**NEWS CORPORATION REPORTS THIRD QUARTER RESULTS FOR FISCAL 2016**

**FISCAL 2016 THIRD QUARTER KEY FINANCIAL HIGHLIGHTS**

**Revenues of $1.9 billion compared to $2.0 billion in the prior year**

**Total Segment EBITDA of $158 million excluding a one-time settlement charge of $280 million;**

**Reported Total Segment EBITDA was ($122) million (which includes the settlement charge)**

**Loss from continuing operations of $128 million, which includes the settlement charge, net of tax, compared to income from continuing operations of $56 million in the prior year**

**Adjusted EPS were $0.04 compared to $0.09 in the prior year – Reported EPS from continuing operations were ($0.26) compared to $0.08 in the prior year**

**Completed the acquisition of iProperty, bolstering the Digital Real Estate Services segment**

**Realtor.com® achieved record traffic in March 2016**

**esults,ChiefExecutiveRobertThomsonsaid:**

*ults were materially affected by a $280 million pre-tax charge at News America Marketing to uit and related claims, and continued currency headwinds, which impacted revenues by $72 y $9 million. Excluding those and other items, revenues and EBITDA declined 5% and 8%, as still disappointing. We believe, however, that the company is on track to see fourth quarter, with the expansion of our digital real estate business, foreign currency y beginning to ease, and cost saving initiatives taking firmer root.*

*growth continues apace and we enhanced our status as the world's largest digital property completion of the iProperty acquisition in Southeast Asia. Meanwhile, traffic and revenue ust at REA and realtor.com*

*®. We are particularly focused on driving mobile revenue growth, and are pleased with the results at realtor.com®, where the mobile audience grew close to 50% this quarter, and now represents 60% of page views and the majority of leads.*

*Despite the difficult conditions for advertising, we saw both Dow Jones and News Corp Australia contributing to Segment EBITDA growth, thanks to an increase in paid digital subscribers, digital advertising growth and ongoing cost reduction to improve efficiency. While we believe in the strength of our print properties, we are also investing energetically in the rapid pursuit of digital which is clearly evident in the transition at Dow Jones. At Dow Jones this quarter, digital accounted for more than 50% of total revenues for the first time, and digital-only subscribers at the Wall Street Journal grew to 893,000, representing nearly 45% of the base. We are building a strong digital platform on top of the WSJ print circulation which today is double the size of its nearest competitor.*

*With the advertising market in the midst of upheaval, advertisers and agencies are experimenting with their spend. We believe that premium mastheads and audiences are currently undervalued by agencies, some of which are more focused on fashion than function. With Silicon Valley's demand for quality content more*

The difference in free cash flow available to News Corporation above includes a negative

**NEWS CORPORATION**

**CONSOLIDATED BALANCE SHEETS**
**(in millions)**

| | As of March 31, 2016 | As of June 30, 2015 |
|---|---|---|
| **ASSETS** | (unaudited) | (audited) |
| Current assets: | | |
| Cash and cash equivalents | $ 1,972 | $ 1,951 |
| Receivables, net | 1,254 | 1,283 |
| Other current assets | 679 | 780 |
| Total current assets | 3,905 | 4,014 |

The following tables reconcile reported revenues and Segment EBITDA by segment to Adjusted Revenues and Adjusted Segment EBITDA by segment for the nine months ended March 31, 2016 and 2015.

For the nine months ended March 31, 2016

| | As Reported | Impact of |
|---|---|---|

**NOTE 2**

| | For the three months ended March 31, 2016 | For the three months ended March 31, 2015 |
|---|---|---|
| Net (loss) | | |

| | For the nine months ended March 31, 2016 | | For the nine months ended March 31, 2015 | |
|---|---|---|---|---|
| | Net income available to stockholders | EPS | Net income available to stockholders | EPS |
| | (in millions, except per share data) | | | |
| **Income from continuing operations** | $ 121 | $ | $ | |