

**Reconciliation of Non-GAAP Financial Measures
To Corresponding GAAP Financial Measures
September 30, 2006**

Free cash flow, free cash flow per share, net borrowings, and aggregate segment operating income are not measures of performance defined by, or calculated in accordance with generally accepted accounting principles (GAAP). These measures should not be considered in isolation, or as a substitute for the corresponding GAAP financial measure. These measures, as calculated by the Company, may not be comparable to similarly titled measures employed by other companies.

Free cash flow

The following table presents a reconciliation of the Company's consolidated cash flows provided by operations to free cash flow (unaudited, in millions):

	Year ended		\$ Change
	9/30/2006	10/1/2005	
Cash provided by operations	\$ 6,058	\$ 4,269	\$ 1,789
Less: Investments in parks, resorts and other property	(1,299)	(1,823)	524
Free cash flow	<u>\$ 4,759</u>	<u>\$ 2,446</u>	<u>\$ 2,313</u>
			<u>95%</u>
Free cash flow per share	<u>\$ 2.29</u>	<u>\$ 1.17</u>	<u>\$ 1.12</u>
			<u>96%</u>
Weighted average number of common and common equivalent shares outstanding - Diluted	<u>2,076</u>	<u>2,089</u>	

The following table presents a summary of the Company's consolidated cash flows (unaudited, in millions):

	Year ended	
	9/30/2006	10/1/2005
Cash provided by operations	\$ 6,058	\$ 4,269
Cash used in investing activities	(227)	(1,691)
Cash used in financing activities	(5,143)	(2,897)
Increase (decrease) in cash and cash equivalents	688	(319)
Cash and cash equivalents, beginning of year	1,723	2,042
Cash and cash equivalents, end of year	<u>\$ 2,411</u>	<u>\$ 1,723</u>

Net borrowings

The following table presents the calculation of the reduction in net debt (in millions):

	Year ended		\$ Change
	9/30/2006	10/1/2005	
Current portion of borrowings	\$ 2,682	\$ 2,310	\$ 372
Long-term borrowings	10,843	10,157	686
Total borrowings	13,525	12,467	1,058
Less: cash and cash equivalents	(2,411)	(1,723)	(688)
Net borrowings	<u>\$ 11,114</u>	<u>\$ 10,744</u>	<u>\$ 370</u>

Aggregate segment operating income

The following table presents a reconciliation of aggregate segment operating income to income before income taxes and minority interests (unaudited, in millions):

	Year ended	
	9/30/2006	10/1/2005
Segment operating income	\$ 6,491	\$ 5,137
Corporate and unallocated shared expenses	(529)	(536)
Amortization of intangible assets	(11)	(11)
Gain on sale of equity investment and business	70	26
Restructuring and impairment (charges) and other credits, net	18	(32)
Net interest expense	(592)	(597)
Income before income taxes and minority interests	<u>\$ 5,447</u>	<u>\$ 3,987</u>

**Reconciliation of Non-GAAP Financial Measures
To Corresponding GAAP Financial Measures
Fiscal Year Ended September 30, 2006**

Fiscal 2006 and 2005

Parks and Resorts Margins

Parks and Resorts margins excluding Euro Disney and Hong Kong Disneyland and excluding royalties and management fees, Parks and Resorts margins excluding Euro Disney and Hong Kong Disneyland and including royalties and management fees, and Parks and Resorts margins including Euro Disney and Hong Kong Disneyland under the equity method of accounting are not measures of performance defined by, or calculated in accordance with generally accepted accounting principles (GAAP). These measures are based on revenue and operating income excluding Euro Disney and Hong Kong Disneyland's revenues and operating income and either including or excluding the impact of royalties and management fees, and including Euro Disney and Hong Kong Disneyland under the equity method of accounting, which are also non-GAAP financial measures, and should not be considered in isolation, or as a substitute for the corresponding GAAP financial measures. These measures, as calculated by the Company, may not be comparable to similarly titled measures employed by other companies.

The following table presents reconciliations of Parks and Resorts revenue, operating income and margins as described above (unaudited, in millions except margin percentages):

	FY06	FY05	Change	
Parks and Resorts Revenue as reported	\$ 9,925	\$ 9,023	\$ 902	
Less: Euro Disney and Hong Kong Disneyland Revenue	(1,673)	(1,433)	(240)	
Parks and Resorts Revenue excluding Euro Disney and Hong Kong Disneyland Revenue and royalties and management fees	8,252	7,590	662	9%
Add: Royalties and management fees	80	46	34	
Parks and Resorts Revenue excluding Euro Disney and Hong Kong Disneyland Revenue and including royalties and management fees	<u>\$ 8,332</u>	<u>\$ 7,636</u>	<u>\$ 696</u>	
Parks and Resorts Operating Income as reported	\$ 1,534	\$ 1,178	\$ 356	
Less: Euro Disney and Hong Kong Disneyland Operating Income / (Loss)	22	(55)	77	
Parks and Resorts Operating Income excluding Euro Disney and Hong Kong Disneyland Operating Income / (Loss) and excluding royalties and management fees	1,512	1,233	279	23%
Add: Royalties and management fees	80	46	34	
Parks and Resorts Operating Income excluding Euro Disney and Hong Kong Disneyland Operating Income / (Loss) and including royalties and management fees	1,592	1,279	313	
Add: Equity in the Income / (Loss) of Euro Disney and Hong Kong Disneyland	(72)	(42)	(30)	
Parks and Resorts Operating Income including Euro Disney and Hong Kong Disneyland under the equity method of accounting	<u>1,520</u>	<u>1,237</u>	<u>283</u>	
Margins including Euro Disney and Hong Kong Disneyland as reported	15.5%	13.1%	2.4%	
Margins excluding Euro Disney and Hong Kong Disneyland and excluding royalties and management fees	18.3%	16.2%	2.1%	
Margins excluding Euro Disney and Hong Kong Disneyland and including royalties and management fees	19.1%	16.7%	2.4%	
Margins including Euro Disney and Hong Kong Disneyland under the equity method of accounting	18.2%	16.2%	2.0%	

**Reconciliation of Non-GAAP Financial Measures
To Corresponding GAAP Financial Measures
Quarter Ended September 30, 2006**

Q406 and Q405

Parks and Resorts Margins

Parks and Resorts margins excluding Euro Disney and Hong Kong Disneyland and excluding royalties and management fees, Parks and Resorts margins excluding Euro Disney and Hong Kong Disneyland and including royalties and management fees, and Parks and Resorts margins including Euro Disney and Hong Kong Disneyland under the equity method of accounting are not measures of performance defined by, or calculated in accordance with generally accepted accounting principles (GAAP). These measures are based on revenue and operating income excluding Euro Disney and Hong Kong Disneyland's revenues and operating income and either including or excluding the impact of royalties and management fees, and including Euro Disney and Hong Kong Disneyland under the equity method of accounting, which are also non-GAAP financial measures, and should not be considered in isolation, or as a substitute for the corresponding GAAP financial measures. These measures, as calculated by the Company, may not be comparable to similarly titled measures employed by other companies.

The following table presents reconciliations of Parks and Resorts revenue, operating income and margins as described above (unaudited, in millions except margin percentages):

	Q4 FY06	Q4 FY05	Change	
Parks and Resorts Revenue as reported	\$ 2,542	\$ 2,360	\$ 182	
Less: Euro Disney and Hong Kong Disneyland Revenue	(518)	(431)	(87)	
Parks and Resorts Revenue excluding Euro Disney and Hong Kong Disneyland Revenue and royalties and management fees	2,024	1,929	95	5%
Add: Royalties and management fees	33	26	7	
Parks and Resorts Revenue excluding Euro Disney and Hong Kong Disneyland Revenue and including royalties and management fees	<u>\$ 2,057</u>	<u>\$ 1,955</u>	<u>\$ 102</u>	
Parks and Resorts Operating Income as reported	\$ 396	\$ 309	\$ 87	
Less: Euro Disney and Hong Kong Disneyland Operating Income / (Loss)	64	10	54	
Parks and Resorts Operating Income excluding Euro Disney and Hong Kong Disneyland Operating Income / (Loss) and excluding royalties and management fees	332	299	33	11%
Add: Royalties and management fees	33	26	7	
Parks and Resorts Operating Income excluding Euro Disney and Hong Kong Disneyland Operating Income / (Loss) and including royalties and management fees	365	325	40	
Add: Equity in the Income / (Loss) of Euro Disney and Hong Kong Disneyland	5	(17)	22	
Parks and Resorts Operating Income including Euro Disney and Hong Kong Disneyland under the equity method of accounting	<u>370</u>	<u>308</u>	<u>62</u>	
Margins including Euro Disney and Hong Kong Disneyland as reported	15.6%	13.1%	2.5%	
Margins excluding Euro Disney and Hong Kong Disneyland and excluding royalties and management fees	16.4%	15.5%	0.9%	
Margins excluding Euro Disney and Hong Kong Disneyland and including royalties and management fees	17.7%	16.6%	1.1%	
Margins including Euro Disney and Hong Kong Disneyland under the equity method of accounting	18.0%	15.8%	2.2%	

Operating Margin before depreciation and amortisation of EuroDisney and Net loss on a comparable basis for Euro Disney are not measures of performance defined by, or calculated in accordance with generally accepted accounting principles (GAAP). These measures should not be considered in isolation, or as a substitute for the corresponding GAAP financial measure. These measures, as calculated by the Company, may not be comparable to similarly titled measures employed by other companies. The following reconciles Operating Margin before Depreciation and Amortisation of EuroDisney and Net loss on a comparable basis of EuroDisney to the most comparable measures calculated in accordance with International Financial Reporting Standards, the accounting basis on which EuroDisney reports its financial statements.

Euro Disney S.C. A.
Annual Results for Fiscal Year 2006
Operating Margin Before Depreciation and Amortization

<i>(€ in millions, unaudited)</i>	Fiscal Year		Variance	
	2006	2005	Amount	%
Operating margin	(2.4)	(31.9)	29.5	-92.5%
Plus: Depreciation and amortisation	150.3	146.0	4.3	2.9%
Operating margin before depreciation and amortisation⁽¹⁾	147.9	114.1	33.8	29.6%
<i>As a percentage of revenues</i>	<i>13.6%</i>	<i>11.0%</i>		<i>+ 2.6 ppt</i>

Euro Disney S.C. A.
Annual Results for Fiscal Year 2006
Comparable Basis Results

<i>(€ in millions, unaudited)</i>	Fiscal Year		Variance	
	2006	2005	Amount	%
Net loss	(88.6)	(53.1)	(35.5)	66.9%
<i>Excluding:</i>				
Gains from debt modifications	-	(58.9)	58.9	n/m
Net loss on a comparable basis	(88.6)	(112.0)	23.4	-20.9%
Net loss on a comparable basis attributable to:				
Equity holders of the parent	(73.1)	(92.0)	18.9	-20.5%
Minority interests	(15.5)	(20.0)	4.5	-22.5%