TEN NETWORK HOLDINGS LIMITED

2007 FY RESULTS BRIEFING

25 October 2007

Overview

- Strong group revenue performance
  - Revenues up 12.5% and exceed $1 billion for the first time
- Improvement in TV EBITDA to $237.0m
  - Third consecutive quarter of double digit EBITDA growth
- Investing for growth in EyeCorp
  - Long term business model in fast growing sector
- Trading conditions positive for 2008 and we are well positioned to extract greater benefit
- Simplified corporate structure

AGENDA

- Television — Grant Blackley
- Out of Home — Gerry Thorley
- Financial Results — John Kelly
- Summary & Outlook — Nick Falloon

TELEVISION

Grant Blackley

Overview

- Improved financial performance in 2007
- EBITDA growth of 3.5% to $237.0m
- Revenue up 8.7%
- Ratings in key 18-49s on par with record performance
- Established a 21st century digitised network architecture to advantage and expand TEN
- Digital Media interests growing with modest EBITDA forecast in 2008

Television Revenue

- 2007 TV revenues of $831m (2006 - $765m)
  - Headline growth of 8.7%
  - Growth ex 53rd week of 6.7%
- Trading environment
  - Headline growth in 2H revenues up 17.7%
  - 2H growth (ex 53rd week) up 13.5%
  - Double digit growth expected to continue into Q1 2008
- Ten deserves and is planning for a higher return of revenue justified by our ratings performance
- Core objective to achieve an on-going revenue share > 30%

2007 Cost Base

- Normalised 2007 cost growth of 5%
  - Normalised ex selling costs & one-off items ($27m)
- One-off items account for $27m
  - Increased AFL costs of $13m
  - 2007 AFL includes all Finals - going forward costs will be flat
  - 53rd week one-off costs of $7m
  - Digital media establishment costs of $7m

2008 Cost Guidance

- TEN's cost growth forecast (ex selling) within 5%
- Guidance inclusive of:
  - New international supply: 20th Century Fox Studios / CBS Paramount
  - All new domestic initiatives incl. *So You Think You Can Dance* & *Are You Smarter than a Fifth Grader*
  - Sport: All sporting broadcasts including Rugby World Cup
  - Digital Media: Ongoing development of web & mobile strategies
  - TEN HD: Launch and ongoing support

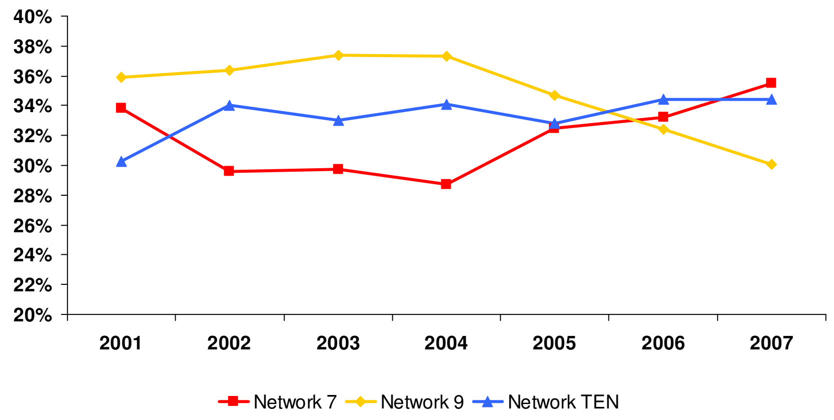
Programming & Ratings

- Core objectives in 2007 were:

1. Providing compelling content targeting 18-49 in peak zones
2. Retain a dominating position in 16-39
3. Broaden and lead off-peak television
4. Extending brands on-line to mobile devices

- **We have delivered on these objectives**

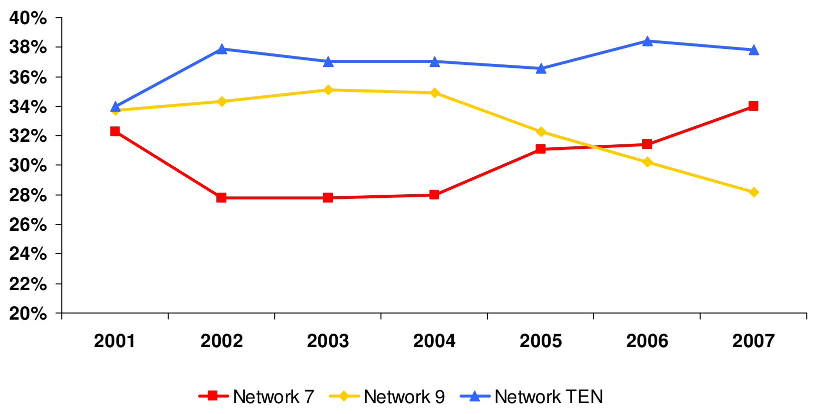
5 Year Trend : 18-49s



US benchmark 18-49 demo = 75% of TV ad dollars

Zone 1 (1800-2230), Wks 7-41 2001-2007 (Excl Easter and Comm Games)
Commercial share for 5 City Metro

5 Year Trend : 16-39s



Zone 1 (1800-2230), Wks 7-41 2001-2007 (Excl Easter and Comm Games)
Commercial Share for 5 City Metro

2008 International Programming

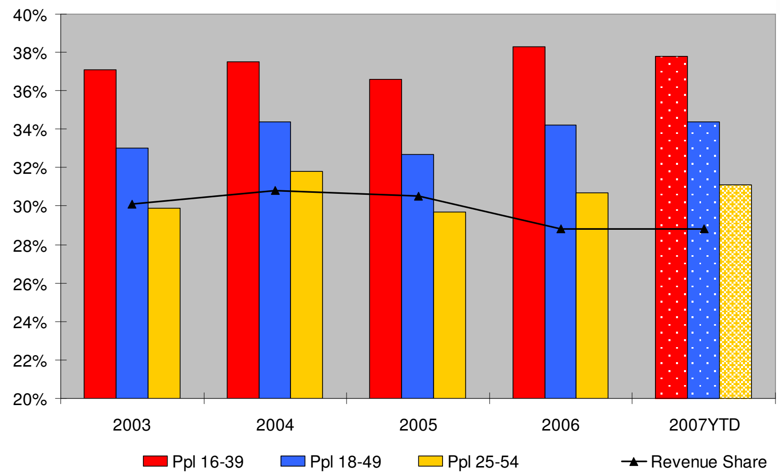
- 1st Year of the new 20th Century Fox deal
- New U.S. shows include: *Life, Back to You, Women's Murder Club, Cane, Unhitched* (to launch early 2008)
- 100% renewal rate for proven shows: *House, Medium, NCIS, Law & Order* (Franchise), *Numb3rs, Californication, Supernatural & The Simpsons*
- CBS Paramount content making a difference: *CBS News & Current Affairs, Dr. Phil, Late Show with David Letterman*

2008 Programming Guidance

- Expect TEN
  - will remain highly competitive in 18-49s (in peak zones)
  - to retain leading position in 16-39s (in peak zones)
  - to remain the leading off-peak provider for advertiser dominant profiles with content including:

    AFL, 9am David & Kim, Dr. Phil, Oprah, Bold & the Beautiful, Ten's News at 5pm & Ten's Late Night News
- Positioned to further improve program mix with optimisation of international & domestic content supply

The Opportunity



Digitised Technology Framework

- Final stages of a technology investment program, including:
  - Digitisation of tape based media archive facility
  - Improve workflows & streamline performance
  - Broadcast architecture allowing for HD / Multi-channelling
  - Easier delivery of content to multiple digital platforms
- Ensures operating costs are contained within target ranges and industry best practice
- Unlocks additional revenue streams

Digital Media – Web & Mobile

- Encouraging first year of operations
  - Strong team of 35
  - Technology platform and key partnerships now established
- Strategy consistent with a video and program-centric consumer proposition
- Advancing core brands into the online & mobile world
- Strong advertiser acceptance of deep integration capabilities
- "Partner to many, married to none"
- On track for modest EBITDA profit in 2008

TEN's World of HD

- TEN is the leader of HD in Australia
- We are not just believers but evangelists!
- Consumers not only want but demand the best viewing experience
  - *The best sound*
  - *The best vision*
  - *The best experience*
- HD creates a difference…

TEN HD – The Opportunity & Offering

- HD is creating a new world broadcast standard
- Sales of HD capable consumer devices currently growing by 60% per quarter
- ADSIF estimates at least one HD set in every household in only five years
- HD is a point of difference for the FTA industry
- TEN HD will breakaway from main TEN channel for substantial periods of day in December
- TEN HD will enhance our Future

2008 TV Forecasts

To grow Q1 2008 revenue > 10%

To control FY cost growth (ex selling) to < 5%

TV EBITDA to grow in 2008

To expand TEN's Digital assets

Core Objective

To maximise earnings and achieve an ongoing revenue share & EBITDA margin > 30%

eye™

Gerry Thorley

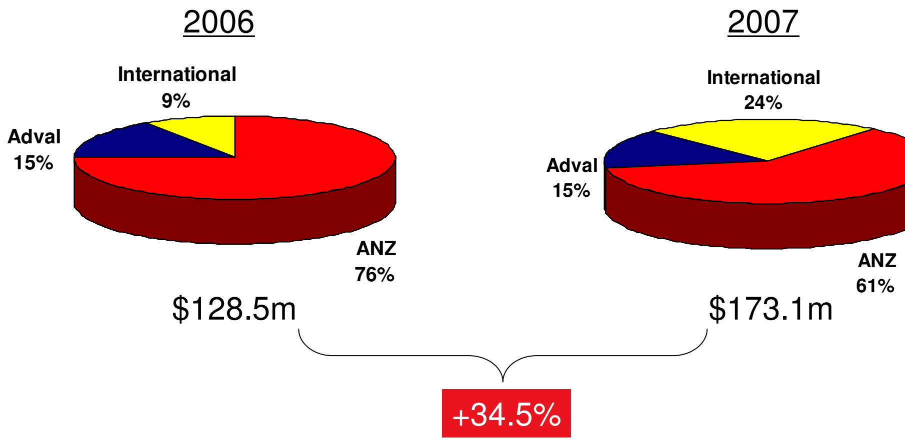
Overview

- Investing for growth - underpins EYE's long term sector goals
- Execution continues following 2006 expansion decision
- ANZ business unit fundamentals remain on track
- Exit non-core activity – BTO Malaysia share sale

Revenue

- FY07 Group Revenues grow 34.5%
- FY07 ANZ revenues grow 10%
- ANZ v International revenue composition evolving quickly
- Inventory in place to deliver current objectives

Revenue Composition



2007 FY Results 23

Growth Progress

- 2006 growth initiatives, implementation now well advanced
- To date growth via start-ups with limited acquisition options so far
- International start-ups now in transition to operating unit models
- Time well spent ensuring fundamentals are well founded
- ANZ OOH portfolio continues to underpin the EYE philosophy

First operating year of a multi-year investment path

2007 FY Results 24

Looking Forward

- ANZ
  - Continue to optimise existing asset base and new technology
  - Eye Study development opportunities
  - MOVE - industry audience measurement - mid 2008
- UK Eye Fly - more development potential from base now established
- Singapore Eye Fly - Changi T3 focus, January 2008 launch
- Additional international development can be expected

Eye Shop USA

- Initial build-out in place, now to match revenue with inventory
- 249 malls deployed across 42 states
- 3,490 total ad panels
- 162 mill. monthly visitors

Total malls = 850

Top 10 DMA's*

* DMA denotes Designated Market Area

Eye	62 malls
Clear Channel	69 malls
JCDecaux	61 malls

Total malls in Top 10 DMA's = 259

Eye in Top 30 DMA's

138 Malls
2555 ad panels
105 mill. monthly visitors

Total malls in Top 30 DMA's = 423

Grow further selectively to maximise market position

Future Objectives

- FY08:
  - EYE Group media revenue growth of 20% min.
  - Predict new-market losses circa $10 million, subject to further investments

- Medium term:
  - Media revenue growth target at 20% min.
  - Group EBITDA margin target of 20% min. reflecting ANZ historical
  - International revenues approaching 35% of Group revenue

Eye - International OOH operator specialising in key products

2007 FINANCIAL RESULTS

John Kelly

2007 Financial Result

- Strong, clean & transparent result
- TV EBITDA of $237.0m – up 3.5%
  - 2H revenue growth of 18% & EBITDA growth of 29%
  - Managed cost base with growth < 5% ex one off factors
  - 53rd week in Q4 impacts comparisons
- EYE EBITDA of $12.2m
  - Strong revenue growth of 34.5% - ANZ growth of 10%
  - Investing for international growth with non-capitalised start up losses in U.S. / U.K. of $15m
  - $9m profit on sale of Malaysia offset by $3m AIFRS Lease adjust.
- **Simplified corporate structure**

Group Results

TEN NETWORK HOLDINGS LIMITED GROUP RESULTS	2007 $M	2006 $M	Fav / (Unf) %
EARNINGS BEFORE INTEREST, TAX, DEPRECIATION & AMORTISATION	**248.3**	**252.0**	**(1.5%)**
Depreciation			
Television	17.6	15.6	
Out of Home (OOH)	8.0	5.0	
Amortisation (OOH)	3.5	1.1	
EARNINGS BEFORE INTEREST & TAX	**219.3**	**230.3**	**(4.8%)**
Net Interest Expense	42.7	32.2	
PROFIT BEFORE TAX & DEB. INTEREST (DI)	**176.6**	**198.1**	**(10.9%)**
Tax Expense	47.2	59.2	
Prima facie tax rate	*26.7%*	*30.4%*	
PROFIT AFTER TAX & BEFORE DI	**129.4**	**138.9**	**(6.8%)**

Group Results cont…

TEN NETWORK HOLDINGS LIMITED GROUP RESULTS	2007 $M	2006 $M	Fav / (Unf) %
PROFIT AFTER TAX & BEFORE DI	129.4	138.9	(6.8%)
Debenture Interest			
Normal	50.9	68.6	
Special Dividend	0.0	15.9	
	50.9	84.5	
Outside Equity Interests	12.4	8.6	
NET PROFIT AFTER TAX ATTRIBUTABLE TO MEMBERS	66.1	45.8	44.3%

	Reported EPS		Normalised EPS	
	2007 Actual cps	2006 Actual cps	2007 Actual cps	2006 Actual cps
Basic	16.29	11.49	13.86	14.87
Diluted	13.86	11.49	13.86	14.87

Cash Flow Analysis

CASHFLOW ANALYSIS	2007 $M	2006 $M
EBITDA - Reported	248	252
Less: Profit on sale of Malaysia	(9)	
Less: Profit on sale of Adelaide Land & Buildings	(4)	
EBITDA - Adjusted	235	252
Increase In Net Program Assets	(5)	(26)
Net Increase in Working Capital	(15)	(12)
CASH FLOW GENERATED FROM BUSINESS	216	214
Net Tax Paid	(67)	(97)
Net Bank Interest Paid	(37)	(28)
Dividends Received	-	1
NET OPERATING CASHFLOWS	112	90
REALISATION RATE (Cash Flow from Business/ EBITDA - Adjusted)	92%	85%

Cash Flow Analysis cont…

CASHFLOW ANALYSIS	2007 $M	2007 $M
NET OPERATING CASHFLOWS C/FWD		112
Capital Expenditure		
TV - HD/Content Mgmt/Adelaide	(23)	
- Core	(9)	(32)
OOH - U.S.	(14)	
- U.K.	(4)	
- Core	(7)	(25)
		(57)
Proceeds on Sale of Assets		
Big Tree (Malaysia)	16	
Global TV	12	
Adelaide Land & Buildings	8	36
Acquisitions		
Foxmark (OOH U.S)	(27)	
Ultimate Media (Eye Study)	(10)	
Other	(4)	(41)
Distributions		
Dividends Paid	(62)	
Debenture interest paid	(60)	(122)
INCREASE IN NET DEBT		(73)

Debt Structure/Capacity

- Core Average Net Debt Forecast for 2008 of $585m
- Gearing levels comfortable
  - 2.4 times EBITDA & 6 times interest cover
- Existing Debt Facilities of $1.060bn
  - $700m Syndicated Facility due December 2008
  - $360m in Long Term US Private Placement Notes
- Significant surplus debt capacity on existing lines

CanWest Conversion

- CanWest shares & debentures now converted
  - CanWest now holds a 56.7% controlling interest in Ten Holdings
- Accounting for Conversion
  - Recognised at market price on conversion ($2.62 per share)
  - Credit to Contributed Equity ($1.3bn) offset by debits to Conversion Reserve ($1.2bn), Minority Interest & Subordinated Debentures
- Ten Holdings shares on issue now 922.149m
  - Remaining 5.435m shares in Ten Group also expected to convert
- All leads to simplified structure with transparent earnings

SUMMARY & OUTLOOK

Nick Falloon

Summary

- Consolidated revenue exceeds $1bn
- Ownership structure simplified
  - CanWest decision a sign of confidence
- Improvement in TV EBITDA
- EYE grows revenues by 34.5%
  - Underlying earnings ex one offs of $21m
- Board restructure
- First opportunity to market TEN to foreign investors

Outlook

- Disciplined business model approach to continue
- TV Revenue momentum continuing into first quarter
  - TV revenue tracking towards double digit growth in Q1
- TEN TV forecast to show growth in 2008
- TV cost growth guidance (ex selling) for FY2008 to be within 5% inclusive of:
  - *Rugby World Cup*, TEN HD, first year of Fox & all new product
- Eye Corp will continue to invest for growth
  - Start up losses currently forecast to reduce to around $10m
- Capital management and growth options under review

Q & A