

GRUPO TELEVISIA S A  
Form 6-K  
April 25, 2007

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549**

**FORM 6-K**

**REPORT OF FOREIGN ISSUER PURSUANT TO RULES 13a-16 or 15d-16  
UNDER THE SECURITIES EXCHANGE ACT OF 1934**

For the month of April, 2007

**GRUPO TELEVISIA, S.A.B.**

(Translation of registrant's name into English)

Av. Vasco de Quiroga No. 2000, Colonia Santa Fe 01210 Mexico, D.F.  
(Address of principal executive offices)

(Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.)

Form  Form 40-F  
20-F

(Indicate by check mark whether the registrant by furnishing the information contained in this Form is also furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.)

Yes  No

(If "Yes" is marked indicate below the file number assigned to the registrant in connection with Rule 12g-3-2(b): 82.)



**Highlights****Ø Record first-quarter consolidated net sales and consolidated operating income****Ø Consolidated net sales increased 5.9%, and consolidated operating income increased 4.4%****Ø Our Television Broadcasting over-the-air channels captured an average sign-on to sign-off audience share of 70.8% in Mexico in first quarter 2007****Ø The board of directors will propose a dividend of Ps.1.45 per CPO****Consolidated Results**

Mexico City, D.F., April 18, 2007—Grupo Televisa, S.A.B. (NYSE:TV; BMV: TLEVISA CPO; “Televisa” or “the Company”) today announced results for first quarter 2007. The results have been prepared in accordance with Mexican Financial Reporting Standards and are adjusted in millions of Mexican pesos in purchasing power as of March 31, 2007.

The following table sets forth a condensed consolidated statement of income for the three months ended March 31, 2007 and 2006, in millions of Mexican pesos, as well as the percentage of net sales that each line represents, and the percentage change when comparing first quarter 2007 with first quarter 2006:

	<i>1Q 2007</i>	<i>Margin</i>	<i>1Q 2006</i>	<i>Margin</i>	<i>% Change</i>
		<i>%</i>		<i>%</i>	<i>%</i>
Net sales	8,231.9	100.0	7,776.2	100.0	5.9
Operating income	2,367.9	28.8	2,268.0	29.2	4.4
Consolidated net income	975.0	11.8	1,470.3	18.9	(33.7)
Majority interest net income	733.6	8.9	1,348.0	17.3	(45.6)

Consolidated net sales increased 5.9% to Ps.8,231.9 million in first quarter 2007 compared with Ps.7,776.2 million in first quarter 2006. This increase was attributable to revenue growth in our Sky Mexico, Other Businesses, Cable Television, Pay Television Networks, Programming Exports, and Publishing segments. These increases were partially offset by lower sales in our Television Broadcasting and Publishing Distribution segments.

Consolidated operating income rose 4.4% to Ps.2,367.9 million in first quarter 2007 compared with Ps.2,268 million in first quarter 2006. This increase was attributable to higher sales and lower operating expenses that were partially offset by higher cost of sales.

Majority interest net income decreased 45.6% to Ps.733.6 million in first quarter 2007 compared with Ps.1,348 million in first quarter 2006. The net decrease of Ps.614.4 million reflected i) a Ps.603.3 million increase in other expense, net, ii) a Ps.244.4 million increase in equity in losses of affiliates, net, iii) a Ps.119.1 million increase in minority interest net income, and iv) a Ps.35 million increase in income taxes. These unfavorable changes were partially offset by i) a Ps.99.9 million increase in operating income, and ii) a Ps.287.5 million increase in integral income of financing.

**First-Quarter Results by Business Segment**

Edgar Filing: GRUPO TELEVISIA S A - Form 6-K

The following table presents first-quarter results ended March 31, 2007 and 2006, for each of our business segments. Amounts are presented in millions of Mexican pesos in purchasing power as of March 31, 2007.

<i>Net Sales</i>	<i>1Q 2007</i>	<i>%</i>	<i>1Q 2006</i>	<i>%</i>	<i>Inc. %</i>
Television Broadcasting	3,822.5	45.1	3,973.5	49.8	(3.8)
Pay Television Networks	398.0	4.7	299.8	3.7	32.8
Programming Exports	524.6	6.2	443.5	5.6	18.3
Publishing	593.2	7.0	556.5	7.0	6.6
Publishing Distribution	102.5	1.2	109.6	1.4	(6.5)
Sky Mexico	1,983.5	23.4	1,788.0	22.4	10.9
Cable Television	553.0	6.5	430.7	5.4	28.4
Other Businesses	493.4	5.8	372.1	4.7	32.6
<b>Segment Net Sales</b>	<b>8,470.7</b>		<b>7,973.7</b>		<b>6.2</b>
	<b>100.0</b>		<b>100.0</b>		
Intersegment Operations <sup>1</sup>	(238.8)		(239.3)		0.2
Disposed Operations <sup>2</sup>	-		41.8		-
<b>Consolidated Net Sales</b>	<b>8,231.9</b>		<b>7,776.2</b>		<b>5.9</b>

<i>Operating Segment Income (Loss)</i>	<i>1Q 2007</i>	<i>Margin %</i>	<i>1Q 2006</i>	<i>Margin %</i>	<i>Inc. %</i>
Television Broadcasting	1,540.1	40.3	1,739.9	43.8	(11.5)
Pay Television Networks	237.9	59.8	143.5	47.9	65.8
Programming Exports	236.7	45.1	134.8	30.4	75.6
Publishing	53.8	9.1	46.4	8.3	15.9
Publishing Distribution	7.2	7.0	8.4	7.7	(14.3)
Sky Mexico	965.6	48.7	814.9	45.6	18.5
Cable Television	202.0	36.5	162.9	37.8	24.0
Other Businesses	(87.4)	(17.7)	(17.9)	(4.8)	-
<b>Operating Segment Income</b>	<b>3,155.9</b>	<b>37.3</b>	<b>3,032.9</b>	<b>38.0</b>	<b>4.1</b>
Disposed Operations <sup>2</sup>	-	-	(3.3)	(7.9)	-
Corporate Expenses	(88.4)	(1.0)	(106.0)	(1.3)	16.6
Depreciation and amortization	699.6	8.5	655.6	8.4	6.7
<b>Consolidated Operating Income</b>	<b>2,367.9</b>	<b>28.8</b>	<b>2,268.0</b>	<b>29.2</b>	<b>4.4</b>

<sup>1</sup> For segment reporting purposes, intersegment operations are included in each of the segment operations.

<sup>2</sup> Reflects the results of operations of one of the Company's soccer teams.

**Television Broadcasting** **First-quarter sales** decreased 3.8% to Ps.3,822.5 million compared with Ps.3,973.5 million in first quarter 2006. This decrease reflects primarily the absence of political advertising related to the presidential elections in Mexico sold during first quarter 2006.

**First-quarter operating segment income** decreased 11.5% to Ps.1,540.1 million compared with Ps.1,739.9 million in first quarter 2006, and the margin decreased to 40.3%. These results reflect higher cost of sales, lower sales, and a marginal increase in operating expenses.

**Pay Television Networks** **First-quarter sales** increased 32.8% to Ps.398 million compared with Ps.299.8 million in first quarter 2006. This increase reflects i) higher revenues from channels sold in Mexico and Latin America; and ii) higher sales in TuTV, our pay-television joint venture with Univision. These increases were partially offset by lower advertising sales.

**First-quarter operating segment income** increased 65.8% to Ps.237.9 million compared with Ps.143.5 million in first quarter 2006, and the margin increased to 59.8%. These results were driven by higher sales that were partially offset by an increase in cost of sales.

**Programming Exports** **First-quarter sales** increased 18.3% to Ps.524.6 million compared with Ps.443.5 million in first quarter 2006. This increase reflects i) a 9.1% increase in royalties from Univision, which amounted to US\$29.8 million in first quarter 2007 compared with US\$27.3 million in first quarter 2006; and ii) higher programming sales to Europe, Asia, and Latin America.

**First-quarter operating segment income** increased 75.6% to Ps.236.7 million compared with Ps.134.8 million in first quarter 2006, and the margin increased to 45.1%. These results were driven by higher sales and lower operating expenses and cost of sales.

**Publishing** **First-quarter sales** increased 6.6% to Ps.593.2 million compared with Ps.556.5 million in first quarter 2006. This increase reflects a greater number of advertising pages sold both in Mexico and abroad, as well as higher revenues from magazine circulation abroad. These increases were partially offset by lower revenues from magazine circulation in Mexico and a negative translation effect of foreign-currency-denominated sales amounting to Ps.6.2 million.

**First-quarter operating segment income** increased 15.9% to Ps.53.8 million compared with Ps.46.4 million in first quarter 2006, and the margin increased to 9.1%. These results were driven by higher sales that were partially offset by higher cost of sales and operating expenses.

**Publishing Distribution** **First-quarter sales** decreased 6.5% to Ps.102.5 million compared with Ps.109.6 million in first quarter 2006. This decrease reflects i) lower circulation in Mexico of magazines published by the Company, and ii) a negative translation effect of foreign-currency-denominated sales, which

amounted to Ps.1.8 million. These decreases were partially offset by higher circulation in Mexico of magazines published by third parties.

**First-quarter operating segment income** decreased 14.3% to Ps.7.2 million compared with Ps.8.4 million in first quarter 2006, and the margin decreased to 7%. These results reflect lower sales that were partially offset by lower cost of sales and operating expenses.

#### **Sky Mexico**

**First-quarter sales** increased 10.9% to Ps.1,983.5 million compared with Ps.1,788 million in first quarter 2006. This increase was attributable mainly to a 10.5% increase in the subscriber base. As of March 31, 2007, the number of gross active subscribers increased to 1,453,300 (including 101,100 commercial subscribers), compared with 1,315,100 (including 73,600 commercial subscribers) as of March 31, 2006.

**First-quarter operating segment income** increased 18.5% to Ps.965.6 million compared with Ps.814.9 million in first quarter 2006, and the margin increased to 48.7%. These results came from higher sales and lower operating expenses that were partially offset by higher cost of sales.

#### **Cable Television**

**First-quarter sales** increased 28.4% to Ps.553 million compared with Ps.430.7 million in first quarter 2006. This increase was attributable to i) a 17.2% increase in the subscriber base, which, as of March 31, 2007, reached 514,961, all of which are digital subscribers, compared with 439,306 subscribers (including 325,626 digital subscribers) reported for the first quarter 2006; ii) a 55.1% increase in broadband subscribers to 107,534 compared with 69,326 reported for the first quarter 2006; iii) higher advertising sales; and iv) a 3% average rate increase effective March 1, 2007.

**First-quarter operating segment income** increased 24% to Ps.202 million compared with Ps.162.9 million in first quarter 2006, and margin decreased to 36.5%. These results reflected higher sales that were partially offset by higher cost of sales and operating expenses.

#### **Other Businesses**

Given the size of our Radio segment relative to our consolidated results, starting January 1, 2007, we are classifying the results of operation of our Radio segment in our Other Businesses segment.

**First-quarter sales** increased 32.6% to Ps.493.4 million compared with Ps.372.1 million in first quarter 2006. This increase was attributable to higher sales in our gaming, feature-film distribution, internet portal, and sporting businesses, which were partially offset by lower sales in our Radio segment.

**First-quarter operating segment loss** increased to Ps.87.4 million compared with a loss of Ps.17.9 million in first quarter 2006, reflecting higher cost of sales and operating expenses, which were partially offset by higher sales.

#### **Corporate Expenses**

In 2005, we adopted the guidelines of the International Financial Reporting Standard 2, "Share-based Payment," issued by the International Accounting Standards Board, which require accruing in stockholders' equity the share-based compensation expense measured at fair value at the time the equity benefits are granted to our officers and employees. In first quarter 2007, we recognized a share-based compensation expense of approximately Ps.30.2 million as a corporate expense.

## Non-operating Results

### Other expense, net

Other expense, net, increased by Ps.603.3 million to Ps.695.6 million in first quarter 2007 compared with Ps.92.3 million in first quarter 2006. This increase primarily reflected a non-cash non-recurring charge of Ps.651 million in connection with a loss on disposition of our investment in Univision in first quarter 2007.

### Integral result of financing

The following table sets forth integral result of financing for the three months ended March 31, 2007 and 2006, in millions of Mexican pesos in purchasing power as of March 31, 2007, which consisted of:

	<i>1Q 2007</i>	<i>1Q 2006</i>	<i>Increase (decrease)</i>
Interest expense	462.9	491.1	(28.2)
Interest income	(313.4)	(288.6)	(24.8)
Foreign exchange (gain) loss, net	(287.2)	(29.8)	(257.4)
Loss from monetary position, net	71.8	48.9	22.9
<b>Integral (income) cost of financing</b>	<b>(65.9)</b>	<b>221.6</b>	<b>(287.5)</b>

The integral result of financing increased by Ps.287.5 million to an income of Ps.65.9 million in first quarter 2007 from a cost of Ps.221.6 million in first quarter 2006. This increase reflected primarily i) a Ps.257.4 million increase in net foreign-exchange gain resulting primarily from an increase in the average of our unhedged monetary foreign currency asset position in conjunction with a 2.15% depreciation of the Mexican peso against the U.S. dollar in first quarter 2007; ii) a Ps.28.2 million reduction in interest expense, due primarily to a lower average amount of our consolidated debt; and iii) a Ps.24.8 million increase in interest income in connection with a higher average amount of investments in first quarter 2007 compared with last year's comparable period. These favorable variances were partially offset by a Ps.22.9 million increase in loss from monetary position resulting primarily from a higher inflation in first quarter 2007 (1.02%) compared with first quarter 2006 (0.87%).

### Equity in results of affiliates, net

Equity in results of affiliates, net, decreased by Ps.244.4 million to an equity in losses of affiliates of Ps.195.3 million in first quarter 2007 compared with an equity in earnings of affiliates of Ps.49.1 million in first quarter 2006. This decrease reflected a higher equity in loss of La Sexta, as well as the absence of equity income of Univision in first quarter 2007.

### Income taxes

Income taxes increased by Ps.35 million, to Ps.567.9 million in first quarter 2007 compared with Ps.532.9 million in first quarter 2006. This decrease reflected primarily a higher income tax base in first quarter 2007.

### Minority interest net income

Minority interest net income increased by Ps.119.1 million to Ps.241.4 million in first quarter 2007 compared with Ps.122.3 million in first quarter 2006. This increase reflected primarily the portion of net income attributable to the interest held by minority equity owners in our Sky Mexico and Cable Television segments.

## Other Relevant Information

**Capital expenditures and investments**

In first quarter 2007, we invested approximately US\$36.7 million in property, plant, and equipment as capital expenditures, including approximately U.S.\$9.8 million for our Cable Television segment, US\$17.1 million for Sky Mexico, U.S.\$6.7 million for Gaming, and US\$3.1 million for our Television Broadcasting and other businesses segments. In addition, we made investments related to our 40% interest in La Sexta for an aggregate amount of €22 million.

**Debt**