

**Warner Music Group**  
**May 31, 2004**  
**Select Financial Information (Unaudited)**  
**(\$ in millions)**

	<b>Second Quarter Ended May 31 2004</b>	<b>Second Quarter Ended May 31 2003 (Pro Forma *)</b>	<b>First Quarter Ended February 29 2004 (Pro Forma*)</b>	<b>First Quarter Ended February 28 2003 (Pro Forma *)</b>
<b><u>P&amp;L:</u></b>				
Revenues	\$ 717	\$ 801	\$ 779	\$ 689
Costs and Expenses				
Cost of revenues	(379)	(441)	(415)	(366)
Selling, general and administrative expenses	(282)	(323)	(319)	(316)
Amortization of Intangible Assets	(40)	(40)	(40)	(40)
Total Costs and Expenses	<u>(701)</u>	<u>(804)</u>	<u>(774)</u>	<u>(722)</u>
Operating Income (Loss)	<u>\$ 16</u>	<u>\$ (3)</u>	<u>\$ 5</u>	<u>\$ (33)</u>
 <b><u>EBITDA:</u></b>				
Pro-Forma Adjusted EBITDA **	\$ 74	\$ 68	\$ 61	\$ 47
 <b><u>Key Balance Sheet Data:</u></b>				
Cash	\$ 421		\$ 397	
Total Current Assets	1,352		1,530	
Long-Term Assets	3,647		2,909	
Total Current Liabilities	1,507		1,559	
Long-Term Debt (excluding current portion)	1,833		-	
Other Long-Term Liabilities	601		1,188	
Total Equity	1,058		1,692	
 <b><u>Cash Flow:</u></b>				
Operating Cash Flow	\$ 4		\$ 336	

\* Pro Forma Operating Income as defined on page 17 of Warner Music Group's offering memorandum dated April 1, 2004.

\*\* Pro Forma Adjusted EBITDA as defined on page 18 of Warner Music Group's offering memorandum dated April 1, 2004.