



FOR IMMEDIATE RELEASE

CORUS ENTERTAINMENT ANNOUNCES SECOND QUARTER RESULTS

- **Earnings per share of \$0.46 for second quarter, up from a loss of \$1.54 in the prior year**
- **Combined Radio and Television revenues up 6% for quarter and 7% for year-to-date**
- **Combined Radio and Television segment profit up 10% for quarter and 12% for year-to-date**
- **Positive segment profit from Content**

(April 3, 2007 – Toronto, Canada) **Corus Entertainment Inc.** (TSX: CJR.B; NYSE: CJR) announced second quarter financial results today, led by strong revenue growth from its broadcasting businesses.

“Excellent specialty television advertising growth and solid segment profit contribution from all our divisions contributed to our strong second quarter results,” said John Cassaday, President and Chief Executive Officer, Corus Entertainment Inc.

Second Quarter Results

Consolidated revenues for the second quarter ended February 28, 2007 were \$174.7 million, up 6% from \$164.4 million last year. Consolidated segment profit was \$47.3 million, up 12% from \$42.2 million last year. Net income for the quarter was \$19.5 million (\$0.46 basic and \$0.45 diluted), compared to a loss of \$65.7 million (loss of \$1.54 basic and diluted) last year. The prior year's quarter included a pre-tax debt refinancing loss of \$132.0 million.

Corus Television contributed quarterly revenues of \$100.2 million, up 8% from \$92.9 million last year, led by continued specialty advertising growth of 14% and subscriber revenue growth of 7%. Quarterly segment profit increased to \$40.8 million, up 12% from \$36.5 million last year.

Corus Radio revenues were \$58.8 million, up 2% from \$57.8 million last year. Segment profit was \$9.9 million, up 5% from \$9.5 million last year.

Corus Content revenues were \$17.3 million, up 15% from \$15.1 million last year. Segment profit was \$2.1 million, compared to \$1.8 million last year.

Year-to-date Results

Consolidated revenues for the six months ended February 28, 2007 were \$383.9 million, up 7% from \$359.7 million last year. Consolidated segment profit was \$127.2 million, up 14% from \$111.9 million last year. Net income for the six months was \$56.2 million (\$1.33 basic and \$1.30 diluted), compared to a loss of \$34.3 million (loss of \$0.80 basic and diluted) last year. The prior year's six-month period included a pre-tax debt refinancing loss of \$132.0 million.

Corus Television, led by specialty advertising growth of 13% and subscriber growth of 9%, contributed six-month revenues of \$222.8 million, up 9% from \$204.4 million last year. Movie Central increased its subscriber base from 822,000 at August 31, 2006 to 870,000 at the end of the second quarter, an increase of 9% from the same time last year. Segment profit for the six-month period increased to \$101.3 million, up 14% from \$89.0 million last year.

Corus Radio revenues were \$134.4 million for the six-month period, up 3% from \$130.2 million last year. Segment profit was \$33.6 million, up 7% from \$31.4 million last year.

Corus Content revenues were \$29.1 million, up 3% from \$28.2 million last year. Segment profit for the six-month period was \$3.1 million, up from \$1.8 million last year.

Corus has continued to purchase shares under its Normal Course Issuer Bid announced in fiscal 2006 and renewed in February 2007. In the first six months of fiscal 2007, the Company purchased for cancellation 62,900 Class B Non-Voting Shares at an average price of \$41.28 per share.

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, advertising and digital audio services, television broadcasting, children's book publishing and children's animation. The company's multimedia entertainment brands include YTV, Treehouse, W Network, Movie Central, Nelvana, Kids Can Press and radio stations including CKNW, CKOI and Q107. 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 six months ended February 28, 2007 and Management's Discussion and Analysis are available on the Company's website at http://www.corusent.com/corporate/investor_information/press_releases.asp.

A conference call with Corus senior management is scheduled for April 3, 2007 at 9 a.m. ET / 8 a.m. CT / 7 a.m. MT / 6 a.m. PT. 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 is 1-800-475-3716. PowerPoint slides for the call will be posted at 8:45 a.m. ET on April 3 and can be found on the Corus Entertainment website at http://www.corusent.com/corporate/investor_information/index.asp.

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

To the extent any statements made in this press release contain information that is not historical; these statements are forward-looking statements within the meaning of applicable securities laws. These forward-looking statements related to, among other things, our objectives, goals, strategies, intentions, plans, estimates and outlook 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 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 arises after the date thereof or otherwise.

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**CORUS ENTERTAINMENT INC.
CONSOLIDATED BALANCE SHEETS**

[unaudited] (in thousands of Canadian dollars)	As at February 28, 2007	As at August 31, 2006
ASSETS		
Current		
Cash and cash equivalents	36,737	43,636
Accounts receivable	156,161	142,934
Prepaid expenses and other	9,210	7,332
Program and film rights	114,955	104,723
Future tax asset	16,739	14,535
Total current assets	333,802	313,160
Tax credits receivable	19,608	13,226
Investments and other assets	30,353	29,642
Property, plant and equipment, net	77,517	78,417
Program and film rights	102,264	79,380
Film investments	64,015	60,779
Deferred charges	4,700	5,655
Broadcast licenses	519,075	505,212
Goodwill	790,813	756,738
	1,942,147	1,842,209
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	188,029	176,384
Income taxes payable	3,139	4,583
Total current liabilities	191,168	180,967
Long-term debt	621,236	596,362
Deferred credits	25,866	28,691
Future tax liability	95,210	80,447
Other long-term liabilities	22,039	26,865
Non-controlling interest	12,547	11,379
Total liabilities	968,066	924,711
SHAREHOLDERS' EQUITY		
Share capital	887,821	870,563
Contributed surplus	8,450	6,878
Retained earnings	88,329	51,585
Cumulative translation adjustment	(10,519)	(11,528)
Total shareholders' equity	974,081	917,498
	1,942,147	1,842,209

CORUS ENTERTAINMENT INC.
CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND RETAINED EARNINGS

[unaudited] (in thousands of Canadian dollars except per share amounts)	Three months ended February 28,		Six months ended February 28,	
	2007	2006	2007	2006
Revenues	174,729	164,388	383,927	359,729
Direct cost of sales, general and administrative expenses	127,409	122,237	256,690	247,827
Depreciation	5,336	4,988	10,502	10,026
Amortization	389	631	955	1,483
Interest on long-term debt	9,035	11,076	17,907	25,540
Debt refinancing loss	—	131,951	—	131,951
Other expense (income), net	41	(573)	6,563	(1,251)
Income (loss) before income taxes and non-controlling interest	32,519	(105,922)	91,310	(55,847)
Income tax expense (recovery)	11,768	(41,113)	32,406	(23,362)
Non-controlling interest	1,208	923	2,692	1,840
Net income (loss) for the period	19,543	(65,732)	56,212	(34,325)
Retained earnings, beginning of period	78,451	80,077	51,585	50,802
Dividends	(9,151)	(4,264)	(18,192)	(6,396)
Share repurchase excess	(514)	(3,079)	(1,276)	(3,079)
Retained earnings, end of period	88,329	7,002	88,329	7,002
Earnings (loss) per share				
Basic	\$0.46	\$(1.54)	\$1.33	\$(0.80)
Diluted	0.45	(1.54)	1.30	(0.80)
Weighted average number of shares outstanding [in thousands]				
Basic	42,269	42,802	42,169	42,805
Diluted	43,450	42,802	43,292	42,805

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

[unaudited] (in thousands of Canadian dollars)	Three months ended February 28,		Six months ended February 28,	
	2007	2006	2007	2006
OPERATING ACTIVITIES				
Net income (loss) for the period	19,543	(65,732)	56,212	(34,325)
Add (deduct) non-cash items:				
Depreciation	5,336	4,988	10,502	10,026
Amortization of program and film rights	33,963	31,246	66,164	60,135
Amortization of film investments	11,100	6,645	18,968	14,150
Other amortization	389	631	955	1,483
Future income taxes	5,329	(47,958)	8,047	(44,107)
Non-controlling interest	1,208	923	2,692	1,840
Foreign exchange losses (gains)	13	(325)	33	(325)
Stock-based compensation	4,132	2,104	6,051	3,787
Debt refinancing loss	—	131,951	—	131,951
Other	(173)	816	537	1,153
Net change in non-cash working capital balances related to operations	(6,664)	17,694	(31,640)	(22,815)
Payment of program and film rights	(40,958)	(34,058)	(78,904)	(62,382)
Net additions to film investments	(15,116)	(9,205)	(29,502)	(21,953)
Cash provided by operating activities	18,102	39,720	30,115	38,618
INVESTING ACTIVITIES				
Additions to property, plant and equipment	(4,061)	(6,728)	(9,553)	(7,963)
Business combinations	—	—	(46,645)	—
Increase (decrease) in other investments, net	(130)	258	(76)	(239)
Decrease in public benefits associated with acquisitions	(1,345)	(2,321)	(2,603)	(4,046)
Proceeds from sale of assets	1,471	1,569	1,471	10,569
Cash provided used in investing activities	(4,065)	(7,222)	(57,406)	(1,679)
FINANCING ACTIVITIES				
Increase (decrease) in bank loans	(24,696)	633,354	24,931	633,354
Notes repurchase and swap termination	(81)	(726,621)	(81)	(726,621)
Additions to deferred financing charges	—	(6,000)	—	(6,000)
Decrease in other long-term liabilities	(162)	(176)	(330)	(352)
Issuance of shares under stock option plan	15,689	2,404	17,837	2,574
Shares repurchased	(1,014)	(7,649)	(2,597)	(7,649)
Dividends paid	(9,039)	(2,132)	(18,078)	(2,132)
Dividends paid to non-controlling interest	(1,524)	(630)	(1,524)	(630)
Other	234	230	234	230
Cash provided by (used in) financing activities	(20,593)	(107,220)	20,392	(107,226)
Net decrease in cash and cash equivalents during the period	(6,556)	(74,722)	(6,899)	(70,287)
Cash and cash equivalents, beginning of period	43,293	142,521	43,636	138,086
Cash and cash equivalents, end of period	36,737	67,799	36,737	67,799

**CORUS ENTERTAINMENT INC.
BUSINESS SEGMENT INFORMATION**

Three months ended February 28, 2007

	Radio	Television	Content	Corporate	Eliminations	Consolidated
Revenues	58,836	100,168	17,320	—	(1,595)	174,729
Direct cost of sales, general and administrative expenses	48,888	59,364	15,191	5,642	(1,676)	127,409
Segment profit	9,948	40,804	2,129	(5,642)	81	47,320
Depreciation	1,454	2,012	881	989	—	5,336
Amortization	—	89	—	300	—	389
Interest on long-term debt	—	—	—	9,035	—	9,035
Other expense (income), net	316	(38)	465	(702)	—	41
Income (loss) before income taxes and non-controlling interest	8,178	38,741	783	(15,264)	81	32,519

Three months ended February 28, 2006

	Radio	Television	Content	Corporate	Eliminations	Consolidated
Revenues	57,784	92,897	15,054	—	(1,347)	164,388
Direct cost of sales, general and administrative expenses	48,280	56,403	13,263	5,815	(1,524)	122,237
Segment profit	9,504	36,494	1,791	(5,815)	177	42,151
Depreciation	1,621	1,870	698	799	—	4,988
Amortization	—	188	—	443	—	631
Interest on long-term debt	—	—	—	11,076	—	11,076
Debt refinancing loss	—	—	—	131,951	—	131,951
Other expense (income), net	150	318	(2)	(1,039)	—	(573)
Income (loss) before income taxes and non-controlling interest	7,733	34,118	1,095	(149,045)	177	(105,922)

Six months ended February 28, 2007

	Radio	Television	Content	Corporate	Eliminations	Consolidated
Revenues	134,427	222,809	29,066	—	(2,375)	383,927
Direct cost of sales, general and administrative expenses	100,830	121,523	25,930	11,040	(2,633)	256,690
Segment profit	33,597	101,286	3,136	(11,040)	258	127,237
Depreciation	2,823	4,003	1,725	1,951	—	10,502
Amortization	—	355	—	600	—	955
Interest on long-term debt	—	—	—	17,907	—	17,907
Other expense (income), net	751	5,378	1,687	(1,253)	—	6,563
Income (loss) before income taxes and non-controlling interest	30,023	91,550	(276)	(30,245)	258	91,310

Six months ended February 28, 2006

	Radio	Television	Content	Corporate	Eliminations	Consolidated
Revenues	130,176	204,352	28,158	—	(2,957)	359,729
Direct cost of sales, general and administrative expenses	98,809	115,307	26,365	10,600	(3,254)	247,827
Segment profit	31,367	89,045	1,793	(10,600)	297	111,902
Depreciation	3,189	3,674	1,449	1,714	—	10,026
Amortization	—	376	—	1,107	—	1,483
Interest on long-term debt	—	—	—	25,540	—	25,540
Debt refinancing loss	—	—	—	131,951	—	131,951
Other expense (income), net	284	338	(4)	(1,869)	—	(1,251)
Income (loss) before income taxes and non-controlling interest	27,894	84,657	348	(169,043)	297	(55,847)