

**Quarterly Flash Report (Consolidated Basis)****Results for the nine months ended December 31, 2005****Company name: Fuji Television Network, Inc.****Stock listing: Tokyo Stock Exchange Code number: 4676****URL <http://www.fujitv.co.jp>****For further information, please contact: Yuji Itoyama, Executive Vice President, Investor Relations****Telephone: +81-3-5500-8258****1. Items Related to the Creation of Quarterly Financial Data**

(1) Adoption of simplified accounting practices: Not applicable

(2) Changes from accounting methods used in recent fiscal years: Not applicable

(3) Changes in scope of consolidation and equity method of accounting

Additions: Consolidated subsidiaries: 7, Affiliates: 1

Deletions: Consolidated subsidiaries: 2, Affiliates: 3

LF Holdings Co., Ltd. became a consolidated subsidiary with the acquisition of shares of that company. In line with this, Nippon Broadcasting System Inc. has converted from an equity-method affiliate into a consolidated subsidiary. LF Holdings is dissolved following its merger with Fuji Television in July 2005.

With Nippon Broadcasting becoming a subsidiary, Pony Canyon, Inc., and Fujisankei Advertising Work Inc. have converted from equity-method affiliates into consolidated subsidiaries, Nippon Broadcasting Project, Inc., PonyCanyon Enterprise, Inc., and Big Shot, Inc. became newly consolidated subsidiaries, and Memory-Tech Corporation became an equity-method affiliate.

Fuji Television Future Net, Inc. was dissolved following its merger with Fujimic, Inc. and was therefore removed from the scope of consolidation.

**2. Consolidated Financial Results of Nine Months ended December 31, 2005 (April 1, 2005 through December 31, 2005)****(1) Progress of Business Performance**

Nine Months ended December 31

(Figures less than ¥1 million have been omitted.)

	Net Sales		Operating Income		Recurring Profit		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
2005	452,224	25.0	41,837	10.3	42,402	7.3	21,492	10.6
2004	361,678	5.3	37,923	3.6	39,499	1.6	19,431	(9.3)
(For reference) Year ended March 31, 2005	476,733		43,581		44,478		22,845	

	Net Income per Share Basic	Net Income per Share Diluted
	Yen	Yen
2005	10,292.26	---
2004	7,830.51	---
(For reference) Year ended March 31, 2005	9,056.14	8,950.53

Notes: (1) Percentages shown for net sales, operating income, etc., are percentage changes versus the same quarter of the previous year.

(2) Calculations of net income per share for the third quarter of the fiscal year ending March 31, 2005 assume that the two-for-one stock split implemented on May 20, 2004 occurred at the start of the period.

### Qualitative Data Related to Progress in Business Performance (Consolidated)

In the third quarter (October–December 2005) of fiscal 2006, ending March 31, 2006, the Cabinet Office's *Monthly Economic Report* commented consistently that the Japanese economy had been gradually recovering and that consumer spending was also expanding modestly.

Against this backdrop and thanks to the support of its viewership, Fuji Television won a triple crown in viewer ratings for the second consecutive calendar year.

Making Nippon Broadcasting System, Inc. a consolidated subsidiary of Fuji Television increased the number of consolidated subsidiaries and contributed to a 25.0% year-on-year rise in the Fuji Television Group's net sales for the first three quarters of fiscal 2006 to ¥452,224 million.

Cumulative operating income also increased, by 10.3% from the corresponding period of previous year, to ¥41,837 million, reflecting a move into positive earnings territory for the Broadcasting segment, a business that had posted losses through the interim period, and a rise in profits owing to an increase in the number of consolidated subsidiaries. Recurring profit, which comprises operating income plus dividend income, increases in rents received, interest expenses, losses on investment associations (called losses on partnership investments in the previous fiscal year) stock issuance expenses, and other items, was up 7.3% to ¥42,402 million. Cumulate net income for the first three quarters rose 10.6% year on year to ¥21,492 million, due partly to the non-recurrence of the extraordinary losses on provisions for doubtful receivables booked in the previous year, which offset an increase in enterprise taxes and other adjustments and an increase in minority interests.

Results by operating segment are as follows.

Nine Months ended December 31

(Millions of Yen)

	Sales			Operating income (loss)		
	2005	2004	Change	2005	2004	Change
Broadcasting	313,420	---	9.1%	33,017	---	0.2 %
Television broadcasting	---	287,273		---	32,962	
Program production and related business	39,227	36,930	6.2%	2,060	2,256	(8.7)%
Direct marketing	52,408	51,033	2.7%	1,396	2,474	(43.6)%
Video and music	57,500	---	---	3,851	---	---
Other	44,627	21,510	107.5%	2,144	71	2906.5 %
Eliminated	(54,959)	(35,069)	---	(633)	158	---
Total	452,224	361,678	25.0%	41,837	37,923	10.2 %

For the fiscal year ended March 31, 2005, Fuji Television's business segments were categorized into Television Broadcasting, Broadcasting-Related Business, Direct Marketing, and Other Businesses. From the fiscal year ending March 31, 2006, these categories have been reorganized into Broadcasting, Program Production and Related Business, Direct Marketing, Video and Music, and Other.

This realignment reflects a review of the business categories included in our operating segments in line with the changes in the scope of consolidation resulting from Nippon Broadcasting becoming a subsidiary. In other words, we combined Fuji Television's television broadcasting business with Nippon Broadcasting's radio broadcasting business under the Broadcasting segment. In addition, we made Video and Music an independent segment, taking it out of the Other segment to reflect its increased importance now that Pony Canyon is a consolidated subsidiary.

Further, major companies that were previously categorized under Other Businesses but have now been reclassified under Video and Music include Fujipacific Music Inc. and Fujipacific Music (USA), Inc.

Segment classifications of newly consolidated subsidiaries are Nippon Broadcasting under Broadcasting; Pony Canon and Pony Canyon Enterprise under Video and Music; and Nippon Broadcasting Project, Big Shot, and Fujisankei Advertising Work under Other.

## Broadcasting

The Broadcasting segment represents the earnings of Fuji Television and those of Nippon Broadcasting. In Television Broadcasting, revenues grew steadily through the interim period on the back of a healthy advertising market. However, revenues dropped sharply from October onward and were down year on year for the nine months ended December 31, 2005. In contrast, non-advertising revenues have expanded since October, driven by such videos as *Dragonball GT* and the movies *Negotiator Mashita Masayoshi*, *The Suspect Muroi Shinji*, and other titles.

With the addition of the newly consolidated Radio Broadcasting business, cumulative third-quarter sales rose 9.1% year on year to ¥313,420 million. Operating income edged up 0.2% to ¥33,017 million, reflecting efforts in the Radio Broadcasting business to cut operating expenses.

Television Broadcasting business sales amounted to ¥290,863 million (up 1.2% year on year) and Radio Broadcasting business sales were ¥22,576 million (for reference, this a year on year decline of 1.0%).

## Sales by Broadcasting Operations

(Figures less than ¥1 million have been omitted.)

	Nine months ended December 31	Change from the previous term	Three months ended December 31	Change from the previous term
Television broadcasting				
Broadcasting operations	246,312	0.1 %	82,479	(2.4)%
Broadcasting	223,652	(0.5)%	74,684	(3.7)%
Network time	100,895	0.3 %	33,305	1.9 %
Local time	16,913	2.6 %	5,816	4.2 %
Spot	105,843	(1.8)%	35,563	(9.4)%
Broadcasting related business	22,659	5.9 %	7,794	11.3 %
Other operations	44,551	8.4 %	15,764	28.2 %
Subtotal	290,863	1.2 %	98,243	1.5 %
Radio broadcasting	22,576	---	7,438	---
Elimination in the segment	(20)	---	(4)	---
Total	313,420	9.1 %	105,677	9.2 %

## **Program Production and Related Business**

This segment consists of subsidiaries involved in program production, set design, engineering, and other activities. Efforts by subsidiaries in this segment to increase revenues from external sources led to a 6.2% increase in sales to ¥39,227 million. However, segment operating income fell 8.7% to ¥2,060 million, due in part to a rise in the cost of sales ratio.

## **Direct Marketing**

Business remained brisk in the Direct Marketing segment on the back of beauty and health products offered through our catalog media. Cumulative sales rose year on year but operating income declined due to increases in expenses related to direct marketing as we strengthened our product inspection systems and at the same time the number of package shipped rose. Orders taken via the Internet, however, were up sharply year on year and topped the ¥10 billion mark.

April–December sales in the Direct Marketing segment rose 2.7% year on year to ¥52,408 million, but operating income fell 43.6% to ¥1,396 million.

## **Video and Music**

Video and Music is a newly established segment comprising nine companies, including two that were newly consolidated. April–December segment sales amounted to ¥57,500 million and operating income was ¥3,851 million, due partly to sales of the *Dragonball GT* DVD box set and the DVD versions of *Negotiator Mashita Masayoshi* and *Bayside Shakedown*, among others, substantially exceeding initial expectations at Pony Canyon.

## **Other**

The Other segment comprises seven companies, including three that were newly consolidated. Segment sales for the first three quarters surged 107.5% to ¥44,627 million, owing to such factors as Fusosha Publishing, Inc. scoring a hit with the book *Tokyo Tower* and software developer Fujimic, Inc. posting steady sales growth. Cumulative operating income for the segment also improved impressively, to ¥2,144 million from ¥71 million in the corresponding period of the previous fiscal year.

## **Equity-Method Affiliates**

Among equity-method affiliates, Fuji Satellite Broadcasting, Inc. (BS Fuji, Inc.) recorded an operating loss in the fifth year since the start of service despite posting an increase in sales, as the company continues to face tough conditions. Other affiliates, however, posted comparatively strong performances, resulting in equity in earnings of affiliated companies (net of dividends) of ¥1,341 million.

## (2) Changes in Financial Position (Consolidated)

(Figures less than ¥1 million have been omitted.)

	Total Assets	Total Shareholders' Equity	Equity Ratio	Total Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
December 31, 2005	772,976	490,980	63.5	220,596.55
December 31, 2004	646,523	512,968	79.3	206,137.57
(For reference) March 31, 2005	681,190	479,088	70.3	203,653.65

Note: The calculation of total shareholders' equity per share for the third quarter of the fiscal year ending March 31, 2005 is based on the number of shares outstanding following the two-for-one stock split implemented on May 20, 2004.

## Cash Flows

Nine Months ended December 31

(Figures less than ¥1 million have been omitted.)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at the end of the Term
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
2005	26,611	(76,907)	(28,369)	45,372
2004	31,135	(99,318)	(3,134)	54,355
(For reference) Year ended March 31, 2005	44,673	(135,516)	76,731	113,408

## Qualitative Data on Changes in Financial Position (Consolidated)

In the first nine months of fiscal 2006, net cash flows provided by operating activities declined by ¥4,523 million to ¥26,611 million as higher payments for enterprise taxes and other outflows outpaced the increase in profits attributable to a larger number of consolidated subsidiaries and other inflows.

Net cash flows used in investing activities amounted to ¥76,907 million, a ¥22,411 million decline in net outflows. This reflects proceeds from the sale of marketable and investment securities and other inflows, which offset funds used in the acquisition of investment securities and shares of subsidiaries.

Net cash used in financing activities amounted to ¥28,369 million, a ¥25,234 million increase in net outflows, such as those used to repay long-term debt and expenditures used to buy back Fuji Television's own shares as well as an increase in dividend payments and other factors, which outweighed an increase in short-term borrowings.

As a result, cash and cash equivalents at the end of the third quarter totaled ¥45,372 million, a ¥8,982 million decline year on year and a ¥68,035 million compared with the end of the previous fiscal year.

**(For Reference 1)****Non-Consolidated Financial Results of Nine Months ended December 31, 2005 (April 1, 2005 through December 31, 2005)**

Nine Months ended December 31

(Figures less than ¥1 million have been omitted.)

	Net Sales		Operating Income		Recurring Profit		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
2005	290,863	1.2	31,860	(3.3)	33,034	(4.3)	16,676	(12.3)
2004	287,273	5.8	32,962	2.5	34,518	0.8	19,025	(2.6)
(For reference) Year ended March 31, 2005	376,039		38,785		40,170		21,970	

	Total Assets	Total Shareholders' Equity
	Millions of Yen	Millions of Yen
2005	791,548	602,892
2004	577,543	488,411
(For reference) March 31, 2005	664,267	508,053

**3. Outlook for the Fiscal Year Ending March 31, 2006 (April 1, 2005 through March 31, 2006)****Consolidated Financial Results**

	Net Sales	Recurring Profit	Net Income
	Millions of Yen	Millions of Yen	Millions of Yen
Year ending March 31, 2006	588,300	49,500	23,800

(Reference) Consolidated net income per share for the fiscal year is forecast to be ¥10,514.79.

**(For Reference 2)****Non-Consolidated Financial Results**

	Net Sales	Recurring Profit	Net Income
	Millions of Yen	Millions of Yen	Millions of Yen
Year ending March 31, 2006	377,700	38,300	17,900

(Reference) Non-Consolidated net income per share for the fiscal year is forecast to be ¥ 6,358.31.

Note: The forecasts above are based on information available at the time of writing. Actual performance may differ from forecasts due to unforeseen factors.

**Qualitative Data Related to Earnings Forecasts**

Consolidated earnings in the third quarter outpaced our initial forecasts, primarily in the Broadcasting, Video and Music, and Other segments. Taking this into account, together with our expectations for a solid fourth quarter, we have upwardly revised our earnings forecasts from those announced in November 2005.

For the full-year in fiscal 2006, we expect increases in consolidated sales and profits. We now forecast consolidated net sales of ¥588.3 billion, recurring profit of ¥49.5 billion, and net income of ¥23.8 billion. On a

non-consolidated basis, we now forecast a slight rise in sales but a decline in profits with non-consolidated net sales of ¥377.7 billion, recurring profit of ¥38.3 billion, and net income of ¥17.9 billion.

With regard to Fuji Television's holdings of shares of livedoor Co., Ltd. (acquisition price of ¥44.0 billion), although we recognize that company's share price is has fallen sharply, we will decide on the recognition of valuation losses based on their market value at Fuji Television's fiscal closing date of March 31, 2006. As such, we are not factoring the market value of these shares into our forecasts at this juncture. We intend to notify our shareholders expediently of the impact of such valuation losses and related matters once they have been determined.

Differences in these revised full-year forecasts disclosed in the flash report published in Japanese on November 17, 2005, are shown below.

(1) Consolidated Financial Results of Year ending March 31, 2006 (Millions of Yen)

	Net Sales	Recurring Profit	Net Income
Previous Forecast (A)	576,900	46,600	23,000
Revised Forecast (B)	588,300	49,500	23,800
Change (B-A)	11,400	2,900	800
Percent Change (%)	2.0	6.2	3.5

(2) Non-consolidated Financial Results of Year ending March 31, 2006 (Millions of Yen)

	Net Sales	Recurring Profit	Net Income
Previous Forecast (A)	369,700	36,400	17,300
Revised Forecast (B)	377,700	38,300	17,900
Change (B-A)	8,000	1,900	600
Percent Change (%)	2.2	5.2	3.5

CONSOLIDATED BALANCE SHEETS

	December 31, 2005		December 31, 2004		Change from the previous term		(For reference) March 31, 2005	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
<b>ASSETS</b>								
Current assets:								
1. Cash and time deposits	48,814		37,627				38,855	
2. Trade notes and accounts receivable	120,090		103,113				98,127	
3. Marketable securities	9,966		103,181				135,881	
4. Inventories	21,452		22,146				22,557	
5. Beneficial interests in trusts	---		22,395				6,675	
6. Other current assets	33,671		15,769				16,891	
7. Less allowance for doubtful accounts	(475)		(177)				(179)	
Total current assets	233,519	30.2	304,056	47.0	(70,537)	(23.2)	318,810	46.8
Fixed assets:								
1. Tangible fixed assets								
(1) Buildings and structures	91,182		90,509				89,484	
(2) Land	27,079		20,317				20,340	
(3) Other	36,615		15,722				17,801	
Total tangible fixed assets	154,877	20.1	126,549	19.6	28,328	22.4	127,626	18.7
2. Intangible fixed assets	44,987	5.8	42,212	6.5	2,774	6.6	43,598	6.4
3. Investments and other assets								
(1) Investment in securities	319,620		161,595				176,097	
(2) Other	25,221		16,662				19,034	
(3) Less allowance for doubtful accounts	(5,249)		(4,552)				(3,975)	
Total investments and other assets	339,591	43.9	173,705	26.9	165,886	95.5	191,155	28.1
Total fixed assets	539,457	69.8	342,467	53.9	196,990	57.5	362,380	53.2
Total assets	772,976	100.0	646,523	100.0	126,453	19.6	681,190	100.0

	December 31, 2005		December 31, 2004		Change from the previous term		(For reference) March 31, 2005	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
<b>LIABILITIES</b>								
Current liabilities:								
1. Trade notes and accounts payable	54,920		45,970				45,540	
2. Short-term borrowings	76,521		894				2,015	
3. Allowance for sales returns	1,019		154				138	
4. Allowance for loss on cancellation of contracts	---		521				16	
5. Other current liabilities	50,855		45,378				50,440	
Total current liabilities	183,317	23.7	92,918	14.4	90,399	97.3	98,152	14.4
Long-term liabilities:								
1. Bonds with stock purchase rights	350		344				63,223	
2. Long-term borrowings	1,946		426				293	
3. Deferred tax liabilities	45,926		3,272				3,219	
4. Retirement allowance for employees	31,700		24,756				23,863	
5. Retirement allowance for directors	3,202		2,350				2,880	
6. Other long-term liabilities	6,928		388				383	
Total long-term liabilities	90,054	11.7	31,538	4.9	58,516	185.5	93,864	13.8
Total liabilities	273,372	35.4	124,457	19.3	148,915	119.7	192,017	28.2
<b>MINORITY INTERESTS</b>								
Minority interests	8,623	1.1	9,097	1.4	(474)	(5.2)	10,084	1.5
<b>SHAREHOLDERS' EQUITY</b>								
Common stock	146,200	18.9	106,200	16.4	40,000	37.7	114,750	16.9
Capital surplus	173,664	22.5	133,664	20.7	40,000	29.9	142,214	20.9
Retained earnings	280,003	36.2	268,677	41.5	11,325	4.2	272,090	39.9
Reevaluation differences of land	2,096	0.3	2,106	0.3	(10)	(0.5)	2,103	0.3
Valuation gain on other securities	69,279	9.0	19,209	3.0	50,070	260.7	18,545	2.7
Foreign exchange adjustment	(310)	(0.1)	(671)	(0.1)	360	(53.7)	(1,236)	(0.2)
Treasury stock	(179,953)	(23.3)	(16,219)	(2.5)	(163,733)	1009.5	(69,380)	(10.2)
Total shareholders' equity	490,980	63.5	512,968	79.3	(21,988)	(4.3)	479,088	70.3
Total liabilities, minority interests and shareholders' equity	772,976	100.0	646,523	100.0	126,453	19.6	681,190	100.0

CONSOLIDATED STATEMENTS OF INCOME

	Nine Months ended December 31						Change from the previous term		(For reference) March 31, 2005		
	2005			2004							
	Millions of Yen		%	Millions of Yen		%	Millions of	%	Millions of Yen		%
Net sales		452,224	100.0		361,678	100.0	90,545	25.0		476,733	100.0
Cost of sales		291,401	64.4		226,083	62.5	65,318	28.9		301,561	63.3
Gross profit		160,822	35.6		135,595	37.5	25,227	18.6		175,172	36.7
Selling, general and administrative expenses											
1. Selling expense	84,491			70,394					93,825		
2. General and administrative expenses	34,493	118,984	26.3	27,277	97,671	27.0	21,312	21.8	37,765	131,591	27.6
Operating income		41,837	9.3		37,923	10.5	3,914	10.3		43,581	9.1
Non-operating revenues											
1. Interests	173			257					352		
2. Dividends	1,067			723					723		
3. Amortization of consolidated difference	1,341			1,333					657		
4. Rental fee	828			639					1,064		
5. Stock lending fee	402			---					---		
6. Others	622	4,437	1.0	355	3,310	0.9	1,126	34.0	239	3,036	0.6
Non-operating expenses											
1. Interests	278			93					123		
2. Losses on partner ship investments	---			397					594		
3. Loss on investment association	946			---					---		
4. Expenses of issuance of new stock	487			94					94		
5. Rental fee	640			682					851		
6. Payment fee	341			---					---		
7. Others	1,178	3,872	0.9	466	1,733	0.5	2,138	123.3	475	2,138	0.4
Recurring profit		42,402	9.4		39,499	10.9	2,903	7.3		44,478	9.3

	Nine Months ended December 31						Change from the previous term		(For reference) March 31, 2005		
	2005			2004							
	Millions of Yen		%	Millions of Yen		%	Millions of Yen	%	Millions of Yen		%
Extraordinary gain											
1. Gain on the sale of fixed assets	7			7					8		
2. Gain on the sale of investment securities	450			0					69		
3. Gain on the return of allowance for doubtful accounts	---			24					---		
4. Gain on the return of retirement allowance for directors	97			---					---		
5. Gain on reversals of reserves for losses on contract cancellations	7			---					---		
6. Others	48	611	0.2	85	118	0.0	493	417.0	10	88	0.0
Extraordinary loss											
1. Loss on sale of fixed assets	128			278					281		
2. Loss on disposal of fixed assets	193			86					434		
3. Loss on sale of investment securities	172			0					46		
4. Valuation losses on investment securities	198			280					286		
5. Valuation losses on shares of affiliated companies	179			1					---		
6. Valuation losses on membership	10			4					45		
7. Additions to reserves for doubtful accounts	145			2,964					2,503		
8. Additions to reserves for membership deposits	46			441					281		
9. Additions to reserves for losses on contract cancellations	---			521					16		
10. Losses on contract cancellations	---			357					631		
11. Loss on sale of membership	5			---					6		
12. Others	103	1,184	0.3	36	4,972	1.3	(3,787)	(76.2)	301	4,837	1.0
Income before income taxes		41,829	9.3		34,645	9.6	7,184	20.7		39,730	8.3
Income taxes and enterprise taxes	14,858			15,790					19,475		
Adjustment for income taxes	4,413	19,272	4.3	593	16,383	4.5	2,888	17.6	(1,456)	18,019	3.8
Minority taxes		1,064	0.2		(1,169)	(0.3)	2,233	---		(1,134)	(0.3)
Net income		21,492	4.8		19,431	5.4	2,061	10.6		22,845	4.8