



FOR IMMEDIATE RELEASE

CORUS ENTERTAINMENT ANNOUNCES FISCAL 2010 THIRD QUARTER RESULTS

- Consolidated segment profit increases 20% in the third quarter
- Consolidated revenues increase 12% in the third quarter, with Television specialty ad growth of 14% and Radio revenue growth of 9%
- Basic earnings per share of \$0.39 for the quarter compared to a loss of \$1.81 last year

(July 14, 2010 – Toronto, Canada) Corus Entertainment Inc. (TSX: CJR.B; NYSE: CJR) announced its third quarter financial results today.

"This was an exceptional quarter for Corus, with advertising sales strong for both Television and Radio. We also benefited from our cost control initiatives," said John Cassaday, President and CEO of Corus Entertainment. "Ad sales continue to pace well ahead in our fourth quarter as the overall economy continues to recover. We are confident in our ability to achieve our earnings guidance for the full fiscal year."

Financial Highlights

(unaudited) (in thousands of Canadian dollars except per share amounts)	Three months ended		Nine months ended	
	May 31,		May 31,	
	2010	2009	2010	2009
Revenues				
Radio	71,426	65,508	198,190	198,971
Television	147,013	129,846	435,242	394,526
	218,439	195,354	633,432	593,497
Segment profit				
Radio	21,877	16,072	52,266	45,193
Television	59,452	50,672	179,724	162,433
Corporate	(7,511)	(5,328)	(19,502)	(13,859)
	73,818	61,416	212,488	193,767
Net income (loss)	31,411	(145,030)	119,922	(75,368)
Earnings (loss) per share				
Basic	\$ 0.39	\$ (1.81)	\$ 1.49	\$ (0.94)
Diluted	\$ 0.39	\$ (1.81)	\$ 1.48	\$ (0.94)

Consolidated Results

Consolidated revenues for the three months ended May 31, 2010 were \$218.4 million, up 12% from \$195.4 million last year. Consolidated segment profit was \$73.8 million, up 20% from \$61.4 million last year. Net income for the quarter was \$31.4 million (\$0.39 basic and diluted), compared to a net loss of \$145.0 million (loss of \$1.81 basic and diluted) last year. Net income for the prior year includes a \$172.5

million after-tax broadcast license and goodwill impairment charge. Removing the impact of this item results in adjusted third quarter basic earnings per share of \$0.34 in the prior year.

Consolidated revenues for the nine months ended May 31, 2010 were \$633.4 million, up 7% from \$593.5 million last year. Consolidated segment profit was \$212.5 million, up 10% from \$193.8 million last year. Net income for the nine-month period was \$119.9 million (\$1.49 basic and \$1.48 diluted), compared to a net loss of \$75.4 million (loss of \$0.94 basic and diluted) last year. Net income for the nine-month period includes a \$16.2 million reversal of a disputed regulatory fee accrual, a \$14.2 million recovery due to income tax rate changes and a debt refinancing loss of \$14.3 million.

Operational Results

Radio

- Revenues increased by 9% in the third quarter and were flat for the year-to-date.
- Segment profit increased by 36% in the third quarter and 16% for the year-to-date.
- Revenues for the quarter increased 19% in Ontario, increased 10% in Quebec and other, and returned to growth in the West.

Television

- Revenues increased by 13% in the third quarter and 10% for the year-to-date.
- Segment profit increased by 17% in the third quarter and 11% for the year-to-date.
- Advertising revenues increased by 11% in the third quarter and increased by 4% year-to-date.
- Specialty advertising revenues increased by 14% in the third quarter and 5% for the year-to-date.
- Subscriber revenues increased by 13% in the third quarter and 11% for the year-to-date.
- Movie Central finished the quarter with 970,000 subscribers, up 2% from last year.

Corus Entertainment Inc. reports in Canadian dollars.

About Corus Entertainment Inc.

Corus Entertainment Inc. is a Canadian-based media and entertainment company. Corus is a market leader in specialty television and radio with additional assets in pay television, television broadcasting, children's book publishing and children's animation. The company's multimedia entertainment brands include YTV, Treehouse, Nickelodeon (Canada), W Network, CosmoTV, VIVA, Sundance Channel (Canada), Movie Central, HBO Canada, Nelvana, Kids Can Press and radio stations including CKNW, CFOX, CKOI, 98.5 FM, Q107 and 102.1 the Edge. Corus creates engaging branded entertainment experiences for its audiences across multiple platforms. A publicly traded company, Corus is listed on the Toronto (CJR.B) and New York (CJR) exchanges. Experience Corus on the web at www.corusent.com.

The unaudited consolidated financial statements and accompanying notes for the three and nine months ended May 31, 2010 and Management's Discussion and Analysis are available on the Company's website at www.corusent.com in the Investor Relations section.

A conference call with Corus senior management is scheduled for July 14, 2010 at 2 p.m. ET. While this call is directed at analysts and investors, members of the media are welcome to listen in. The dial-in number for the conference call for North America is 1.800.926.6309 and for local/international callers it is 416.981.9035. PowerPoint slides for the call will be posted at 1:45 p.m. ET on July 14, 2010 and can be found on the Corus Entertainment website at www.corusent.com in the Investor Relations section.

This press release contains forward-looking information and should be read subject to the following cautionary language:

To the extent any statements made in this report contain information that is not historical, these statements are forward-looking statements and may be forward-looking information within the meaning of applicable securities laws (collectively, "forward-looking statements"). These forward-looking statements related to, among other things, our objectives, goals, strategies, intentions, plans, estimates and outlook, including advertising, program, merchandise and subscription revenues, operating costs and tariffs, taxes and fees, and can generally be identified by the use of the words such as "believe", "anticipate", "expect", "intend", "plan", "will", "may" and other similar expressions. In addition, any statements that refer to expectations, projections or other characterizations of future events or circumstances are forward-looking statements. Although Corus believes that the expectations reflected in such forward-looking statements are reasonable, such statements involve risks and uncertainties and undue reliance should not be placed on such statements. Certain material factors or assumptions are applied in making forward-looking statements, including without limitation factors and assumptions regarding advertising, program, merchandise and subscription revenues, operating costs and tariffs, taxes and fees and actual results may differ materially from those expressed or implied in such statements. Important factors that could cause actual results to differ materially from these expectations include, among other things: our ability to attract and retain advertising revenues; audience acceptance of our television programs and cable networks; our ability to recoup production costs, the availability of tax credits and the existence of co-production treaties; our ability to compete in any of the industries in which we do business; the opportunities (or lack thereof) that may be presented to and pursued by us; conditions in the entertainment, information and communications industries and technological developments therein; changes in laws or regulations or the interpretation or application of those laws and regulations; our ability to integrate and realize anticipated benefits from our acquisitions and to effectively manage our growth; our ability to successfully defend ourselves against litigation matters arising out of the ordinary course of business; and changes in accounting standards. Additional information about these factors and about the material assumptions underlying such forward-looking statements may be found in our Annual Information Form. Corus cautions that the foregoing list of important factors that may affect future results is not exhaustive. When relying on our forward-looking statements to make decisions with respect to Corus, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Unless otherwise required by applicable securities laws, we disclaim any intention or obligation to publicly update or revise any forward-looking statements whether as a result of new information, events or circumstances that arise after the date thereof or otherwise.

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**CORUS ENTERTAINMENT INC.
CONSOLIDATED BALANCE SHEETS**

(unaudited) (in thousands of Canadian dollars)	As at May 31, 2010	As at August 31, 2009
ASSETS		
Current		
Cash and cash equivalents	34,629	10,922
Accounts receivable	170,937	146,784
Income tax recoverable	-	7,267
Prepaid expenses and other	19,022	14,377
Program and film rights	141,937	146,195
Future tax asset	4,393	1,788
Total current assets	370,918	327,333
Tax credits receivable	37,207	26,698
Investments and other assets	24,802	23,693
Capital assets	120,258	76,450
Program and film rights	105,295	92,579
Film investments	97,451	92,180
Broadcast licenses	587,138	561,741
Goodwill	692,632	674,029
	2,035,701	1,874,703
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	186,434	171,055
Income taxes payable	14,428	-
Total current liabilities	200,862	171,055
Long-term debt	681,343	651,767
Other long-term liabilities	82,827	73,360
Future tax liability	97,046	102,842
Total liabilities	1,062,078	999,024
Non-controlling interest	15,445	21,401
SHAREHOLDERS' EQUITY		
Share capital	853,833	840,602
Contributed surplus	11,901	17,303
Retained earnings	104,027	20,380
Accumulated other comprehensive income	(11,583)	(24,007)
Total shareholders' equity	958,178	854,278
	2,035,701	1,874,703

CORUS ENTERTAINMENT INC.
CONSOLIDATED STATEMENTS OF INCOME (LOSS)

(unaudited)	Three months ended		Nine months ended	
(in thousands of Canadian dollars except per share amounts)	May 31,		May 31,	
	2010	2009	2010	2009
Revenues	218,439	195,354	633,432	593,497
Direct cost of sales, general and administrative expenses	144,621	133,938	420,944	399,730
Depreciation	5,294	4,795	15,133	14,986
Interest expense	14,544	8,945	32,345	29,013
Broadcast license and goodwill impairment	-	175,000	-	175,000
Disputed regulatory fees	-	1,476	(16,194)	4,188
Debt refinancing loss	-	-	14,256	-
Other expense (income), net	6,006	2,330	7,345	(1,279)
Income (loss) before income taxes and non-controlling interest	47,974	(131,130)	159,603	(28,141)
Income tax expense	14,603	12,417	35,213	44,123
Non-controlling interest	1,960	1,483	4,468	3,104
Net income (loss) for the period	31,411	(145,030)	119,922	(75,368)
Earnings (loss) per share				
Basic	\$ 0.39	\$ (1.81)	\$ 1.49	\$ (0.94)
Diluted	\$ 0.39	\$ (1.81)	\$ 1.48	\$ (0.94)

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

(unaudited)	Three months ended		Nine months ended	
(in thousands of Canadian dollars except per share amounts)	May 31,		May 31,	
	2010	2009	2010	2009
Net income (loss) for the period	31,411	(145,030)	119,922	(75,368)
Other comprehensive income (loss), net of tax				
Unrealized foreign currency translation adjustment	(16)	(1,791)	(540)	526
Unrealized change in fair value of available-for-sale investments, net of tax	277	425	289	(355)
Recognition of change in fair value of available-for-sale assets in net income	-	-	-	2,077
Unrealized change in fair value of cash flow hedges, net of tax	-	857	3,431	(8,650)
Recognition of change in fair value of cash flow hedge in net income, net of tax	-	-	9,244	-
	261	(509)	12,424	(6,402)
Comprehensive income (loss) for the period	31,672	(145,539)	132,346	(81,770)

CORUS ENTERTAINMENT INC.
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(unaudited)	Three months ended		Nine months ended	
(in thousands of Canadian dollars)	May 31,		May 31,	
	2010	2009	2010	2009
Share capital				
Balance, beginning of period	846,747	840,363	840,602	848,257
Issuance of shares under stock option plan	5,779	132	10,510	490
Shares repurchased	-	-	-	(8,450)
Other	1,307	-	2,721	198
Balance, end of period	853,833	840,495	853,833	840,495
Contributed surplus				
Balance, beginning of period	15,177	14,516	17,303	17,304
Stock-based compensation	(1,181)	1,363	672	3,713
Settlement and modification of long-term incentive plan	(1,186)	-	(4,659)	(5,138)
Exercise of stock options	(909)	(9)	(1,415)	(9)
Balance, end of period	11,901	15,870	11,901	15,870
Retained earnings				
Balance, beginning of period	84,785	170,684	20,380	131,594
Net income for the period	31,411	(145,030)	119,922	(75,368)
Dividends	(12,169)	(12,002)	(36,275)	(35,941)
Share repurchase excess	-	-	-	(6,633)
Balance, end of period	104,027	13,652	104,027	13,652
Accumulated other comprehensive loss				
Balance, beginning of period	(11,844)	(26,043)	(24,007)	(20,150)
Other comprehensive income (loss), net of tax	261	(509)	12,424	(6,402)
Balance, end of period	(11,583)	(26,552)	(11,583)	(26,552)

CORUS ENTERTAINMENT INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS

(unaudited)	Three months ended		Nine months ended	
(in thousands of Canadian dollars)	May 31,		May 31,	
	2010	2009	2010	2009
OPERATING ACTIVITIES				
Net income (loss) for the period	31,411	(145,030)	119,922	(75,368)
Add (deduct) non-cash items:				
Depreciation	5,294	4,795	15,133	14,986
Broadcast license and goodwill impairment	-	175,000	-	175,000
Amortization of program and film rights	40,958	41,191	124,174	117,708
Amortization of film investments	10,984	5,686	26,126	15,724
Future income taxes	(189)	1,200	(13,617)	8,810
Non-controlling interest	1,960	1,483	4,468	3,104
Stock option expense	216	344	672	971
Imputed interest	2,458	1,833	5,926	5,144
Debt refinancing loss	-	-	14,256	-
Other losses (gains)	(60)	197	(448)	(5,232)
Net changes in non-cash working capital balances related to operations	10,435	4,263	8,987	(1,859)
Payment of program and film rights	(41,272)	(48,792)	(125,545)	(143,967)
Net additions to film investments	(13,846)	(8,806)	(46,843)	(33,722)
Cash provided by operating activities	48,349	33,364	133,211	81,299
INVESTING ACTIVITIES				
Additions to property, plant and equipment	(22,168)	(4,259)	(52,067)	(10,043)
Business combinations	-	-	(36,000)	(74,950)
Cash held in escrow	-	-	-	74,950
Net cash flows for investments and other assets	(580)	(5)	2,284	6,628
Decrease in public benefits associated with acquisitions	(601)	(302)	(1,079)	(1,436)
Cash used in investing activities	(23,349)	(4,566)	(86,862)	(4,851)
FINANCING ACTIVITIES				
Decrease in bank loans	(24,895)	(23,968)	(454,576)	(10,298)
Issuance of senior unsecured guaranteed notes	-	-	500,000	-
Financing and swap termination fees	-	-	(30,997)	-
Issuance of shares under stock option plan	4,870	123	9,095	481
Shares repurchased	-	-	-	(15,083)
Dividends paid	(11,078)	(12,000)	(33,725)	(36,017)
Dividend paid to non-controlling interest	-	-	(9,260)	(2,994)
Other	265	-	(3,179)	198
Cash used in financing activities	(30,838)	(35,845)	(22,642)	(63,713)
Net change in cash and cash equivalents during the period	(5,838)	(7,047)	23,707	12,735
Cash and cash equivalents, beginning of period	40,467	39,424	10,922	19,642
Cash and cash equivalents, end of period	34,629	32,377	34,629	32,377

**CORUS ENTERTAINMENT INC.
BUSINESS SEGMENT INFORMATION**

(unaudited)

(in thousands of Canadian dollars except per share amounts)

Three months ended May 31, 2010

	Radio	Television	Corporate	Consolidated
Revenues	71,426	147,013	-	218,439
Direct cost of sales, general and administrative expenses	49,549	87,561	7,511	144,621
Segment profit	21,877	59,452	(7,511)	73,818
Depreciation	1,579	1,819	1,896	5,294
Interest expense	212	1,296	13,036	14,544
Other expense (income), net	(4)	1,256	4,754	6,006
Income (loss) before income taxes and non-controlling interest	20,090	55,081	(27,197)	47,974

Three months ended May 31, 2009

	Radio	Television	Corporate	Consolidated
Revenues	65,508	129,846	-	195,354
Direct cost of sales, general and administrative expenses	49,436	79,174	5,328	133,938
Segment profit	16,072	50,672	(5,328)	61,416
Depreciation	1,677	2,174	944	4,795
Interest expense	243	1,467	7,235	8,945
Broadcast license and goodwill impairment	175,000	-	-	175,000
Disputed regulatory fees	821	655	-	1,476
Other expense (income), net	3,165	(1,324)	489	2,330
Income (loss) before income taxes and non-controlling interest	(164,834)	47,700	(13,996)	(131,130)

Nine months ended May 31, 2010

	Radio	Television	Corporate	Consolidated
Revenues	198,190	435,242	-	633,432
Direct cost of sales, general and administrative expenses	145,924	255,518	19,502	420,944
Segment profit	52,266	179,724	(19,502)	212,488
Depreciation	4,847	5,596	4,690	15,133
Interest expense	612	3,651	28,082	32,345
Disputed regulatory fees	(8,901)	(7,293)	-	(16,194)
Debt refinancing loss	-	-	14,256	14,256
Other expense (income), net	69	563	6,713	7,345
Income (loss) before income taxes and non-controlling interest	55,639	177,207	(73,243)	159,603

Nine months ended May 31, 2009

	Radio	Television	Corporate	Consolidated
Revenues	198,971	394,526	-	593,497
Direct cost of sales, general and administrative expenses	153,778	232,093	13,859	399,730
Segment profit	45,193	162,433	(13,859)	193,767
Depreciation	4,950	6,959	3,077	14,986
Interest expense	697	3,867	24,449	29,013
Broadcast license and goodwill impairment	175,000	-	-	175,000
Disputed regulatory fees	2,183	2,005	-	4,188
Other expense (income), net	2,594	(4,965)	1,092	(1,279)
Income (loss) before income taxes and non-controlling interest	(140,231)	154,567	(42,477)	(28,141)

Revenues by segment

	Three months ended		Nine months ended	
	May 31,		May 31,	
	2010	2009	2010	2009
Radio				
West	25,142	25,061	71,219	78,663
Ontario	24,454	20,534	68,118	62,821
Quebec and other	21,830	19,913	58,853	57,487
	71,426	65,508	198,190	198,971

Television

Kids	57,425	50,340	182,071	164,277
Specialty and Pay	89,588	79,506	253,171	230,249
	147,013	129,846	435,242	394,526

Segment profit

	Three months ended		Nine months ended	
	May 31,		May 31,	
	2010	2009	2010	2009
Radio				
West	9,208	8,877	23,962	27,641
Ontario	8,302	5,132	20,160	15,462
Quebec and other	4,367	2,063	8,144	2,090
	21,877	16,072	52,266	45,193

Television

Kids	23,233	17,795	78,799	68,036
Specialty and Pay	36,219	32,877	100,925	94,397
	59,452	50,672	179,724	162,433

Revenues by type

	Three months ended		Nine months ended	
	May 31,		May 31,	
	2010	2009	2010	2009
Advertising	117,827	105,807	335,671	328,754
Subscriber fees	72,900	64,681	211,224	189,476
Other	27,712	24,866	86,537	75,267
	218,439	195,354	633,432	593,497