

Debt, Capitalization and Cash

	4Q01	3Q01	4Q00
Short Term Debt	279,437	251,082	208,593
Commercial loans with financial institutions	94,339	87,339	122,235
Debentures 1998 (R\$-denom.)	-	5,615	7,671
Current portion of long-term debt	185,098	158,128	78,687
Net Sul Notes	32,000	-	-
International Finance Corporation	35,329	35,329	35,331
Eximbank	3,105	3,130	6,152
Zero-Coupon Guaranteed Notes	45,711	45,711	-
BNDES (R\$-denom.)	27,708	26,448	37,204
Leasing (R\$-denom.)	654	590	-
Future Flow Securitization(R\$-denom.)	38,786	44,922	-
Other long-term debt (US\$)	1,804	1,997	-
Long Term Debt	413,055	439,151	567,694
Senior Guaranteed Notes - 2004	97,692	97,692	185,000
Net Sul Notes	80,000	80,000	80,000
International Finance Corporation	47,011	64,675	82,337
Eximbank	5,420	6,233	23,828
Zero-Coupon Guaranteed Notes	45,711	45,711	-
Other long-term debt	2,509	10,092	-
Debentures 1998 (R\$-denom.)	-	-	-
Convertible Debentures 2006 (R\$-denom.)	155,405	131,922	178,213
Debentures 2001 (R\$-denom.)	84,098	73,051	-
BNDES (R\$-denom.)	29,811	32,621	71,432
Leasing (R\$-denom.)	936	1,001	-
Future Flow Securitization (R\$-denom.)	38,786	44,922	-
Other long-term debt (R\$ - denom.)	10,774	9,359	25,570
Current portion of long-term debt	(185,098)	(158,128)	(78,687)
Total Debt	692,492	690,233	776,287
Cash	12,474	70,113	73,547
Net Debt	680,018	620,120	702,739
<i>US dollar-denominated debt</i>	350,399	389,108	448,624
	50.6%	56.4%	57.8%
<i>Brazilian real-denominated debt</i>	342,093	301,125	327,663
	49.4%	43.6%	42.2%

FINANCIAL STATEMENTS

Globo Cabo S.A.					
Income Statement	4Q01	3Q01	4Q00	2001	2000
US GAAP - (in US\$ thousands)					
Revenues					
Subscriptions	116,361	117,552	142,396	502,753	567,689
Sign-on and hookup revenue, net	3,374	3,762	9,444	18,700	24,974
Gross sign-on and hookup fee revenue	2,596	3,084	7,625	15,138	23,108
Deferred sign-on and hookup fee revenue, net	779	678	1,819	3,562	1,866
Corporate Networks	5,324	5,389	7,319	24,133	28,603
Other services	10,162	12,051	7,791	42,231	39,290
PPV	4,507	6,141	4,110	19,389	22,090
Virtua	3,030	3,040	1,800	12,459	3,592
Others	2,625	2,870	1,881	10,383	13,608
Gross Revenues	135,222	138,753	166,949	587,818	660,556
Services and other taxes	(21,596)	(23,145)	(18,538)	(94,749)	(81,784)
Net Revenues	113,626	115,607	148,412	493,069	578,771
Direct Operating Expenses					
Programming & Royalties	(40,460)	(38,374)	(44,030)	(155,192)	(169,700)
Network Expenses	(5,161)	(6,269)	(7,415)	(25,530)	(26,705)
Customers Relations	(3,619)	(2,998)	(3,773)	(14,589)	(14,666)
Payroll and Benefits	(8,049)	(8,380)	(10,448)	(38,679)	(37,956)
Other Costs	(7,554)	(5,846)	(10,796)	(30,348)	(38,088)
Selling, General and Administrative Expenses	(21,251)	(21,645)	(40,475)	(107,315)	(166,606)
Selling	(1,864)	(1,984)	(13,123)	(14,224)	(44,495)
General & administrative	(15,935)	(15,867)	(25,797)	(80,007)	(103,104)
Bad Debt Expenses	(3,338)	(2,803)	(2,440)	(11,913)	(9,795)
Other income/(expense), net	(113)	(991)	884	(1,170)	(9,213)
Depreciation and Amortization	(50,219)	(52,253)	(103,068)	(226,154)	(256,760)
Depreciation	(37,286)	(32,139)	(77,402)	(141,701)	(186,898)
Amortization	(12,933)	(20,114)	(25,665)	(84,453)	(69,862)
Unusual charges	(82)	(407)	0	(4,397)	0
Loss on write-down of equipment, net	2,014	(78)	293	2,200	1,327
Operating Income/(Loss)	(20,755)	(20,642)	(71,300)	(106,934)	(130,382)
Non-operating Expenses					
Loss on exchange rate, net	27,480	(47,920)	(22,456)	(86,383)	(33,977)
Net translation gain (loss)	3,858	(20,922)	(6,078)	(38,796)	(34,212)
Financial expenses	(37,715)	(36,601)	(29,268)	(131,323)	(112,272)
Debt Financial expenses	(23,469)	(22,915)	(25,027)	(87,404)	(95,212)
Other Financial expenses	(14,246)	(13,686)	(4,241)	(43,918)	(17,061)
Financial income	1,565	8,805	5,844	17,078	35,366
Other (non-operating)	(170)	(656)	(7,076)	(1,690)	(7,770)
Income/(loss) bef. tax, investees, min. ints.	(25,737)	(117,937)	(130,335)	(348,048)	(283,248)
Income tax benefit, net	(1,090)	(1,025)	(7,367)	(1,385)	(6,764)
Income/(loss) bef. investees, min. ints.	(26,827)	(118,961)	(137,703)	(349,432)	(290,012)
Equity in earnings	(203)	68	219	(28)	(724)
Minority interests	7	(11)	32	(13)	146
Net Income/(Loss)	(27,023)	(118,904)	(137,452)	(349,473)	(290,590)
Loss per share	(\$0.01)	(\$0.04)	(\$0.05)	(\$0.12)	(\$0.10)
Number of shares	2,811,252,860	2,811,252,860	2,791,429,850	2,811,252,860	2,791,429,850
EBITDA	27,532	32,096	31,474	121,417	125,051

Globo Cabo S.A.
Consolidated Balance Sheet
US GAAP - (in US\$ thousands)

	4Q01	%	3Q01	%	4Q00	%
Assets						
Cash & cash equivalents	12,474	0.9%	70,113	5.2%	73,547	4.0%
Accounts receivable	54,740	3.8%	51,180	3.8%	59,966	3.2%
Advances to suppliers	(0)	0.0%	1,827	0.1%	1,067	0.1%
Advances to employees	980	0.1%	1,437	0.1%	930	0.1%
Other	3,176	0.2%	5,030	0.4%	3,866	0.2%
Provision for doubtful accounts	(10,011)	-0.7%	(8,979)	-0.7%	(9,935)	-0.5%
Net accounts receivables	48,885	3.4%	50,496	3.7%	55,894	3.0%
Income tax recoverable	10,123	0.7%	6,632	0.5%	16,732	0.9%
Deferred income tax	0	0.0%	0	0.0%	6,989	0.4%
Prepaid expenses and other current assets	6,072	0.4%	12,396	0.9%	5,280	0.3%
Total current assets	77,554	5.4%	139,636	10.3%	158,442	8.5%
Deferred income tax	5,094	0.4%	5,082	0.4%	0	0.0%
Due from related companies	728	0.1%	524	0.0%	1,176	0.1%
Investments and advances to investees	3,198	0.2%	2,939	0.2%	3,175	0.2%
Cable network	996,590	69.9%	828,614	61.2%	1,063,231	57.2%
Land, buildings, improvem. fix. fit, & instal.	26,362	1.8%	22,772	1.7%	24,463	1.3%
Vehicles	3,160	0.2%	2,792	0.2%	3,855	0.2%
Data processing equip.	164,919	11.6%	144,782	10.7%	115,377	6.2%
Cable construction materials	69,403	4.9%	63,413	4.7%	99,174	5.3%
Accumulated depreciation	(669,091)	-46.9%	(537,426)	-39.7%	(585,299)	-31.5%
Net property and equipment	591,342	41.5%	524,947	38.7%	720,800	38.8%
Goodwill on acquisition of subsidiaries	703,293	49.3%	637,677	47.1%	931,103	50.1%
Other assets	44,598	3.1%	44,165	3.3%	44,911	2.4%
Long-term assets	1,348,253	94.6%	1,215,335	89.7%	1,701,165	91.5%
Total assets	1,425,808	100.0%	1,354,971	100.0%	1,859,607	100.0%
Liabilities and Stockholders' Equity						
Accounts payable to suppliers and programmers	83,137	5.8%	52,887	3.9%	73,321	3.9%
Income taxes payable	492	0.0%	142	0.0%	2,575	0.1%
Short-term debt	94,339	6.6%	92,954	6.9%	122,235	6.6%
Due to related companies	0	0.0%	0	0.0%	0	0.0%
Current portion of long-term debt	185,098	13.0%	158,128	11.7%	86,358	4.6%
Other payables and accruals	70,846	5.0%	81,785	6.0%	95,464	5.1%
Current Liabilities	433,912	30.4%	385,897	28.5%	379,952	20.4%
Long-term debt	413,055	29.0%	439,151	32.4%	567,694	30.5%
Due to related companies	8,399	0.6%	114,145	8.4%	8,417	0.5%
Deferred sign-on and hookup fee revenue	29,890	2.1%	26,720	2.0%	39,448	2.1%
Taxes and other payables and accruals	29,008	2.0%	50,164	3.7%	75,697	4.1%
Long-term liabilities	480,353	33.7%	630,181	46.5%	691,255	37.2%
Minority interests in subsidiaries	154	0.0%	141	0.0%	163	0.0%
Commitments and contingencies	52,861	3.7%	19,969	1.5%	0	0.0%
Capital Advances	131,154	9.2%	0	0.0%	0	0.0%
Capital stock - preferred and common shares	1,922,543	134.8%	1,922,246	141.9%	1,908,788	102.6%
Accumulated deficit	(1,345,624)	-94.4%	(1,318,598)	-97.3%	(996,151)	-53.6%
Cumulative translation adjustment	(249,545)	-17.5%	(284,864)	-21.0%	(124,401)	-6.7%
Shareholders' equity	327,374	23.0%	318,784	23.5%	788,237	42.4%
Total Liabilities and Shareholders' Equity	1,425,808	100.0%	1,354,971	100.0%	1,859,607	100.0%

Consolidated Statement of Cash Flows	4Q01	3Q01
Cash and cash equivalents, beginning of the period	70,113	107,430
Loss for the period	(27,025)	(118,906)
Non-cash items		
Deferred sign-on and hook-up fee revenue	514	708
Amortization of deferred revenues	(1,293)	(1,323)
Equity in results of investees	204	(69)
Gain (loss) on translation	0	0
Exchange losses, net	(57,348)	64,641
Interest on loans, net	(100)	28,197
Depreciation and amortization	50,218	52,251
Minority interest in results of consolidated subsidiaries	19	15
Deferred income tax	1,695	500
Loss on sale of assets	(2,106)	403
Amortization of compensation cost	299	296
Cash after non-cash items	(34,922)	26,713
Decrease (Increase) in assets and liabilities		
Accounts receivable	13,477	(2,275)
Income tax recoverable	1,617	557
Prepaid expenses and other assets	6,889	440
Accounts payable to suppliers and programmers	21,963	(9,205)
Income taxes payable	371	76
Other payables and accruals	10,603	(2,435)
Net cash provided by operating activities	54,919	(12,842)
Cash flow from investing activities		
Acquisition of minority interest in consolidated subsidiaries	0	0
Acquisition from investments and advances to related companies	20,776	10
Acquisition of property and equipment	(32,181)	(8,998)
Proceeds from the sale of equipment	1,751	1,416
Net cash provided by investing activities	(9,654)	(7,572)
Cash flow from financing activities		
Change in overdraft facilities	(2,103)	621
Short term debt issuance	57,986	9,743
Short term debt repayment	(56,365)	(21,884)
Issuances of long term debt	(45,033)	8,697
Repayment of long term debt	(12,932)	(17,012)
Related party loan issuances	2,462	(145)
Related party loan repayments	(3,740)	(10,228)
Capital contributions	(12,565)	(1)
Merger - 50% Unicabo	0	0
Net cash after financing activities	(72,290)	(30,209)
Effect of exchange rate changes on cash	4,308	(13,407)
Change in cash and cash equivalentes	(57,639)	(37,318)
Cash and cash equivalents, end of the period	12,474	70,113