operations generated 17% year on year net sales growth in the fourth quarter and 13% growth for the full year. The development reflected a strong performance across the three broadcasting business areas, with the Scandinavian free-to-air (advertising supported) TV business reporting significantly accelerated growth in the second half of the year.

Excluding the CTC Media associated company income of SEK 63 million and SEK 461 million in the fourth quarter and full year, respectively, the combined businesses generated a 17% year on year increase in operating profits in the fourth quarter, and 6% growth for the full year. The result was driven by high incremental margins in the Scandinavian free-to-air and Central & Eastern European operations. The Nordic pay-TV business reported slightly lower operating profits year on year in the fourth quarter and single digit operating profit growth for the full year despite the increased level of investments in 2007.

Excluding associated company income, Viasat Broadcasting therefore reported a stable operating margin of 21% in the quarter and a slightly lower margin of 18% for the full year.

Free-to-air TV Scandinavia

Ratings Growth Drives Market Share Gains

<i>(SEK million)</i>	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Net Sales	969	852	3,173	3,038
Operating Income	243	174	627	562
Operating Margin (%)	25	20	20	18

Viasat's Scandinavian free-to-air TV operations generated 14% year on year net sales growth in the quarter and 4% sales growth for the full year, following a steady increase in ratings and audience share through the year.

Total operating costs for the free-to-air TV businesses increased by 7% year on year to SEK 726 (678) million in the quarter and by 3% to SEK 2,546 (2,476) million for the full year. Programming costs increased by 11% year on year in the quarter, and by 4.5% for the full year. The slightly higher than anticipated increase in full year programming costs reflected increased levels of investment in own-produced content in Denmark, in order to capitalise on ratings momentum and market share gains.

Operating profits therefore grew by 40% year on year in the quarter and by 12% for the full year, yielding substantially increased operating margins of 25% in the quarter and 20% for the full year.

Commercial Share of Viewing (%)	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
TV3 & TV6 Sweden (15-49)*	32.7	31.6	33.6	31.4
TV3 & Viasat4 Norway (15-49)**	17.2	16.6	16.8	17.0
TV3 & TV3+ Denmark (15-49)	22.9	22.2	22.9	21.8

* includes ZTV prior to May 2006

** includes ZTV Norway prior to September 2007

Viasat's multi-channel strategy and focus on its position as Scandinavia's premier media house continued to be reflected in growing audience shares and positive sales performance during both the quarter and the year.

The combined commercial share of viewing amongst 15 to 49 year olds for Viasat's Swedish channels (TV3, TV6 and TV8) increased year on year from 32.7% to 34.3% in the fourth quarter, and from 32.1% to 35.1% on an average basis over the full year. TV6's commercial share of viewing amongst the same target group increased from 9.5% in the fourth quarter of 2006 to 11.6% in the final quarter of 2007, whilst TV8 benefited from a substantial increase in penetration to boost its commercial share of viewing to 1.6% (1.0%) year on year in the fourth quarter. The penetration levels for TV3, TV6 and TV8 were 79%, 83% and 58%, respectively by the end of 2007, enabling the channels to take both audience and market shares. On 5 February 2008, the Group announced that it had signed an agreement with Canal Digital in Sweden to make TV3 available as part of the 'Family package' on Canal Digital's satellite DTH platform, which will gradually further increase TV3's penetration over time.

Viasat's Danish channels reported higher year on year combined commercial share of viewing levels in both the quarter and for the full year. TV3 and TV3+ channels are well established as the second and third most watched commercial channels in Denmark, with a penetration of 1.6 million out of the 2.5 million total TV households in the country. The audience share gains were reflected in market share gains in both the quarter and for the full year.

New Norwegian channel Viasat4 was launched at the beginning of September and took over ZTV Norway's distribution contracts. Both Viasat4 and TV3 were included in the Norwegian digital terrestrial offering – Riks-TV, which was launched in September 2007, and are therefore benefiting from gradually rising penetration levels. The combined commercial share of viewing for TV3 and Viasat4 showed healthy momentum through the fall with new channel Viasat4 achieving peak weekly audience shares of 5.3% by the end of the year and 4.1% for the quarter as a whole. Following the signing of the non-exclusivity agreement with Canal Digital in October, Viasat4 is available since February 2008 on the Canal Digital platform in Norway and Viasat is in discussions with Canal Digital regarding the inclusion of TV3.

Pay-TV Nordic

Investing in Growth

<i>(SEK million)</i>	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Net Sales	946	849	3,613	3,183
Operating Income	170	173	631	597
Operating Margin (%)	18	20	17	19

Viasat Broadcasting's pay-TV operations in the Nordic regions comprise the Viasat DTH satellite broadcasting platform and 16 Viasat pay-TV channels. The business generated 11% year on year net sales growth in the quarter and 14% growth for the full year, which reflected a 3% year on year increase in the premium subscriber base and a 5% increase in premium ARPU.

Expensed subscriber acquisition costs (SAC) were stable year on year in the quarter at SEK 139 (138) million, and down from SEK 145 million in the third quarter. Expensed SAC was up 4% from SEK 536 million to SEK 556 million for the full year following the increased focus in adding Viasat+ and multi-room subscribers during the year.

Total operating costs for the Nordic pay-TV businesses increased by 15% year on year in the quarter and for the full year, and by 3% when compared to the third quarter of 2007. The increase in operating costs reflected sports rights inflation, the addition of 11 new channels to the platform during 2007 and investments in new technologies.

Operating profits were stable year on year in the quarter, up 11% compared to the third quarter, and up 6% for the full year. The lower operating margins were in line with the Group's previous guidance and reflected the increased investment levels.

<i>(000's)</i>	December 2007	September 2007	December 2006
Premium Subscribers	760	756	737
- of which, DTH satellite	714	717	708
- of which, Broadband	46	39	29
Basic DTH Satellite Subscribers	88	90	112

4,000 net new premium subscribers were added to the platform during the fourth quarter. The number of Viasat+ Personal Video Recorder subscribers increased from 28,000 at the end of 2006 to 73,000 by the end of 2007, and represented 10% of the premium DTH subscriber base. The number of multi-room subscriptions increased from 97,000 at the end of 2006 to 130,000 at the end of 2007, or 18% of the premium DTH subscriber base.

Annualised average revenue per premium subscriber (ARPU) increased by 5% year on year in the fourth quarter from SEK 3,470 to SEK 3,633. The increase continued to reflect higher channel package prices, the growing proportion of multi-room and Viasat+ subscribers and of the subscriber base entering into the higher ARPU periods of their contracts.

Viasat announced on 5 February 2008 that it had signed an agreement with Canal Digital in Sweden to make Kanal 5 available on the Viasat satellite pay-TV platform. The platform now includes all of the six major Swedish TV channels. Following the signing of the non-exclusivity agreement with Canal Digital in October, Viasat is also now in discussions to get the TV2 and TVN channels on the Viasat platform in Norway. The addition of the two channels would further enhance Viasat's pay-TV package offering in the competitive Norwegian market.

The Group also announced the launch of its high definition television (HDTV) offering on 15 January 2008. The offering initially consists of the TV1000 HD, National Geographic Channel HD, Viasat Sport HD, and Danish TV2 Sport HD channels. The HDTV service will be offered to subscribers for an incremental fee of SEK/NOK/DKK 99 per month.

TV2 Sport

The TV2 Sport joint venture was established with state-owned TV2 Denmark in April 2007, with revenues, costs and balance sheet items proportionately accounted for on a 50:50 basis. MTG's share of the joint venture's sales was SEK 16 million in the quarter and SEK 44 million for the full year. MTG's share of the start-up joint venture's operating losses was SEK -34 million in the quarter and SEK -92 million for the full year.

Central & Eastern Europe

Continued Growth & Increasing Profitability

<i>(SEK million)</i>	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Net Sales	750	553	2,328	1,841
Operating Income	176	111	396	304
Operating Margin (%)	23	20	17	17
Associated Company Income (CTC Media)	63	39	461	432
Total Operating Income	239	149	857	736

Viasat's free-to-air and pay-TV operations in Central and Eastern Europe generated 36% year on year net sales growth in the fourth quarter and 26% growth for the full year. The results included the consolidation of Balkan Media Group since 1 April 2007 and TV3 Slovenia since 1 September 2006.

Operating profits, excluding the Group's equity participation in CTC Media, were up 59% year on year in the quarter and 30% for the full year. The combined operating margin for the business, excluding associated company income, increased year on year in the quarter and was stable for the full year.

The Baltics

The Group's free-to-air TV operations in Estonia, Latvia and Lithuania generated 30% combined year on year net sales growth to SEK 191 (147) million in the fourth quarter and 20% growth to SEK 564 (471) million for the full year.

Commercial Share of Viewing (%)	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
TV3 and 3+ in Estonia (15-49)	43.5	41.4	44.1	45.1
TV3, 3+ and TV6 in Latvia (15-49)	41.7	36.2	40.5	36.9
TV3 and Tango TV in Lithuania (15-49)	38.2	35.4	39.6	34.2

Viasat's pan-Baltic commercial share of viewing (15-49) increased year on year to 40.1% (36.7%) in the quarter and 40.6% (36.9%) for the full year. TV6 Latvia was launched in the second quarter of 2007 and reported a 1.8% commercial share of viewing in the target group in the fourth quarter.

Operating profits increased by 44% year on year to SEK 78 (55) million in the quarter and by 28% to SEK 163 (128) million for the full year, with increased operating margins of 41% (37%) and 29% (27%) for the two respective periods.

The Czech Republic

TV Prima generated 12% sales growth to SEK 273 (244) million in the quarter and sales of SEK 837 (849) million for the full year. Sales in local currency were up 7% year on year in the quarter. The year on year comparisons reflect the exceptionally strong performance in the first half of 2006, combined with the planned reduction in the number of 'barter' agreements during 2007.

Commercial Share of Viewing (%)	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
TV Prima (15+)	21.0	21.8	21.6	21.8

TV Prima's commercial share of viewing was lower year on year, which reflected a slower than anticipated pick-up in channel ratings following the investments made in the programming schedule and repositioning the brand during the year. New management was introduced at the beginning of 2008 and is focusing on strengthening TV Prima's news department and on commissioning and acquiring high quality local programming content. A number of new formats were produced during the fourth quarter of 2007 for inclusion in the spring 2008 schedules.

TV Prima reported a 56% increase in operating profits to SEK 82 (52) million in the fourth quarter and an 8% increase to SEK 185 (171) million for the full year, with increased operating margins of 30% (22%) and 22% (20%) for the two respective periods.

Russia

DTV generated 62% year on year sales growth to SEK 83 (51) million in the fourth quarter and 49% growth to SEK 269 (181) million for the full year, following the investment in increased penetration levels in major cities and further audience share gains.

Commercial Share of Viewing (%)	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
DTV (6-54)	2.3	2.2	2.5	2.1

Approximately 1.45 million Moscow households had been connected under the distribution agreement with Mostelecom by the end of the year, with approximately 70,000 households yet to be connected. DTV signed a new distribution agreement with Mostelecom at the end of the third quarter, which will add a further 1.3 million households between 2008 and 2009, and which is expected to extend DTV's penetration in the Moscow city to almost 98%. DTV signed several new affiliate partner agreements during the quarter and DTV was consequently broadcast for the first time in the Russian cities of Miass, Novomoskovsk and Novosibirsk.

DTV reported a more than tripling of operating profits year on year to SEK 13 (4) million in the fourth quarter and an almost nine-fold increase to 26 (3) million for the full year. The operating margin therefore increased to 16% (7%) in the quarter and to 10% (1%) for the full year.

MTG reports its 39.5% share in the earnings of 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 therefore reported SEK 63 (39) million of associated company income in the fourth quarter and SEK 461 (432) million for the full year.

CTC Media generated 33% year on year net sales growth to US\$ 94 (71) million in the third quarter and 25% growth to US\$ 428 (343) million for the twelve months ended 30 September 2007. Operating profits were up 78% to US\$ 24 (14) million in the third quarter and up 16% to US\$ 167 (144) million for the twelve month period. CTC Media reported an almost doubling in pre-tax profits to US\$ 27 (16) million in the third quarter and a 24% increase to US\$ 180 (145) million for the twelve month period. CTC Media will announce its financial results for the fourth quarter and twelve months ended 31 December 2007 on 28 February 2008.

Hungary

Viasat3 generated 44% year on year sales growth to SEK 55 (38) million in the quarter and 47% growth to SEK 171 (117) million for the full year.

Commercial Share of Viewing (%)	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Viasat3 (18-49)	6.6	6.8	7.7	5.9

Viasat3's audience share was slightly lower in the quarter but up significantly for the full year, following a strong programming performance and new output deals with the Warner and Disney studios, as well as high rating coverage of premium sports events.

Operating profits tripled year on year to SEK 15 (5) million in the quarter, and grew eight-fold to SEK 34 (4) million for the full year. Viasat3 therefore reported substantially increased operating margins of 28% (14%) and 20% (4%) for the two respective periods.

Slovenia

TV3 Slovenia was acquired on 30 August 2006 and sales more than doubled to SEK 8 (4) million in the quarter, and increased to SEK 25 million for the full year with the reported results for 2006 only including the period from the date of consolidation in August 2006.

Commercial Share of Viewing (%)	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
TV3 Slovenia (15-49)	7.8	7.3	7.3	4.1

Investments in new and increased programming schedules, together with operational reorganisation, resulted in an increase of the channel's audience share year on year in the quarter and almost a doubling for the full year.

The investments were reflected in operating losses of SEK -13 (-12) million in the quarter and SEK -41 (-15) million for the full year.

Pay-TV

Viasat's pay-TV operations in Central and Eastern Europe comprise the DTH satellite platform in the Baltic region, the eight Viasat channels that are distributed through third party cable and satellite networks to subscribers in twenty countries across the region, Balkan Media Group and the soon to be launched Viasat Ukraine DTH satellite platform.

Sales for the combined pay-TV businesses doubled year on year to SEK 140 (70) million in the quarter, and more than doubled to SEK 461 (220) million for the full year.

<i>(000's)</i>	December 2007	September 2007	December 2006
DTH Premium Baltic subscribers	164	131	80
Mini-pay-TV subscriptions	26,426	25,551	18,619

Viasat's Baltic DTH satellite pay-TV platform added a total of 33,000 premium subscribers in the fourth quarter, with the subscriber base more than doubling during 2007. The channel package offering was further enhanced during the year with the inclusion of Latvian channel TV7 in August. The wholesale mini-pay business added another 875,000 subscriptions during the quarter, with the total number of subscriptions increasing by 42% since the end of 2006.

Balkan Media Group has been consolidated since 1 April 2007. The four Bulgarian Diema and MM branded channels were re-launched at the end of September and the channels' combined commercial share of viewing amongst 18-49 year olds had already increased to 8.7% in December. The business remains in an investment phase.

The combined pay-TV operations reported operating results of SEK 0 (7) million in the quarter and SEK 28 (13) million for the full year. The pay-TV East businesses therefore reported a stable operating margin of 6% (6%) for the full year.

RADIO

The Group's radio operations comprise the leading national networks in Sweden and Norway as well as local stations in Sweden, and the Baltics. The Group acquired the remaining shares in P4 Radio in Norway in 2006 and has therefore fully consolidated the business since 1 October 2006.

<i>(SEK million)</i>	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Net Sales	183	169	715	433
Operating Income	37	36	123	61
Operating Margin (%)	20	21	17	14
Associated Company Income	2	-3	11	17
Total Operating Income	39	33	134	78

The Group's combined Radio operations reported 8% year on year net sales growth in the quarter and 65% growth for the full year. The strong year on year growth reflected price increases during the year in Sweden, as well as the consolidation of P4 Radio from October 2006, and the performance of P4 in 2007. Prior to October 2006, P4 Radio was accounted for as an equity participation.

Operating profits were up 4% year on year in the quarter but more than doubled for the full year. The Group's wholly owned radio operations reported operating margins of 20% (21%) and 17% (14%) for the two respective periods.

OTHER BUSINESSES

Online (SEK million)	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Net Sales	448	459	1,558	1,611
Operating Income	37	12	99	12

The Online business segment comprises MTG Internet Retailing, BET24, Playahead and MTG New Media. MTG Internet Retailing comprises the Group's online retailing businesses CDON.COM, Nelly.com as well as Linus-Lotta.com and Bookplus.fi, which were acquired and consolidated in the fourth quarter of 2007. The lower year on year sales results reflected the divestment of the TV-Shop operations during the second quarter of 2007.

However, profitability levels rose sharply during the year and the business segment reported a more than tripling of operating profits year on year in the quarter, and an almost ninefold increase for the full year. The full year operating profit included a SEK 18 million net gain arising from the sale of TV-Shop in June 2007.

Leading Nordic online entertainment retailer CDON.COM generated 22% year on year sales growth to SEK 311 (256) million in the quarter and 22% sales growth to SEK 911 (740) million for the full year. CDON.COM grew in all product categories and across all of its markets in 2007, with the games and home electronics product categories reporting particularly high growth. CDON.COM also made three bolt-on acquisitions of Swedish online retailers during 2007 – fashion retailer 'Nelly.com' in August, and childrens' clothing retailer 'Linus-Lotta.com' and Finnish book retailer 'Bookplus.fi' in December. CDON.COM also announced a recommended cash tender offer for the entire outstanding share capital of leading Swedish supplier for dietary supplement products Gymgrossisten.com, in December.

CDON.COM reported a 73% year on year increase in operating profits to SEK 32 (19) million in the quarter, and a 50% increase to SEK 81 (54) million for the full year, resulting in increased operating margins of 10% (7%) and 9% (7%) for the two respective periods.

BET24 generated 13% sales growth to SEK 116 (102) million in the quarter and sales of SEK 386 (426) million for the full year. The full year result reflected BET24's withdrawal from a number of country markets during the year, in order to focus on markets where MTG has scale broadcasting assets. Gross profits were up 28% in the quarter to SEK 38 (30) million and 23% to SEK 122 (100) million for the full year. The company reported operating profits of SEK 8 (-9) million in the quarter and SEK 10 (-54) million for the full year.

Modern Studios (SEK million)	Oct-Dec 2007	Oct-Dec 2006	Jan-Dec 2007	Jan-Dec 2006
Net Sales	145	161	478	581
Operating Income	-22	-79	-39	-71

The Modern Studios business area primarily comprised the Strix Television production company and the Sonet feature film production and distribution business during 2007. In November 2007, MTG signed an agreement to sell the Sonet Film business to Svensk Filmindustri (SF) for an undisclosed sum in cash and the transaction gave rise to a net loss of SEK 22 million in the fourth quarter. The transaction was completed in January

2008. Year on year comparisons are also affected by the disposal of the Brombergs book publishing business in December 2006 and the discontinuation of the Engine rights business in January 2007.

In October, Strix signed a deal with Sony Pictures Television International ('SPTI'). Under the agreement, SPTI will represent over 70 Strix formats throughout Latin America and will directly produce the programs in certain territories.

FINANCIAL REVIEW

Cash Flow

The Group generated SEK 481 (533) million of cash flow from operations in the quarter, and SEK 1,363 (1,372) million during the full year. Changes in working capital amounted to SEK -193 (141) million in the quarter and SEK -433 (-78) million for the year to date, and reflected increased levels of prepaid programming rights during the year as well as increased accounts receivable in line with the Group's ongoing growth. The Group therefore reported net cash flow from operations of SEK 288 (673) million in the quarter and SEK 930 (1,294) million for the full year.

The Group received net proceeds of SEK 70 million in cash from the sale of TV-Shop in the second quarter of 2007, whilst the Group's SEK 219 (645) million net investment in shares for the full year comprised the SEK 68 million for the 89% stake in the Playahead networking community in January 2007, the SEK 116 million for the 50% stake in Balkan Media Group in March 2007, the SEK 8 million for the 89% stake in NLY Scandinavia AB (Nelly.se) in September 2007, as well as the SEK 27 million in December 2007 for the acquisition of Linus & Lotta AB and Helsingin Dataclub OY.

Group capital expenditure on tangible and intangible assets totaled SEK 40 (72) million in the quarter and SEK 327 (329) million for 2007. The full year primarily reflected the investments in enhanced distribution in Central and Eastern Europe and in the Nordic DTH satellite pay-TV platform.

SEK 400 million of the Group's SEK 3.5 billion multi-currency credit facility had been utilized as at 31 December 2007, with a net SEK 150 million having been drawn down over the year and SEK 50 million repaid in the fourth quarter.

The Group paid out the approved dividend payment of SEK 503 million to shareholders during the second quarter, and repurchased 719,000 class B shares between September and the year end at a weighted average price of SEK 427 per share and a total cash consideration of SEK 307 million.

The net change in cash and cash equivalents therefore totaled SEK -14 (-30) million in the quarter and SEK -139 (-533) million for the full year.

Liquid funds

The Group's available liquid funds, including unutilized credit facilities, amounted to SEK 3.7 (4.0) billion at 31 December 2007, compared to SEK 3.7 billion as at 30 September 2007, and primarily comprised the SEK 3.2 billion of undrawn monies on the Group's total credit facilities. The Group's cash and cash equivalents totaled SEK 521

(646) million at the end of the period, compared to SEK 527 million at 30 September 2007.

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 69 (430) million at the end of the year, following the payment of the above mentioned dividend and the repurchase of shares. This compares to a net cash position of SEK 30 million as at 30 September 2007.

Holdings in listed companies

The book value of the Group's 39.5% shareholding in associated company CTC Media, Inc. was SEK 1,796 million at the end of the year, which compared with a public equity market value of SEK 11,721 million as at the close of trading on the last business day of December 2007. The Group's 1.4% shareholding in Metro International S.A. had a public equity market value of SEK 35 million at the end of the year.

Equity to assets ratio

The Group's equity to assets ratio was 54% (56%) as at 31 December 2007, and compared to 52% at the end of September 2007. The ratio is defined as consolidated equity as a percentage of total assets.

PARENT COMPANY

Modern Times Group MTG AB (publ) is the Group's parent company and is responsible for Group-wide management, administrative and finance functions, and also holds shares in the parent companies of the various operating Business Areas. MTG's financial policy includes the provision of a central cash pool to support its operating companies.

The MTG parent company reported net sales of SEK 25 (18) million in the quarter and SEK 81 (89) million for the full year. Net interest and other financial items totaled SEK 6,169 (71) million and SEK 6,418 (360) million for the two respective periods. This included a financial internal gain of SEK 6,000 million as a result of an internal restructuring whereby MTG Broadcasting S.A. was sold to another MTG company. Parent company income before tax amounted to SEK 6,126 (15) million in the quarter and SEK 6,270 (214) million for the full year. Investments in non-current assets amount to SEK 0 (0) million for the full year. Cash and cash equivalents at the end of the period amounted to SEK 3 million, compared with SEK 3 million at the end of 2006.

OTHER INFORMATION

This report has been prepared by application of the rules in IAS 34 Interim Financial Reporting and the Annual Accounts Act. The Group's consolidated accounts have been prepared according to the same accounting policies that were applied in the preparation of the 2006 accounts. The TV2 Sport joint venture was formed during 2007 and the proportional accounting method has been applied, whereby the jointly controlled entity's assets, liabilities, revenues and expenses are consolidated in the Group's balance sheet and income statement in proportion to the Group's ownership.

Modern Times Group MTG AB 2008 Annual General Meeting of Shareholders

The 2008 Annual General Meeting will be held on 14 May 2008 in Stockholm, Sweden. 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 Meeting, in order that the proposal may be included in the Notices to the Meeting. Further details on how and when to register will be published in advance of the Meeting. The Annual Report will be made available at the Company's head office at Skeppsbron 18, Stockholm, Sweden, and on the Company's Website – www.mtg.se - by 16 April 2008.

In line with the proposal to the 2007 Annual General Meeting, the Board of Directors and Chief Executive Officer will propose to the 2008 Annual General Meeting to cancel the shares acquired through the buy back mandate approved by the 2007 Annual General Meeting of Shareholders.

The Board of Directors will propose to the Annual General Meeting of Shareholders an ordinary dividend of SEK 5 per share and an extraordinary dividend of SEK 10 per share to all holders of MTG class A and B shares. The total proposed dividend payment would therefore amount to a maximum of SEK 1 billion, based on the maximum potential number of outstanding ordinary shares. The Board of Directors will propose that the remainder of the Company's retained earnings for the year ended 31 December 2007 be carried forward into the accounts for 2008. The Board of Directors 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 Company's issued shares, on one or more occasions, for the period up until the 2009 Annual General Meeting of shareholders.

Nomination Committee for the 2008 Annual General Meeting

A Nomination Committee of major shareholders in Modern Times Group MTG AB has been convened in accordance with the resolution of the 2007 Annual General Meeting. The Nomination Committee is comprised of Cristina Stenbeck on behalf of Investment AB Kinnevik and Emesco AB; Jan Andersson on behalf of Swedbank 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 shareholding of the major shareholders during the nomination process. Information about the work of the Nomination Committee can be found on MTG's Website - www.mtg.se. The Nomination Committee will submit proposals for the composition of the Board of Directors and Chairman of the Board, the remuneration of the Board of Directors and the Auditors, and for the Chairman of the 2008 Annual General Meeting. These proposals will be presented to the 2008 Annual General Meeting for approval.

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

First Quarter Financial Results 2008

MTG's financial results for the three months ended 31 March 2008 will be published on 22 April 2008.

14 February 2008.

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 15.00 Stockholm local time, 14.00 London local time and 09.00 New York local time.

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

International: +44 (0)20 7806 1951

Sweden: +46 (0)8 5352 6408

US: +1 718 354 1385

The access pin code for the conference is: 4703871

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: 4703871#

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

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The information in this Interim Report is that which Modern Times Group MTG AB is required to disclose under the Securities Markets Act. It was released for publication at 13.00 CET on 14 February 2008.

Modern Times Group is a leading international entertainment broadcasting group with the second largest geographical broadcast footprint in Europe. MTG's Viasat Broadcasting is the largest free-to-air and satellite premium pay-TV operator in Scandinavia and the Baltics, and also operates channels in the Czech Republic, Russia, Hungary, Slovenia and the Balkans. Viasat channels are broadcast in a total of 24 countries and reach 100 million people. MTG is also the major shareholder in Russia's largest independent television network (CTC Media - NASDAQ: CTCM), and the number one commercial radio operator in the Nordic and Baltic regions.

Modern Times Group MTG AB class A and B shares are listed on the OMX Nordic Exchange Large Cap market ('MTGA' and 'MTGB').

CONDENSED CONSOLIDATED INCOME STATEMENT (MSEK)	2007 Oct-Dec	2006 Oct-Dec	2007 Jan-Dec	2006 Jan-Dec
Net sales	3,268	2,918	11,351	10,136
Cost of goods and services	-1,929	-1,764	-6,887	-5,908
Gross income	1,339	1,154	4,464	4,229
Selling and administrative expenses	-820	-729	-2,941	-2,843
Other operating revenues and expenses, net	21	-33	24	-66
Share of earnings in associated companies	70	43	480	458
Operating income (EBIT)	611	435	2,027	1,777
Non-cash gain from CTC Media Inc. IPO new share issue	-	-	-	241
Net interest and other financial items	-4	-5	-12	-3
Income before tax	607	431	2,015	2,016
Tax	-149	-114	-588	-517
Net income for the period	458	316	1,428	1,499
<i>Attributable to:</i>				
Equity holders of the parent	431	308	1,362	1,437
Minority interests	27	8	65	62
Net income for the period	458	316	1,428	1,499
Shares outstanding at the end of the period	66,352,540	67,042,524	66,352,540	67,042,524
Basic average number of shares outstanding	66,612,141	66,983,283	66,945,776	66,591,869
Diluted average number of shares outstanding	67,127,159	66,872,328	67,157,781	66,994,844
Basic earnings per share (SEK)	6.48	4.60	20.35	21.57
Diluted earnings per share (SEK)	6.40	4.57	20.11	20.55

CONDENSED CONSOLIDATED BALANCE SHEET (MSEK)	2007 31 Dec	2006 31 Dec
Non-current assets		
Goodwill	2,491	2,235
Other intangible assets	1,109	875
Machinery and equipment	202	156
Shares and participations	1,877	1,525
Other financial receivables	78	101
	5,756	4,891
Current assets		
Inventory	1,559	1,363
Current receivables	3,124	2,305
Cash, cash equivalents and short-term investments	521	646
	5,203	4,314
Total assets	10,958	9,205
Shareholders' equity		
Shareholders' equity	5,678	4,984
Minority interests in equity	197	121
	5,875	5,105
Long-term liabilities		
Interest-bearing liabilities	37	26
Provisions	391	278
Non-interest-bearing liabilities	2	1
	430	305
Current liabilities		
Other interest-bearing liabilities	478	239
Non-interest-bearing liabilities	4,176	3,557
	4,654	3,796
Total shareholders' equity and liabilities	10,958	9,205

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (MSEK)	2007 Oct-Dec	2006 Oct-Dec	2007 Jan-Dec	2006 Jan-Dec
Cash flow from operations	481	533	1,363	1,372
Changes in working capital	-193	141	-433	-78
Net cash flow from operations	288	673	930	1,294
Proceeds from sales of shares	-	0	-	21
Proceeds from sales of shares in subsidiaries	-	-	70	-
Investments in shares in subsidiaries and associates	-32	-40	-219	-645
Investments in other non-current assets	-40	-72	-327	-329
Other cash flow from investing activities	-	2	-	2
Cash flow to/from investing activities	-71	-110	-475	-950
Net change in loans	-15	-454	217	-930
Dividends to shareholders including share buy-back	-266	-	-810	-
Other cash flow from/to financing activities	51	-139	-1	53
Net change in cash and cash equivalents for the period	-14	-30	-139	-533
Cash and cash equivalents at the beginning of the period	527	690	646	1,207
Translation differences in cash and cash equivalents	7	-14	14	-28
Cash and cash equivalents at end of the period	521	646	521	646

CONDENSED RECONCILIATION OF SHAREHOLDERS' EQUITY (MSEK)	2007 31 Dec	2006 31 Dec
Opening balance equity	5,105	5,306
Currency translation differences	73	7
Change in minority interests	11	-6
Revaluation of shares at market value	22	-379
Cash flow hedge	21	-26
Changes in assets recognised directly in equity	127	-403
Net income for the period	1,428	1,499
Total changes in assets recognised directly in equity	1,555	1,095
Effect of employee share option programmes	17	6
Employee options exercised	8	193
Distribution of Metro International S.A. Shares	-	-1,495
Dividends to shareholders	-503	-
Share buy-back	-307	-
Closing balance equity	5,875	5,105
<i>Attributable to:</i>		
Equity holders of the parent	5,678	4,985
Minority interests	197	121
Total equity	5,875	5,105

CONDENSED INCOME STATEMENT (MSEK)	2007	2006	2007	2006
PARENT COMPANY	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Net sales	25	18	81	89
Gross income	25	18	81	89
Selling and administrative expenses	-68	-74	-229	-236
Operating income (EBIT)	-43	-56	-148	-146
Net interest and other financial items	6,169	71	6,418	360
Income before tax	6,126	15	6,270	214
Tax	11	-6	-45	-83
Net income for the period	6,136	9	6,225	132

CONDENSED BALANCE SHEET (MSEK)	2007	2006
PARENT COMPANY	31 Dec	31 Dec
Non-current assets		
Other intangible assets	1	2
Machinery and equipment	-	0
Shares and participations	436	467
Other financial receivables	1,837	1,811
	2,275	2,280
Current assets		
Current receivables	8,874	3,064
Cash, cash equivalents and short-term investments	3	3
	8,876	3,066
Total assets	11,151	5,346
Shareholders' equity		
Shareholders' equity	9,657	4,135
Long-term liabilities		
Provisions	22	11
Current liabilities		
Other interest-bearing liabilities	400	250
Non-interest-bearing liabilities	1,071	951
	1,471	1,201
Total shareholders' equity and liabilities	11,151	5,346

NET SALES (MSEK)	Q1 2006	Q2 2006	Q3 2006	Q4 2006	FULL YEAR 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	FULL YEAR 2007
Viasat Broadcasting										
Free-to-air TV Scandinavia	722.5	810.3	653.1	852.0	3,037.9	713.4	818.8	671.8	968.6	3,172.7
Pay-TV Nordic	748.9	781.9	803.3	849.2	3,183.3	877.2	882.1	908.6	945.6	3,613.5
- DTH platform	704.1	727.3	753.6	784.3	2,969.3	797.7	807.4	830.2	857.2	3,292.5
- Channels	310.9	323.9	323.8	338.7	1,297.4	362.2	356.1	360.2	375.9	1,453.4
- Eliminations	-266.1	-269.3	-274.2	-273.8	-1,083.4	-282.7	-280.4	-281.9	-287.4	-1,132.4
Central & Eastern Europe	387.6	532.8	367.5	552.8	1,840.7	477.6	605.9	494.4	750.3	2,328.1
- Free-to-air TV Baltics	102.2	134.0	88.1	146.7	471.0	110.6	152.5	109.7	191.2	564.1
- Viasat3 Hungary	24.1	30.9	23.4	38.2	116.6	32.9	49.2	34.2	55.1	171.4
- DTV Russia	38.2	50.8	40.5	51.2	180.5	61.4	67.4	57.5	83.0	269.4
- TV Prima Czech Rep.	180.1	266.1	158.9	243.5	848.7	184.0	221.9	158.7	272.7	837.3
- TV3 Slovenia	-	-	0.3	3.5	3.8	5.3	6.8	4.8	8.0	24.9
- Pay-TV DTH platform & channels	43.1	51.0	56.3	69.7	220.1	83.3	108.1	129.4	140.3	461.2
JV, other & eliminations	-55.0	-67.6	-75.7	-58.5	-256.8	-64.8	-60.5	-52.6	-94.0	-271.9
Total	1,803.9	2,057.4	1,748.2	2,195.5	7,805.2	2,003.4	2,246.3	2,022.1	2,570.5	8,842.4
Radio	80.8	98.5	85.2	169.0	433.4	150.1	199.6	182.1	183.2	715.0
Online										
CDON	166.7	142.8	174.9	256.0	740.3	213.6	172.3	213.7	311.4	911.1
BET24	108.7	117.5	97.7	102.2	426.1	85.3	89.2	95.4	115.9	385.7
Other and eliminations	137.8	108.1	97.4	101.2	444.5	113.9	104.8	22.1	20.9	261.7
Total	413.1	368.4	370.0	459.4	1,610.9	412.7	366.3	331.2	448.2	1,558.5
Modern Studios	150.7	116.7	153.0	160.8	581.2	120.1	70.2	143.2	144.8	478.3
Parent company & other companies	28.2	31.9	26.6	24.6	111.2	23.4	26.9	25.5	31.5	107.3
Eliminations	-114.9	-96.2	-102.7	-91.7	-405.5	-81.1	-66.5	-92.6	-110.2	-350.4
GROUP TOTAL	2,361.8	2,576.8	2,280.2	2,917.6	10,136.5	2,628.6	2,842.8	2,611.6	3,268.0	11,351.1
OPERATING INCOME (EBIT) (MSEK)	Q1 2006	Q2 2006	Q3 2006	Q4 2006	FULL YEAR 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	FULL YEAR 2007
Viasat Broadcasting										
Free-to-air TV Scandinavia	140.0	163.0	84.3	174.1	561.5	110.1	168.8	105.2	242.8	626.9
Pay-TV Nordic	125.1	140.2	158.6	172.9	596.8	148.2	159.6	153.5	169.7	631.0
- DTH platform	79.5	81.0	93.5	103.8	357.8	93.1	90.6	68.7	79.1	331.6
- Channels	45.7	59.2	65.1	69.1	239.0	55.1	69.0	84.8	90.5	299.4
Central & Eastern Europe	50.8	118.8	23.4	110.8	303.9	59.0	129.3	31.9	176.0	396.2
- Free-to-air TV Baltics	17.3	48.3	7.7	54.6	127.9	17.8	53.7	13.3	78.4	163.2
- Viasat3 Hungary	-3.1	3.8	-1.8	5.4	4.3	4.1	12.2	2.9	15.2	34.3
- DTV Russia	2.4	-0.8	-2.8	3.7	2.6	6.2	5.9	0.9	13.5	26.4
- TV Prima Czech Rep.	33.6	67.1	17.9	52.4	171.1	29.2	59.1	14.6	81.7	184.6
- TV3 Slovenia	-	-	-2.9	-11.9	-14.8	-8.9	-9.5	-9.6	-12.8	-40.8
- Pay-TV DTH platform & channels	0.6	0.4	5.3	6.6	12.9	10.5	8.1	9.9	0.0	28.4
JV & Other	3.0	3.3	3.2	9.0	18.6	1.9	-30.7	-18.6	-40.6	-88.0
Associated companies (CTC Media, Inc.)	138.4	104.5	150.7	38.6	432.2	162.1	108.0	128.2	62.9	461.2
Total	457.4	529.9	420.2	505.5	1,913.0	481.3	535.0	400.3	610.7	2,027.3
Radio	0.2	16.6	8.7	35.9	61.4	6.4	41.4	38.4	37.4	123.5
Associated companies	7.6	5.8	6.1	-2.7	16.8	0.0	1.1	8.0	1.5	10.6
Total	7.8	22.5	14.8	33.2	78.2	6.4	42.5	46.4	38.9	134.1
Online										
CDON	13.7	9.9	11.3	18.7	53.6	17.3	12.8	18.2	32.3	80.6
BET24	-13.4	-24.5	-7.5	-8.7	-54.1	-0.1	0.4	1.9	7.6	9.7
Other and eliminations	19.1	-2.8	-5.7	1.6	12.2	-2.9	13.9	0.6	-2.5	9.1
Total	19.4	-17.5	-1.9	11.6	11.7	14.3	27.1	20.7	37.4	99.4
Modern Studios	3.4	3.1	2.3	-79.2	-70.5	1.7	-14.7	-3.2	-22.4	-38.6
Parent company & other companies	-35.5	-52.3	-31.2	-36.0	-155.0	-35.2	-57.5	-48.4	-54.1	-195.2
GROUP TOTAL	452.5	485.6	404.3	435.1	1,777.5	468.4	532.3	415.7	610.5	2,027.0

Key Performance Indicators

	Q1 2006	Q2 2006	Q3 2006	Q4 2006	FULL YEAR 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	FULL YEAR 2007
GROUP										
Year on year sales growth %	36.8	30.4	24.2	18.3	26.5	11.3	10.3	14.5	12.0	12.0
Year on year change in operating costs %	29.4	29.1	23.5	22.0	25.5	13.0	10.7	14.7	8.1	11.2
Operating margin %	19.0	18.8	17.7	14.7	17.5	17.8	18.7	15.9	18.7	17.9
Return on capital employed %	23	26	28	29		30	32	32	34	
Return on Equity %	19	21	28	28		28	29	25	26	
Equity to Assets ratio	54	61	51	56		56	53	52	54	
Liquid Funds (incl unutilised credit facilities), SEK million	4,860	4,055	3,590	3,996		3,648	3,741	3,677	3,721	
Net cash, SEK million	70	420	-28	430		75	108	30	69	
Subscriber data										
Group total digital subscribers ('000s)	837	858	884	929		943	957	977	1,012	
Group total premium subscribers ('000s)	690	719	755	817		837	863	887	924	
FREE-TO-AIR TV SCANDINAVIA										
Year on year sales growth %	10.1	7.2	4.3	-2.6	4.3	-1.3	1.1	2.9	13.7	4.4
Year on year change in operating costs %	-2.6	6.0	8.3	-1.2	2.3	3.6	0.4	-0.4	7.1	2.8
Operating margin %	19.4	20.1	12.9	20.4	18.5	15.4	20.6	15.7	25.1	19.8
Commercial Share of Viewing (%)										
TV3 & TV6 Sweden (15-49)*	30.4	30.9	32.7	31.6	31.4	33.1	34.6	34.1	32.7	33.6
TV3 & Viasat4 Norway (15-49)**	17.1	16.6	18.2	16.6	17.0	16.2	16.9	16.8	17.2	16.8
TV3 & TV3+ Denmark (15-49)	20.9	22.3	21.8	22.2	21.8	21.6	23.8	23.4	22.9	22.9
* Prior to May 2006 the figures include ZTV										
** Prior to September 2007 the figures include ZTV Norway										
Penetration (%)										
TV3 Sweden	75	75	75	78		79	79	79	79	
TV6 Sweden	-	67	67	75		78	79	79	83	
TV8 Sweden	31	32	32	41		46	48	48	58	
TV3 Norway	63	63	63	63		63	63	63	63	
Viasat 4 Norway	39	43	45	46		46	49	49	50	
TV3 Denmark	66	66	66	66		66	65	65	66	
TV3+ Denmark	64	64	65	66		66	64	64	65	
PAY-TV NORDIC										
Year on year sales growth %	23.8	24.2	19.5	17.0	20.9	17.1	12.8	13.1	11.4	13.5
Year on year change in operating costs %	29.3	25.4	19.0	15.3	21.9	16.9	12.6	17.1	14.7	15.3
Operating margin %	16.7	17.9	19.7	19.9	18.6	16.9	18.1	16.9	17.9	17.5
Subscriber data										
Premium Subscribers ('000s)	646	669	696	737		741	746	756	760	
- of which, DTH Satellite	632	652	673	708		708	709	717	714	
- of which, Broadband	14	17	23	29		33	37	39	46	
Basic DTH Subscribers	147	139	129	112		106	95	90	88	
Premium ARPU (SEK)	3,341	3,370	3,460	3,470		3,468	3,502	3,573	3,633	
CENTRAL & EASTERN EUROPE										
Year on year sales growth %	199.7	208.1	162.5	49.2	126.5	23.2	13.7	34.5	35.7	26.5
Year on year change in operating costs %	137.8	171.5	133.2	50.1	108.7	24.3	15.1	34.4	29.9	25.7
Operating margin %	13.1	22.3	6.4	20.0	16.5	12.3	21.3	6.5	23.5	17.0
Commercial Share of Viewing (%)										
TV3 & 3+ Estonia (15-49)	47.9	46.6	44.7	41.4	45.1	44.7	44.3	44.1	43.5	44.1
TV3,3+ & TV6 Latvia (15-49)	35.4	37.2	39.4	36.2	36.9	38.9	38.1	43.6	41.7	40.5
TV3 & Tango TV Lithuania (15-49)	33.4	32.7	35.2	35.4	34.2	40.3	39.8	40.3	38.2	39.6
Viasat3 Hungary (18-49)	4.8	5.3	6.9	6.8	5.9	8.2	8.0	8.2	6.6	7.7
DTV Russia (6-54)	2.1	2.1	2.2	2.2	2.1	2.6	2.5	2.5	2.3	2.5
TV Prima Czech Rep (15+)	20.7	22.7	22.5	21.8	21.8	21.8	21.9	21.9	21.0	21.6
TV3 Slovenia (15-49)	2.7	3.0	3.5	7.3	4.1	6.1	7.4	8.3	7.8	7.3
CTC Media & The Home Channel Russia (4+)*	12.1	13.0	11.6	10.5	11.8	11.2	10.9	10.6	10.9	11.0
* Share of viewing										
Subscriber data										
DTH Premium Baltics ('000s)	44	50	59	80		96	117	131	164	
Mini-pay subscriptions ('000s)	14,194	15,623	17,200	18,619		20,859	23,060	25,551	26,426	

APPENDIX 1

Acquisition of Balkan Media Group, Bulgaria

The Group acquired 50% of the shares of Balkan Media Group Ltd on 20 March 2007, for a total cash consideration of EUR 11.6 million. Balkan Media Group reported within Viasat Broadcasting business area with effect from 1 April 2007.

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

(SEK million)

	Book values	Fair value adjustment	Recognised values
Net assets acquired:			
Non-current assets	14.8	-	14.8
Trademarks	-	9.2	9.2
Inventories	14.8	-7.1	7.7
Trade and other receivables	24.4	-	24.4
Cash and cash equivalents	4.0	-	4.0
Interest-bearing loans and borrowings	-23.6	-	-23.6
Deferred tax receivables	-	-0.2	-0.2
Trade and other payables	-28.8	-	-28.8
Net identifiable assets and liabilities	5.5	1.9	7.4
Minority interests			-3.7
Goodwill on acquisition			112.3
Total consideration*			116.0
Liquid funds in acquired companies			-4.0
Cash consideration			112.0

* including legal fees