



FOR IMMEDIATE RELEASE

5 June 2001

TELEWEST COMMUNICATIONS plc
1st QUARTER RESULTS 2001

- **Turnover up 34% to £321m**
- **Revenue per household up 4% to £38.80**
- **Continued reduction in churn**
- **Launch of Talk Unlimited offering unmetered local and national calls**
- **Bundled price of £25 introduced for hi-speed internet service**

	Qtr1 2001	Qtr1 2000	Change over 2000
Total Turnover*	£321m	£239m	+34%
EBITDA (including our proportionate share of UKTV's EBITDA)	£68m	£58m	+17%
Cable Division:			
Consumer Division: Revenues	£205m	£183m	+12%
Household customers	1.7m	1.6m	+122,000
Monthly revenue per subscriber	£38.80	£37.31	+4%
Business Division: Revenues	£68m	£56m	+21%
Content Division: Revenues – including share of joint ventures**	£48m	-	-

* Including Flextech (now our Content Division) from 19 April 2000 and Eurobell from 1 November 2000.

** Content Division revenues are stated after elimination of inter-company trading.

Commenting on the results, Adam Singer, group chief executive of Telewest Communications, said:

"This is the third straight quarter of solid performance from Telewest, and it shows that the force of the bundle is with us. We are the champions of the all you can eat cyber buffet, giving our customers unlimited fixed price telephony, unlimited fixed price hi-speed internet, unlimited fixed price dial up internet, and multi-channel television.

Our numbers show that we are punching above our weight in making the UK cable industry the pioneer in extending broadband choice across the country.

Our execution is also improving. All our key performance indicators are showing positive trends. More responsive service and lower fault rates are reducing churn levels. On the

financial side, price increases from our competitors and the improving quality of our products and service give us the option to increase prices. This will improve our margins and enhance what is already the highest ARPU of any cable company in Europe.

Meanwhile, we are continuing to develop the content that adds value to our digital network. Our recent announcement of a co-operative venture with Sony Computer Entertainment to explore combining their Playstation® games with our network is a small but significant step.

We are now into the delivery stage and we are well placed to reap the benefits of the broadband age.”

Enquiries to

Telewest Communications plc

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BUSINESS REVIEW

Financial Review

Total turnover for the quarter ended 31 March 2001 increased 34%, by £82 million, to £321 million. This was due to the acquisition of Flextech and Eurobell, which accounted for £70m of the total increase, and also growth in both our residential and business telephony divisions.

Selling, general and administrative expenses for the quarter were £125 million, with the Flextech and Eurobell acquisitions adding £23 million of the £34 million increase in SG&A, compared to the corresponding period in 2000. The remainder reflects the expense associated with the launch of our digital and hi-speed internet products.

EBITDA increased by 17% to £68 million, which includes Telewest's £5 million proportionate share of UKTV's EBITDA, Telewest's joint venture with the BBC.

Net loss for the quarter increased to £209 million from £137 million. The larger loss principally reflects a £28 million increase in amortisation, due to the Flextech acquisition, an increase of £25 million in depreciation due to the larger size of the group, and interest payable which increased by £33 million over the same period last year reflecting the increased size of the group and borrowings.

Consumer Division

Telewest added 23,000 household customers in the quarter and now has 1.7 million customers. CATV subscribers grew by 39,000 and telephony subscribers were up 18,000. As at 4 June, our Active Digital subscribers stand at 532,000, representing 41% of our total CATV subscriber base of 1.3 million.

The value and quality of our multi-product digital broadband service continues to drive higher average revenues per household and lower churn.

Average monthly revenue per household continues to rise quarter-on-quarter, as well as being up 4% to £38.80 from £37.31 for the same period last year, driven by CATV and residential telephony monthly revenue and the increasing number of customers taking at least two services. This dual penetration has grown by 5.1 percentage points to 66.2% at 31 March 2001 from 61.1% on a proforma basis at 31 March 2000.

CATV revenue per subscriber has increased by 11% quarter-on-quarter and now stands at £20.08. This is primarily due to the migration of our customers from analogue to digital with digital average revenue per user ("ARPU") now at £23.54. CATV ARPU is down slightly on a year ago due to falling pay-to-basic ratios and both digital and analogue price cuts, which occurred last year.

CATV churn stands at 23.7%, an improvement of 2.9 percentage points on the first quarter last year and an impressive quarter-on-quarter decrease of 2.3 percentage points. Telephony churn at 19.4% has fallen by 1.3 percentage points from the corresponding quarter of 2000.

Telewest's internet subscribers continue to grow, including 12,000 hi-speed blueyonder customers added in the quarter. At either £33 per month as a stand alone hi-speed product or £25 for the "bundled" customer who also takes CATV and/or telephony, these new customers significantly contribute to the growth in our average monthly revenue. Significantly, 64% of our hi-speed internet customers also take both CATV and telephony services from us.

Following recent price rises by other pay TV operators, we intend to improve margins and cashflow by increasing prices across our basic packages from 1 July 2001. Our entry package, which includes digital TV, telephone line rental, interactive services and TV email will rise from £9 to £9.60 while other TV basic packages will rise by on average £2 each. Our bundled offering of digital TV and telephone basic packages will still remain significantly cheaper than those offered by other operators.

Business Division

Business Division revenues for the quarter ended 31 March 2001 were £68 million, up 21% on the corresponding period a year ago. Telewest's commercial services wholesale operation generated £14 million of revenue in the first quarter of 2001, an increase of 11% on the corresponding quarter of 2000 but down from the £26 million recorded in quarter 4 of 2000.

Growth of our business customer base continued throughout the quarter and in the public sector, contracts were signed with Dudley Priority Health Authority and Dundee City Council. Our success in the provision of services to the police continued with substantial contracts being won with Tayside, Northumbria and Merseyside Police.

Content Division (Flextech)

On a pro forma basis Flextech's turnover, including its share of joint ventures revenue, increased by 27% to £52 million compared with quarter 1 of 2000. This was partly driven by multi-channel subscriber growth year-on-year of 24% to nearly 10 million homes at 31 March 2001.

Despite the pressures currently being faced in the UK advertising market, the Flextech portfolio (including 50% of UKTV) grew advertising revenue by 3% to £17 million quarter-on-quarter and by 23% compared with the first quarter of 2000. In achieving this, Flextech and UKTV had a 3.2% share of total UK television advertising up from 2.5% a year ago.

Scene One, our multi platform entertainment, information and ticketing platform has been restructured with a more effective approach, in terms of both reach and cost. Elements of the stand-alone TV channel have been transferred to Flextech's wholly owned channels, thereby maximising reach and capitalising on cross promotional opportunities. SceneOne will therefore be accessible through the Telewest walled garden, BSKyB's Open TV platform, internet, and through enhanced TV focusing on interactive click-through opportunities.

Subsequent Events

On 3 May 2001 Telewest was notified by Liberty Media of an increase in its shareholding in Telewest as a result of the purchase of a further 20 million Telewest shares. Liberty Media, now owns 25.2% of the total issued share capital of Telewest.

Notes:

The following is included in connection with legislation in the United States, the Safe Harbour Statement under the US Private Securities Litigation Reform Act of 1995: the foregoing includes certain forward looking statements that involve various risks and uncertainties which could lead to actual results significantly different than those anticipated by Telewest. For a discussion of certain of these risks and uncertainties see the Company's Registration Statement on Form F-4 filed with the US Securities and Exchange Commission on 1 September 2000.

Unless otherwise specified all financial information is prepared under UK generally accepted accounting principles ("UK GAAP").

Telewest Communications plc
Operating Statistics - Unaudited

CONSUMER DIVISION	Actual Net additions Q1 2001	Pro forma (1) Net additions Q1 2000
Household customers	22,733	12,729
Cable television subscribers	38,894	(13,077)
Telephony subscribers	18,197	22,042
Telephone lines	14,904	27,861
Internet subscribers	7,175	77,060
	As at 31 March 2001 Actual	As at 31 March 2000 Pro forma (1)
Homes passed	4,929,270	4,966,978
Homes passed and marketed	4,772,595	4,676,079
Cable television and residential telephony subscribers*	1,134,090	1,015,839
Cable television only subscribers	154,414	163,580
Residential telephony only subscribers *	422,247	482,225
Internet only subscribers	3,323	-
Total residential subscribers	1,714,074	1,661,644
* Includes subscribers also subscribing for internet services		
Household penetration	35.9%	35.5%
Percentage of dual subscribers	66.2%	61.1%
Monthly revenue per subscriber ⁽²⁾	£38.80	£37.29
CABLE TELEVISION		
Cable television subscribers	1,288,504	1,179,419
Active Digital subscribers	452,944	103,828
Penetration rate ⁽³⁾	27.0%	25.2%
Churn rate per subscriber ⁽⁴⁾	23.7%	26.5%
Average monthly revenue per subscriber ⁽⁵⁾	£20.08	£20.83
RESIDENTIAL TELEPHONY		
Residential telephony subscribers	1,556,337	1,498,064
Residential telephony penetration ⁽⁶⁾	32.6%	32.1%
Residential telephone lines	1,721,063	1,674,658
Second line penetration	10.6%	11.8%
Average churn rate per line ⁽⁷⁾	19.4%	20.4%
Average monthly revenue per line ⁽⁸⁾	£22.54	£22.13
Average monthly revenue per subscriber ⁽⁹⁾	£24.97	£24.75
INTERNET SUBSCRIBERS		
Surf Unlimited	130,592	34,712
Pay As You Go	139,639	113,702
Blueyonder broadband	18,616	-
Total Internet subscribers	288,847	148,414

Telewest Communications plc

Operating Statistics – Unaudited

	As at 31 March 2001 Actual	As at 31 March 2000 Pro forma (1)
BUSINESS DIVISION		
Business customer accounts	67,042	64,795
Business telephony lines	399,079	334,620
Average business lines per customer account ⁽¹⁰⁾	6.0	5.2
Average monthly revenue per business line ⁽¹¹⁾	£46.98	£48.61
Annualised revenue per customer account ⁽¹²⁾	£3,134	£3,343
CONTENT DIVISION		
Multi channel subscribers	9,952,712	8,001,795
Flextech share of basic viewing ⁽¹³⁾	23.5%	23.0%
Share of total TV advertising revenues ⁽¹⁴⁾	3.2%	2.5%
Users of Flextech interactive applications ⁽¹⁵⁾	1,625,000	958,000

Notes:

- (1) Operating statistics and financial data on a pro forma basis assume the Eurobell and Flextech acquisitions had taken place on 1 January 2000.
- (2) Monthly revenue per subscriber (often referred to as "ARPU") represents (i) the average monthly revenue of residential customers for such period, divided by (ii) the average number of residential customers in such period.
- (3) Cable television penetration rate at a specified date represents (i) the total number of cable television subscribers at such date, divided by (ii) the total number of homes passed and marketed for cable television at such date.
- (4) Average cable television churn rate for the period is calculated on a rolling 12 month basis and represents (i) the total number of cable television subscribers who terminated basic services or whose services were terminated during such period, divided by (ii) the average number of cable television subscribers in such period.
- (5) Average monthly revenue per cable television subscriber for each period represents (i) the average monthly cable television revenue for such period, divided by (ii) the average number of cable television subscribers in such period.
- (6) Residential telephony penetration rate at a specified date represents (i) the total number of residential cable telephony subscribers at such date, divided by (ii) the total number of homes passed and marketed for residential cable telephony at such date.
- (7) Average residential telephony churn rate per line for the period is calculated on a rolling 12 month basis and represents (i) the total number of residential cable telephony lines terminated by subscribers during such period, divided by (ii) the average number of residential cable telephony lines in such period.
- (8) Average monthly revenue per residential telephony line for each period represents (i) the average monthly residential cable telephony revenue for such period, divided by (ii) the average number of residential cable telephony lines in such period.
- (9) Average monthly revenue per residential telephony subscriber for each period represents (i) the average monthly residential cable telephony revenue for such period, divided by (ii) the average number of residential cable telephony subscribers in such period.
- (10) Average number of business lines per customer account at a specified date represents (i) the number of business cable telephony lines at such date, divided by (ii) the number of business cable telephony customer accounts at such date.
- (11) Average monthly revenue per business line for each period represents (i) the average monthly business cable telephony revenue for such period, divided by (ii) the average number of business cable telephony lines in such period.
- (12) Average annualised revenue per customer account for each period represents (i) the average monthly business services revenue for each period divided by (ii) the average number of business services customer accounts in such period, multiplied by twelve months.
- (13) Basic viewing over 24 hours.
- (14) Includes Flextech wholly owned portfolio and 50% of UKTV advertising revenue.
- (15) Visitors to Flextech interactive applications on internet, interactive TV and WAP phones

Telewest Communications plc

Financial performance on a pro forma basis (assumes the Flextech and Eurobell acquisitions had taken place on 1 January 2000). This represents an aggregation of each company's data without making full consolidation adjustments. This table is unaudited and should be considered for illustrative purposes only.

For the three months ended 31 March:	Pro forma Combined Group (1)		Telewest		Eurobell		Flextech		Inter-company *	
	2001 £m	2000 £m	2001 £m	2000 £m	2001 £m	2000 £m	2001 £m	2000 £m	2001 £m	2000 £m
Turnover										
Consumer Division:										
Cable television	78	76	75	74	3	2	-	-		
Telephony	120	112	110	106	10	6	-	-		
Other	7	7	7	3	-	4	-	-		
	205	195	192	183	13	12	-	-		
Business Division	68	56	63	56	5	-	-	-		
Total Cable Division	273	251	255	239	18	12	-	-		
Content division:										
Programming, transactional and interactive revenues	32	26	-	-	-	-	36	29	(4)	(3)
Share of joint ventures' turnover (UKTV)	16	12	-	-	-	-	16	12	-	-
Total Content Division	48	38	-	-	-	-	52	41	(4)	(3)
Total Turnover	321	289	255	239	18	12	52	41	(4)	(3)
Less: share of joint ventures' turnover	(16)	(12)	-	-	-	-	(16)	(12)	-	-
Group Turnover	305	277	255	239	18	12	36	29	(4)	(3)
Contribution	188	170	162	149	9	7	17	14		
SG&A	(125)	(113)	(102)	(91)	(9)	(10)	(14)	(12)		
EBITDA	63	57	60	58	-	(3)	3	2		
Share of UKTV's EBITDA	5	1	-	-	-	-	5	1		
Total EBITDA	68	58	60	58	-	(3)	8	3		
Capital expenditure	157	174	147	153	9	21	1	-		

* Represents the inter-company trading between Cable Division and Content Division which is eliminated on consolidation.

Telewest Communications plc
UK GAAP
SUMMARISED UNAUDITED CONSOLIDATED PROFIT AND LOSS ACCOUNTS
FOR THE THREE MONTHS ENDED 31 MARCH

	31 March 2001 £m	31 March 2000 £m	31 Dec 2000 Audited £m
Turnover			
Consumer Division			
Cable television	78	74	279
Telephony	120	106	445
Other	7	3	16
	205	183	740
Business Division	68	56	271
Total Cable Division	273	239	1,011
Content Division			
Programming, transactional and interactive revenues	32	-	82
Share of joint ventures' turnover (UKTV)	16	-	36
Total Content Division	48	-	118
Total Turnover	321	239	1,129
Less: share of joint ventures' turnover	(16)	-	(36)
Group Turnover (note 1)	305	239	1,093
Operating expenses before depreciation and amortisation (note 1)	(242)	(181)	(846)
EBITDA (note 1)	63	58	247
Depreciation and amortisation (note 2)	(153)	(100)	(541)
Group operating loss (note 1)	(90)	(42)	(294)
Share of operating profits/(losses) of joint ventures	5	-	(2)
Share of operating profits of associated undertakings	3	-	3
Interest receivable and similar income	3	1	16
Interest payable and similar charges (note 3)	(129)	(96)	(424)
Loss on ordinary activities before taxation	(208)	(137)	(701)
Tax on loss on ordinary activities	(1)	-	(5)
Loss on ordinary activities after taxation, being loss for the period	(209)	(137)	(706)
Basic and diluted loss per share (pence)	(7.2)	(6.0)	(26.1)

The financial information presented above reflects the continuing operations of the business. The financial information set out on pages 9 to 13, which is unaudited has been prepared on the basis of the accounting policies set out in Telewest's 2000 Annual Report, other than where changes are necessary to implement new accounting standards. Statutory accounts for 2000 will be delivered to the Registrar of Companies following the company's annual general meeting on 21 June 2001. The auditors have reported on those accounts; their report was unqualified and did not contain statements under section 237(2) or (3) of the Companies Act 1985.

Telewest Communications plc
UK GAAP
SUMMARISED UNAUDITED CONSOLIDATED BALANCE SHEETS
AS AT 31 MARCH

	31 March 2001	31 March 2000	31 Dec 2000 Audited
	£m	£m	£m
Fixed assets			
Intangible assets	2,840	1,287	2,878
Tangible assets	3,344	2,847	3,290
Investment in associated undertakings and participating interests	177	5	172
Investments in joint ventures:			
Share of gross assets	34	-	34
Goodwill	423	-	428
Share of gross liabilities	(141)	-	(142)
Loans to joint ventures	223	-	229
	539	-	549
Other investments	2	4	2
	6,902	4,143	6,891
Current assets			
Programming inventory	37	-	31
Stocks	40	-	38
Debtors	268	192	244
Secured cash deposit restricted for more than one year	12	12	12
Cash at bank and in hand	99	77	60
	456	281	385
Creditors: amounts falling due within one year	(619)	(406)	(1,343)
Net current liabilities	(163)	(125)	(958)
Total assets less current liabilities	6,739	4,018	5,933
Creditors: amounts falling due after more than one year (including convertible debt)	(4,592)	(3,400)	(3,580)
Minority interests	2	(1)	2
Net assets	2,149	617	2,355
Equity shareholders' funds	2,149	617	2,355

Telewest Communications plc
UK GAAP
SUMMARISED UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH

	31 March 2001	31 March 2000	31 Dec 2000 Audited
	£m	£m	£m
Net cash inflow from operating activities (note 4)	94	48	194
Dividends received from associates	-	-	3
Returns on investments and servicing of finance			
Interest received	1	1	7
Interest paid	(64)	(18)	(164)
Interest element of finance lease payments	(5)	(2)	(14)
Issue costs of Notes and credit facility arrangement costs	(36)	(9)	(21)
Net cash outflow from returns on investments and servicing of finance	(104)	(28)	(192)
Capital expenditure			
Purchase of tangible fixed assets	(126)	(147)	(547)
Sale of tangible fixed assets	-	-	2
Net cash outflow for capital expenditure	(126)	(147)	(545)
Acquisitions and disposals			
Purchase of subsidiary undertakings	-	-	(32)
Cash acquired with subsidiaries	-	-	8
Investment in associated undertakings and other participating interests	(4)	(2)	(10)
Repayments of loans made to joint ventures	10	-	14
Net cash inflow/(outflow) from acquisitions and disposals	6	(2)	(20)
Net cash outflow before use of liquid resources and financing	(130)	(129)	(560)
Management of liquid resources			
Decrease in fixed deposits (net)	13	27	32
Financing			
Net repayment of borrowings under old credit facilities	(133)	(397)	(141)
Net (repayments)/ proceeds from borrowings under new facilities	280	-	(260)
Share issue costs	-	-	(13)
Proceeds from issue of Accreting Convertible Notes, 2003	30	-	20
Proceeds from issue of Senior Convertible Notes, 2005	-	-	330
Proceeds from issue of Senior Discount Notes and Senior Notes, 2010	-	544	544
Net proceeds from maturity of forward contracts	-	-	107
Cash received from exercise of share options	2	-	3
Capital element of finance lease payments	(10)	(6)	(35)
Net cash inflow from financing	169	141	555
Increase in cash in the period	52	39	27

Telewest Communications plc
UK GAAP
NOTES TO THE SUMMARISED UNAUDITED CONSOLIDATED ACCOUNTS
FOR THE THREE MONTHS ENDED 31 MARCH

1 Segmental analysis	Cable 31 March 2001 £m	Content 31 March 2001 £m	Total 31 March 2001 £m	Total 31 March 2000 £m
Group Turnover	273	32	305	239
Operating expenses before depreciation and amortisation	(209)	(33)	(242)	(181)
EBITDA	64	(1)	63	58
Depreciation and amortisation	(148)	(5)	(153)	(100)
Group operating loss	(84)	(6)	(90)	(42)

The 31 March 2000 figures above comprise Cable division only

	31 March 2001 £m	31 March 2000 £m	31 Dec 2000 Audited £m
2 Operating costs			
Operating expenses before depreciation and amortisation :			
Consumer programming expenses	37	37	132
Business and consumer telephony expenses	61	53	235
Content Division cost of sales	19	-	46
Selling, general and administrative expenses	125	91	433
	242	181	846
Depreciation and amortisation :			
Depreciation of tangible fixed assets	108	83	399
Amortisation of goodwill and intangible assets	45	17	142
	153	100	541
Total operating costs	395	281	1,387

3 Interest payable and similar charges

Share of interest of associated undertakings and joint ventures	3	-	9
On bank loans	20	22	79
Finance costs of Notes and Debentures	81	63	289
Finance charges payable in respect of finance leases and hire purchase contracts	4	2	4
Exchange loss on foreign currency translation, net	19	7	17
Extinguishment of debt	-	-	15
Other	2	2	11
Total interest payable and similar charges	129	96	424

Telewest Communications plc

UK GAAP

NOTES TO THE SUMMARISED UNAUDITED CONSOLIDATED ACCOUNTS

FOR THE THREE MONTHS ENDED 31 MARCH

	31 March 2001	31 March 2000	31 Dec 2000 Audited
	£m	£m	£m
4 Reconciliation of operating loss to net cash inflow from operating activities			
Group operating loss	(90)	(42)	(294)
Depreciation of tangible fixed assets	108	83	399
Amortisation of goodwill and intangible assets	45	17	142
Increase in stocks and programming inventory	(8)	-	(24)
Increase in debtors	(13)	(34)	(10)
Increase/(decrease) in creditors	52	24	(19)
Net cash inflow from operating activities	94	48	194

5 Net debt

Net debt, other than short-term creditors and accruals

Convertible Notes	899	293	846
Other Notes and Debentures	2,551	2,290	2,523
Bank facilities and other loans	964	692	836
Obligations under finance leases and hire purchase contracts	241	152	246
Total long-term debt	4,655	3,427	4,451
Less cash at bank and in hand	99	77	60
Net debt	4,556	3,350	4,391

Telewest Communications plc
US GAAP
SUMMARISED UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED 31 MARCH

	3 months ended 31 March 2001 \$m	3 months ended 31 March 2001 £m	3 months ended 31 March 2000 £m
Revenue			
Cable television	111	78	74
Consumer telephony	170	120	106
Business services	88	62	53
Other	10	7	3
Total Cable Division	379	267	236
Content	44	31	-
Total	423	298	236
Operating loss	(152)	(107)	(76)
Interest income	7	5	1
Interest expense	(158)	(111)	(88)
Foreign exchange loss, net	(30)	(21)	(25)
Share of net gains of affiliates	9	6	-
Other, net	(1)	(1)	-
Loss before income taxes	(325)	(229)	(188)
Income tax benefit	3	2	-
Net loss before extraordinary item	(322)	(227)	(188)
Extinguishment of debt	(21)	(15)	-
Net loss after extraordinary item	(343)	(242)	(188)
Basic and diluted loss per ordinary share			
Before extraordinary loss	\$(0.11)	£(0.08)	£(0.08)
After extraordinary loss	\$(0.11)	£(0.08)	£(0.08)
1 Earnings before interest, taxes, depreciation and amortisation ("EBITDA")			
Operating loss	(152)	(107)	(76)
Add: depreciation and amortisation of goodwill	227	160	109
EBITDA (after non-cash share-based compensation costs)	75	53	33
Add back: non-cash share-based compensation costs	2	1	21
EBITDA (before non-cash share-based compensation costs)	77	54	54
2 Operating costs and expenses			
Consumer programming expenses	(52)	(37)	(37)
Business and consumer telephony expenses	(87)	(61)	(53)
Content expenses	(27)	(19)	-
Selling, general and administrative	(182)	(128)	(113)
Depreciation	(163)	(115)	(89)
Amortisation of goodwill	(64)	(45)	(20)
Total	(575)	(405)	(312)

The consolidated financial information as set out on pages 14 to 16, which is unaudited, has been prepared on the basis of the accounting policies set out in Telewest's 2000 Annual Report.

The economic environment in which the Company operates is the United Kingdom ("UK") and hence its reporting currency is Pounds Sterling ("£"). Merely for convenience, the financial statements contain translations of certain Pounds Sterling amounts into US Dollars at \$1.4190 per £1.00, the Noon Buying Rate of the Federal Reserve Bank of New York on Friday 30th March 2001. The presentation of the US Dollar amounts should not be construed as a representation that the Pounds Sterling amounts could be so converted into US Dollars at the rate indicated or at any other rate.

Telewest Communications plc
US GAAP
SUMMARISED UNAUDITED CONSOLIDATED BALANCE SHEETS
AS AT 31 MARCH

	31 March 2001 \$m	31 March 2001 £m	31 Dec 2000 £m Audited
Assets			
Cash and cash equivalents	141	99	60
Secured cash deposit restricted for more than one year	17	12	12
Receivables and prepaid expenses	468	330	260
Investments	1,108	781	784
Property and equipment	4,728	3,332	3,289
Goodwill and other intangibles	3,924	2,765	2,803
Programming inventory	52	37	31
Inventory	57	40	38
Other assets	92	65	47
Total assets	10,587	7,461	7,324
Liabilities			
Debt	6,367	4,487	4,254
Other liabilities	1,494	1,053	925
Total liabilities	7,861	5,540	5,179
Minority interests	(3)	(2)	(2)
Shareholders' equity	2,729	1,923	2,147
Total liabilities and shareholders' equity	10,587	7,461	7,324

Telewest Communications plc

US GAAP

SUMMARISED UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE THREE MONTHS ENDED 31 MARCH

	31 March 2001 \$m	31 March 2001 £m	31 March 2000 £m
Cash flows from operating activities			
Net loss	(343)	(242)	(188)
Adjustments to reconcile net loss to net cash provided by operating activities:			
Depreciation	163	115	89
Amortisation of goodwill	64	45	20
Amortisation of deferred financing costs and issue discount on senior discount debentures	38	27	42
Deferred tax credit	(3)	(2)	-
Unrealised loss on foreign currency translation	30	21	26
Non-cash accrued share-based compensation cost	2	1	21
Extinguishment of debt	21	15	-
Share of net gains of affiliates	(9)	(6)	-
Changes in operating assets and liabilities, net of effect of acquisition of subsidiaries:			
Change in receivables	4	3	(39)
Change in other assets	(62)	(44)	-
Change in prepaid expenses	(31)	(22)	(1)
Change in accounts payable	38	27	34
Change in other liabilities	68	48	26
Net cash (used in)/provided by operating activities	(20)	(14)	30
Net cash used in investing activities	(164)	(116)	(149)
Net cash provided by financing activities	240	169	131
Net increase in cash and cash equivalents	56	39	12
Cash and cash equivalents at beginning of period	85	60	65
Cash and cash equivalents at end of period	141	99	77