

Cable & Wireless - Group Revenue and Cash
£ million

(unaudited and at actual rates)

	Q3 2004/5	Q2 2004/5	Q3 2003/4
Revenue			
UK	390	405	413
CWAO	5	4	6
Europe	46	47	62
Japan & Asia	66	65	71
Bulldog Communications	4	3	-
UK Group	511	524	552
National Telcos (excluding Caribbean and Monaco)	141	134	134
Caribbean	139	136	159
Monaco Telecom	26	26	-
National Telcos	306	296	293
Inter-group eliminations	(9)	-	(6)
Revenue from continuing businesses	808	820	839
Group Revenue	808	820	917
Cash			
Gross Cash	2,228	2,245	2,547
Gross Debt	(844)	(859)	(946)
Net Cash	1,384	1,386	1,601

Notes to the Quarterly Trading Statement

Revenue from continuing businesses excludes the US domestic businesses that were deconsolidated from the Group accounts on 8 December 2003 and TeleYemen that ceased operating following the expiry of its licence on 31 December 2003.

The analysis of revenue in the table above is based on existing disclosure. From the year ending 31 March 2005, the geographies comprising the UK Group will be analysed as Enterprise, Business, Carrier Services and Bulldog Communications (For comparative purposes geographic analysis will be retained for the 2004/5 full year results only).

The sale of Cable & Wireless IDC Inc ("C&W IDC Japan") is expected to complete in the fourth quarter of 2004/5. Until completion of the transaction, results from C&W IDC Japan will be classified within continuing businesses. C&W IDC Japan revenue for the three months ended 31 December 2004 was £57 million (Q2 2004/5: £55 million, Q3 2003/4: £61 million).

Shares purchased under the share repurchase programme have not been cancelled but are instead being held as Treasury stock:

	2004/5 31 Dec 04	2004/5 30 Sep 04	2003/4 30 Sep 03
Number of shares outstanding	2,365,410,136	2,388,599,080	2,383,596,194

Average and period end US and Jamaican dollar exchange rates used in the current period and prior year are shown below:

Against Sterling	<u>2004/5</u>	<u>2004/5</u>	<u>2003/4</u>
	<u>Q3 YTD</u>	<u>Q2 YTD</u>	<u>Q3 YTD</u>
US\$			
- Average	1.8185	1.8073	1.6338
- Period end	1.9355	1.8027	1.7629
Jamaican\$			
- Average	110.4882	109.3445	95.0725
- Period end	118.6460	110.5020	105.6860

Final Results

Cable & Wireless will announce its results for the full year to 31 March 2005 on 26 May 2005.

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About Cable & Wireless

Cable & Wireless is one of the world's leading international communications companies. It provides voice, data and IP (Internet Protocol) services to business and residential customers, as well as services to other telecoms carriers, mobile operators and providers of content, applications and internet services.

Cable & Wireless' principal operations are in the United Kingdom, continental Europe, Asia, the Caribbean, Panama, and the Middle East.

For more information about Cable & Wireless, go to www.cw.com.

This announcement contains forward-looking statements that involve inherent risks and uncertainties. We have identified certain important factors that may cause actual results to differ materially from those contained in such forward-looking statements. See those that appear, or are referred to, in the cautionary statements section on the first page of the company's Form 20F 2004.