

Statements of Operations

Year Ended December 31

(Thousands of Dollars, excluding share data)

| | 2002 | 2001 | 2000 |
|---------------------------------------------------------------------------------------------------------------------|---------------------|-------------|-------------|
| Revenues | | | |
| Residential | | | |
| Video | \$3,439,755 | \$3,184,786 | \$2,902,128 |
| Data | 575,231 | 277,921 | 137,532 |
| Telephony | 344,171 | 211,404 | 106,254 |
| Other | 82,547 | 97,234 | 82,256 |
| Total residential revenues | 4,441,704 | 3,771,345 | 3,228,170 |
| Commercial | 218,830 | 144,279 | 97,807 |
| Advertising | 378,064 | 337,579 | 347,771 |
| Total revenues | 5,038,598 | 4,253,203 | 3,673,748 |
| Costs and expenses | | | |
| Cost of services (excluding depreciation) | 2,130,907 | 1,882,835 | 1,510,330 |
| Selling, general and administrative expenses | 1,128,452 | 949,410 | 786,096 |
| Depreciation and amortization | 1,357,906 | 1,539,211 | 1,236,487 |
| Loss on sale of cable systems | 3,916 | - | - |
| Operating income (loss) | 417,417 | (118,253) | 140,835 |
| Interest expense | (550,645) | (565,934) | (550,824) |
| Gain (loss) on derivative instruments, net | 1,125,588 | (211,963) | - |
| Gain (loss) on investments, net | (1,317,158) | 1,151,172 | 3,281,986 |
| Equity in net losses of affiliated companies | (32,175) | (40,043) | (7,294) |
| Other, net | (5,080) | (11,882) | 7,411 |
| Income (loss) before income taxes, minority interest and cumulative effect of change in accounting principle | (362,053) | 203,097 | 2,872,114 |
| Income tax expense (benefit) | (125,286) | 94,039 | 877,031 |
| Income (loss) before minority interest and cumulative effect of change in accounting principle | (236,767) | 109,058 | 1,995,083 |
| Minority interest, net of tax | (37,272) | (71,147) | (69,828) |
| Income (loss) before cumulative effect of change in accounting principle | (274,039) | 37,911 | 1,925,255 |
| Cumulative effect of change in accounting principle, net of tax | - | 717,090 | - |
| Net income (loss) | \$ (274,039) | \$ 755,001 | \$1,925,255 |
| Share data | | | |
| Basic net income (loss) per share | | | |
| Basic weighted-average shares outstanding | 608,293,490 | 600,365,787 | 601,951,744 |
| Income (loss) before cumulative effect of change in accounting principle | \$ (0.45) | \$ 0.06 | \$ 3.20 |
| Cumulative effect of change in accounting principle, net of tax | - | 1.20 | - |
| Basic net income (loss) per share | \$ (0.45) | \$ 1.26 | \$ 3.20 |
| Diluted net income (loss) per share | | | |
| Diluted weighted-average shares outstanding | 608,293,490 | 608,816,689 | 608,548,749 |
| Income (loss) before cumulative effect of change in accounting principle | \$ (0.45) | \$ 0.06 | \$ 3.16 |
| Cumulative effect of change in accounting principle, net of tax | - | 1.18 | - |
| Diluted net income (loss) per share | \$ (0.45) | \$ 1.24 | \$ 3.16 |

NOTE: Certain amounts in the 2001 and 2000 financial statements have been reclassified for comparison purposes.