

The following statements have been prepared on a combined basis to proportionately consolidate the Company's 57.5% interest in Network TEN. These financial statements are supplementary information for shareholders, designed to provide more meaningful and complete disclosure of the Company's operations.

CANWEST GLOBAL COMMUNICATIONS CORP.
COMBINED STATEMENTS OF EARNINGS
(UNAUDITED)
(in thousands of Canadian dollars, except as otherwise noted)

	For the three months ended		For the six months ended	
	February 28 2002	February 28 2001	February 28 2002	February 28 2001
Revenue	591,720	571,739	1,319,478	976,029
Operating expenses	<u>476,378</u>	<u>436,506</u>	<u>999,646</u>	<u>707,456</u>
Operating profit before undernoted	115,342	135,233	319,832	268,573
Corporate and development expenses	6,506	3,644	10,990	7,220
Non-recurring costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,460</u>
Operating profit before amortization (EBITDA)	108,836	131,589	308,842	259,893
Amortization of intangibles and goodwill	4,375	26,365	8,750	41,588
Amortization of capital assets	20,553	19,747	39,497	27,962
Other amortization	<u>1,950</u>	<u>553</u>	<u>3,792</u>	<u>3,449</u>
Earnings before financing expenses (EBIT)	81,958	84,924	256,803	186,894
Financing expenses	(95,892)	(104,512)	(203,339)	(141,890)
Investment income (loss)	-	(13,449)	63,020	(5,557)
Dividend income	<u>-</u>	<u>-</u>	<u>1,358</u>	<u>1,245</u>
Earnings (loss) before income taxes	(13,934)	(33,037)	117,842	40,692
Provision for (recovery of) income taxes	<u>(1,620)</u>	<u>(48,283)</u>	<u>23,512</u>	<u>(23,467)</u>
Earnings (loss) before the following	(12,314)	15,246	94,330	64,159
Minority interests	2,478	(933)	4,968	(2,816)
Goodwill impairment loss	(11,387)	-	(11,387)	-
Interest in loss of equity accounted affiliates	(437)	(3,840)	(437)	(2,654)
Realized currency translation adjustments	<u>-</u>	<u>-</u>	<u>(1,000)</u>	<u>(7,200)</u>
Net earnings (loss)	(21,660)	10,473	86,474	51,489
Amortization of intangibles and goodwill	<u>-</u>	<u>21,990</u>	<u>-</u>	<u>36,492</u>
Adjusted net earnings (loss)	<u>(21,660)</u>	<u>32,463</u>	<u>86,474</u>	<u>87,981</u>
Earnings per share: ⁽¹⁾				
Net earnings (loss)				
Basic	(\$0.12)	\$0.06	\$0.49	\$0.31
Diluted	(\$0.12)	\$0.06	\$0.48	\$0.31
Adjusted net earnings (loss)				
Basic	(\$0.12)	\$0.18	\$0.49	\$0.53
Diluted	(\$0.12)	\$0.18	\$0.48	\$0.53

⁽¹⁾ Earnings per share have been calculated on the basis of the weighted average number of shares outstanding during the six months of 176,853,992 (2001 – 166,149,585).

CANWEST GLOBAL COMMUNICATIONS CORP.
COMBINED BALANCE SHEETS
(UNAUDITED)
(in thousands of Canadian dollars)

	As at	
	February 28, 2002	August 31, 2001
ASSETS		
Current Assets		
Cash and short term investments	79,712	29,718
Accounts receivable	577,740	524,135
Income taxes recoverable	50,694	3,045
Inventory	22,023	30,817
Investment in film and television program rights	198,697	139,487
Future income taxes	33,243	33,243
Other	22,960	21,378
	985,069	781,823
Other investments	255,886	425,484
Investment in film and television program rights	381,675	355,994
Property and equipment	761,246	762,997
Intangibles and goodwill	4,101,336	4,141,087
Other assets	154,686	133,203
	6,639,898	6,600,588
LIABILITIES		
Current Liabilities		
Bank loans and advances	-	28,999
Accounts payable and accrued liabilities	463,842	505,439
Film and program accounts payable	110,714	45,084
Deferred revenue	52,227	75,970
Current portion of long term debt	181,685	129,794
	808,468	785,286
Long term debt	3,875,099	3,935,624
Film and program accounts payable	2,863	3,581
Other accrued liabilities	89,667	86,715
Future income taxes	459,809	449,341
Minority interests	36,107	34,046
	5,272,013	5,294,593
SHAREHOLDERS' EQUITY		
Capital stock	901,303	896,312
Contributed surplus	3,647	3,647
Retained earnings	516,258	475,053
Cumulative foreign currency translation adjustments	(53,323)	(69,017)
	1,367,885	1,305,995
	6,639,898	6,600,588

CANWEST GLOBAL COMMUNICATIONS CORP.
COMBINED STATEMENTS OF RETAINED EARNINGS
(UNAUDITED)
(in thousands of Canadian dollars)

	For the three months ended February 28 2002	February 28 2001	For the six months ended February 28 2002	February 28 2001
Retained earnings - beginning of period, as previously reported	583,187	495,925	475,053	529,112
Adjustment for adoption of new accounting pronouncements	<u>(45,269)</u>	<u>-</u>	<u>(45,269)</u>	<u>(5,164)</u>
Retained earnings, beginning of period as adjusted	537,918	495,925	429,784	523,948
Net earnings (loss) for the period	(21,660)	10,473	86,474	51,489
Dividends				
- Cash	-	-	-	(22,514)
- Stock	<u>-</u>	<u>-</u>	<u>-</u>	<u>(46,525)</u>
Retained earnings - end of period	<u><u>516,258</u></u>	<u><u>506,398</u></u>	<u><u>516,258</u></u>	<u><u>506,398</u></u>

CANWEST GLOBAL COMMUNICATIONS CORP.
COMBINED STATEMENTS OF CASH FLOWS
(UNAUDITED)
(in thousands of Canadian dollars, except as otherwise noted)

	For the three months ended		For the six months ended	
	February 28	February 28	February 28	February 28
	2002	2001	2002	2001
CASH GENERATED (UTILIZED) BY:				
OPERATING ACTIVITIES				
Net earnings for the period	(21,660)	10,473	86,474	51,489
Items not affecting cash				
Amortization	29,285	51,913	56,869	78,694
Interest paid in kind	25,604	22,927	50,813	26,748
Future income taxes	20,061	(54,312)	24,268	(58,074)
Interest in loss of equity accounted affiliates	437	3,840	437	2,654
Minority interests	(2,478)	933	(4,968)	2,816
Loss on write-down of investment in SCAPE	-	13,449	-	13,449
Goodwill impairment loss	11,387	-	11,387	-
Gain on sale of other investments	-	-	(63,020)	(7,892)
Realized translation adjustments	-	-	1,000	7,200
	<u>62,636</u>	<u>49,223</u>	<u>163,260</u>	<u>117,084</u>
Changes in non-cash operating accounts	<u>1,825</u>	<u>(51,777)</u>	<u>(184,918)</u>	<u>(181,646)</u>
	<u>64,461</u>	<u>(2,554)</u>	<u>(21,658)</u>	<u>(64,562)</u>
INVESTING ACTIVITIES				
Acquisitions	-	(111,252)	-	(2,035,252)
Proceeds from divestitures	-	-	220,039	-
Proceeds from sale of other investments	-	-	-	33,214
Purchase (sale) of broadcast facilities and licences	-	(328)	-	(1,568)
Purchase of property and equipment	(17,702)	(13,268)	(36,496)	(19,117)
Net investment in film and program rights	<u>8,236</u>	<u>(14,646)</u>	<u>(23,968)</u>	<u>(36,131)</u>
	<u>(9,466)</u>	<u>(139,494)</u>	<u>159,575</u>	<u>(2,058,854)</u>
FINANCING ACTIVITIES				
Dividends paid	-	-	-	(22,514)
Issuance (repayment) of long term debt	16,416	163,113	(59,444)	2,157,248
Issuance of share capital	458	1,356	520	2,970
Net change in bank loans and advances	<u>(20,905)</u>	<u>(8,369)</u>	<u>(28,999)</u>	<u>(1,943)</u>
	<u>(4,031)</u>	<u>156,100</u>	<u>(87,923)</u>	<u>2,135,761</u>
Net change in cash	50,964	14,052	49,994	12,345
Cash and cash equivalents – beginning of period	<u>28,748</u>	<u>93,274</u>	<u>29,718</u>	<u>94,981</u>
Cash and cash equivalents – end of period	<u><u>79,712</u></u>	<u><u>107,326</u></u>	<u><u>79,712</u></u>	<u><u>107,326</u></u>
Cash flow from operations per share: ⁽¹⁾				
Basic	\$0.35	\$0.28	\$0.92	\$0.70
Diluted	\$0.34	\$0.28	\$0.90	\$0.70

(1) Cash flow from operations per share has been calculated on the basis of the weighted average number of shares outstanding during the six months of 176,853,992 (2001 – 166,149,545).