

## Cablevisión S.A.

Consolidated balance sheets as of June 30, 2004 and December 31, 2003.  
(In millions of Argentine pesos)

	2004	2003
<b>Current assets</b>		
Cash and banks	31.0	16.8
Investments	318.3	225.2
Receivables from services	32.2	35.0
Other receivables	17.3	18.4
<b>Total current assets</b>	<b>398.8</b>	<b>295.4</b>
<b>Noncurrent assets</b>		
Other receivables	4.0	4.5
Property, plant and equipment	457.6	487.9
Intangible assets	51.3	53.8
Other assets	0.6	0.6
<b>Subtotal noncurrent assets</b>	<b>513.4</b>	<b>546.8</b>
Goodwill	2,103.2	2,103.2
<b>Total noncurrent assets</b>	<b>2,616.7</b>	<b>2,650.0</b>
<b>Total assets</b>	<b>3,015.5</b>	<b>2,945.4</b>
<b>Current liabilities</b>		
Accounts payable	126.3	118.3
Loans	2,361.8	2,338.3
Accrued interest	888.4	697.0
Payroll and social security taxes	9.7	7.9
Taxes payable	24.7	22.0
Other payables	6.5	5.8
Reserves	41.6	40.6
<b>Total current liabilities</b>	<b>3,459.0</b>	<b>3,229.8</b>
<b>Noncurrent liabilities</b>		
Accounts payable	1.6	2.0
Loans	11.5	12.9
Taxes payable	5.0	5.8
Reserves	29.3	30.7
<b>Total noncurrent liabilities</b>	<b>47.5</b>	<b>51.4</b>
<b>Total liabilities</b>	<b>3,506.5</b>	<b>3,281.2</b>
<b>Minority interest in subsidiaries</b>	<b>1.4</b>	<b>1.3</b>
<b>Shareholders' equity</b>	<b>(492.4)</b>	<b>(337.1)</b>
<b>Total liabilities, minority interest in subsidiaries, and shareholders' equity</b>	<b>3,015.5</b>	<b>2,945.4</b>

## Cablevisión S.A.

Consolidated Statements of income for the periods ended June 30, 2004 and 2003.  
(In millions of Argentine pesos)

	<b>2004</b>	<b>2003</b>
Revenues from services	353.7	319.4
Cost of services provided	(221.1)	(210.3)
<b>Gross Income</b>	<b>132.7</b>	<b>109.1</b>
Selling expense	(38.5)	(35.4)
Administrative expense	(38.1)	(31.0)
<b>Operating income</b>	<b>56.1</b>	<b>42.7</b>
Net financial income (expense)	(211.7)	325.5
Other income (expense)	4.9	(2.5)
Minority interest in subsidiaries	(0.1)	0.1
<b>Income (Loss) before income tax and tax on minimum presumed income</b>	<b>(150.8)</b>	<b>365.8</b>
Income tax and tax on minimum presumed income	(4.5)	(4.7)
<b>Net income (loss) for the period</b>	<b>(155.3)</b>	<b>361.1</b>
<b>EBITDA</b>		
Revenues from services	353.7	319.4
Programming costs	(92.0)	(85.1)
Salaries and costs related to personnel	(47.0)	(39.1)
Other operating costs	(76.8)	(78.2)
<b>EBITDA</b>	<b>138.0</b>	<b>117.0</b>
EBITDA / Revenues from services	39.0%	36.6%
<b>Selected operating data:</b>		
Capital expenditures	51.4	73.1 (1)
Homes passed (in thousands)	3,517	3,516
Basic subscribers served (in thousands)	1,253	1,188
FiberTel subscribers	115,600	75,800
Cablemodem subscribers	110,200	69,000

(1) As of December 31, 2003.

## Cablevisión S.A.

Consolidated statements of cash flows as of June 30, 2004 and 2003.  
(In millions of Argentine pesos)

	2004	2003
<b>Net income (loss) for the period</b>	<b>(155.3)</b>	<b>361.1</b>
Adjustments to reconcile the net income (loss) for the period to net cash provided by operations:		
Depreciation of property, plant & equipment	75.2	76.5
Amortization of goodwill and intangible assets	2.5	3.1
Increase in allowances and reserves	5.7	20.5
Uncollectable accounts	3.0	3.9
Minority interest in subsidiaries	0.1	(0.1)
Financial income (expense)	23.5	(438.2)
Loss from exposure to inflation generated on cash and cash equivalents	0.0	0.7
Retired PP&E -net book value	4.8	0.0
<b>Changes in assets and liabilities:</b>		
Receivables from services	(0.2)	(0.8)
Other receivables	1.6	20.2
Accounts payable	7.7	(21.6)
Payroll and social security taxes	1.9	(2.5)
Taxes payable	5.3	1.1
Other payables and reserves	(3.5)	(4.8)
Interest payable and other	191.4	89.3
<b>Income tax and tax on minimum presumed income</b>	<b>(3.3)</b>	<b>(0.4)</b>
<b>Net cash provided by operations</b>	<b>160.2</b>	<b>108.0</b>
<b>CASH USED FOR INVESTMENT ACTIVITIES</b>		
Acquisition of property, plant and equipment and materials	(52.9)	(26.4)
Acquisition of intangible assets	0.0	(14.4)
<b>Net cash used for investment activities</b>	<b>(52.9)</b>	<b>(40.8)</b>
<b>Increase in cash and cash equivalents</b>	<b>107.3</b>	<b>67.2</b>
Loss from exposure to inflation generated on cash and cash equivalents	0.0	(0.7)
Cash and cash equivalents at beginning of the year	242.0	93.2
<b>Cash and cash equivalents at end of the year (1)</b>	<b>349.3</b>	<b>159.7</b>

(1) Cash and cash equivalents plus investments rapidly converted into cash (investments with original maturity within less than three months).