

**CORUS ENTERTAINMENT INC.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**

(unaudited)	Three months ended	
(in thousands of Canadian dollars)	<b>November 30,</b>	
	<b>2009</b>	<b>2008</b>
<b>OPERATING ACTIVITIES</b>		
Net income for the period	<b>73,908</b>	40,633
Add (deduct) non-cash items:		
Depreciation	<b>4,516</b>	4,992
Amortization of program and film rights	<b>41,726</b>	37,483
Amortization of film investments	<b>5,533</b>	3,349
Future income taxes	<b>(15,336)</b>	4,723
Non-controlling interest	<b>1,178</b>	1,350
Stock-based compensation	<b>1,185</b>	581
Imputed interest	<b>1,696</b>	1,789
Other gains and losses	<b>(91)</b>	203
Net change in non-cash working capital balances related to operations	<b>(22,417)</b>	(29,655)
Payment of program and film rights	<b>(41,610)</b>	(49,248)
Net additions to film investments	<b>(17,961)</b>	(11,485)
<b>Cash provided by operating activities</b>	<b>32,327</b>	4,715
<b>INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	<b>(6,106)</b>	(1,995)
Business combinations	<b>(36,000)</b>	(74,950)
Cash held in escrow	—	74,950
Net cash flows for investments and other assets	<b>1,091</b>	(328)
Decrease in public benefits associated with acquisitions	<b>(238)</b>	(408)
<b>Cash used in investing activities</b>	<b>(41,253)</b>	(2,731)
<b>FINANCING ACTIVITIES</b>		
Increase in bank loans	<b>39,885</b>	30,849
Issuance of shares under stock option plan	<b>1,067</b>	358
Shares repurchased	—	(15,083)
Dividends paid	<b>(11,674)</b>	(12,017)
Dividend paid to non-controlling interest	<b>(3,860)</b>	(2,669)
Other	<b>(3,444)</b>	—
<b>Cash provided by financing activities</b>	<b>21,974</b>	1,438
<b>Net change in cash and cash equivalents     during the period</b>	<b>13,048</b>	3,422
Cash and cash equivalents, beginning of period	<b>10,922</b>	19,642
<b>Cash and cash equivalents, end of period</b>	<b>23,970</b>	23,064