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TMT Radio & TV Broadcasting

SX Exhibit 225 RP

Deutsche Bank

2 May 2007

Sirius Satellite Radio

Reuters. **SIRI.OQ** Bloomberg. **SIRI UW** Exchange **NMS** Ticker **SIRI**

1Q: fine-tuning for OEM above and ARPU below estimates

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Maintaining buy on merger chances while fine-tuning TP to $4.25 from $4.75
OEM channel growth of 365k beat our 209k estimate, while retail net sub adds of 192k were in line. Subscription ARPU miss, $10.15 vs $10.37 estimate, pulls our full-year estimate to $10.13 from $10.49, and with lower ad revenue forecast (to $41m from $65m) moves 2007 revenue estimate to $927m from $976m. These model adjustments aside, our Buy investment thesis remains that SIRI is a play on economic growth of satellite radio in U.S. vehicles, with $0.50 per share of merger upside, reflecting 50% estimate of done deal.

If OEMs build it, the subs will come
OEM net subscriber additions of 365k were above our 209k est, while retail/rental net sub additions were 191k, in line with our 187k estimate. Avg monthly churn was 2.3%, below our 2.4% estimate, reflecting some seasonal increase from 2.0% in 4Q due to increase renewal opportunities one-year year post-Stern launch. SAC per gross add was $104, above our $95 estimate, reflecting the greater-than-expected mix of OEM subs.

Our 2007 estimate for adjusted loss from ops goes to $345m from $307m
Sirius reaffirmed all full-year 2007 guidance, including 8+m YE subs, full-year revenue "approaching" $1bn, and $95 in SAC per gross sub add. We infer that retail subscriber growth in 2Q-4Q will be less than we had expected, but keep our OEM growth estimate for 2Q-4Q basically unchanged. As to the merger, we are incrementally more cautious about the size of program synergies, but leave our estimate of deal approval at a good possibility.

Buy rating reflects 12-mo TP of $4.25 and 50% change of merger approval
Our target price is based on a DCF assuming 14.1m Sirius subs by 2010, 28m by 2020, a 4% TVG and 14% WACC and merger analysis assuming $3.2bn in synergies and 50% probability of deal completion with few material conditions. Risks include changing market for technology-driven businesses, subscriber growth volatility, competing technologies, rising costs, and adverse legal or regulatory developments (including failure to gain merger approval).

Forecasts and ratios

Year End Dec 31	2006A	2007E	2008E
1Q EPS[1]	-0 33	–	–
2Q EPS	-0.17	–	–
3Q EPS	-0 12	–	–
4Q EPS	-0.17	–	–
FY EPS (USD)	-0.79	**-0.46**	-0.37
Revenue (USDm)	637 2	**926.6**	1,224.5

Source Deutsche Bank estimates company data

[1] Includes the impact of FAS123R requiring the expensing of stock options

Results Review

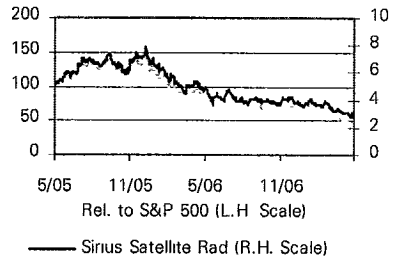
Buy

Price at 1 May 2007 (USD)	2.87
Price Target	4.25
52-week range	4.75 - 2.77

Key changes

Target Price	4 75 to 4.25 ↓	-10.5%
EPS (USD)	-0 48 to -0.46 ↑	-4.5%
Revenue (USDm)	976 3 to 926.6 ↓	-5.1%

Price/price relative



Performance (%)	1m	3m	12m
Absolute	*-10.3*	*-22 4*	*-38 1*
S&P 500	*4.6*	*2 8*	*13 9*

Stock & option liquidity data

Market Cap (USDm)	4,057.8
Shares outstanding (m)	1,413.9
Free float (%)	100
Volume (1 May 2007)	24,687,882
Option volume (und shrs., 1M avg)	1,286,340

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DISCLOSURES AND ANALYST CERTIFICATIONS ARE LOCATED IN APPENDIX 1

OEM lever lifts 1Q

Figure 1: Sirius Satellite Radio 1Q07 results

Sirius Satellite Radio: 1Q07 results

(in m except per unit data)	1Q07A	1Q07E	Diff.	1Q06A	Year-over-Year Growth 1Q07A	Year-over-Year Growth 1Q07E
Income statement						
Total revenue	$ 204.0	$ 210.2	$ (6.15)	$ 126.7	61.1%	65.9%
Net ad sales revenue	$ 6.7	$ 16.2	$ (9.5)	$ 7.3	-8.4%	121.2%
Operating expense	$ 312.3	$ 329.3	$ (16.98)	$ 547.9	-43.0%	-39.9%
EBITDA	$ (108.3)	$ (119.1)	$ 10.83	$ (421.2)	NM	NM
Margin	-----	-----	$ -	-----		
Equity grants to 3rd parties/-ees	$ (24.3)	$ (59.6)	$ 35.33	$ (284.6)	NM	NM
EBITDA pre-equity grants	$ (84.0)	$ (59.5)	$ (24.50)	$ (136.7)	NM	NM
EPS	($0.10)	$ (0.10)	$ (0.00)	$ (0.79)	NM	NM
Operating metrics						
Net subscriber additions (000)	550	420	131	761	-27.7%	-44.9%
Churn	2.3%	2.4%	-0.1%	1.8%	28.9%	34.7%
Total ARPU	$10.10	$ 10.37	$ (0.27)	$ 10.15	-0.5%	2.1%
SAC per gross activation	$ 104	$ 95	$ 9	$ 113	-8.0%	-15.5%

Source Company documents, Deutsche Bank Securities estimates

OEM channel gives long-term and near-term benefits

For 1Q, Sirius had 193.0k retail net subscriber additions, a 1.2k decline in Hertz rental car subscribers, for net retail/aftermarket subscriber growth of 191.8k, ahead of our 187k estimate. OEM net adds of 365k were above our 209k est. Avg monthly churn was 2.3%, below our 2.4% estimate, reflecting some seasonal increase from 2.0% in 4Q due to increase renewal opportunities one-year year post-Stern launch.

ARPU missed, due to increasing family plan and multi-year mix

1Q07 total revenue of $204m was below our $210m estimate by 2.9%, as subscription ARPU of $10.10 was below our $10.37 estimate by 2.6%. Family plan mix rose to 16% at the end of 1Q vs 15% at the end of 4Q. In addition, some increase in mix of discounted longer-term plans contributed secondarily to the lower subscription ARPU. Ad sales revenue of $10.1m missed our $16.2m estimate, reflecting comparisons against special advertising from the launch of Howard Stern's show and a sluggish national advertising market for radio generally.

1Q SAC of $104 slightly missed our $95 estimate

We attribute the higher than expected SAC to higher than expected mix of subscribers in the OEM channel, which has a higher SAC per gross subscriber addition than retail. That said, SAC per gross add was down 8% YoY, reflecting declines in both the OEM and retail channels, largely due to lower equipment subsidies with newer generations of receivers.

Adjusted loss from ops of $84m missed our $57m loss estimate

The main drivers of the negative variance versus our estimates were 1) higher SAC expense, $100m vs our $81m estimate, and 2) lower revenue ($6m variance). Sirius for the first time disclosed a line item for revenue share and royalties, $27.1m vs $13.5m last year. This line item contains music royalties, previously in program expense, and OEM and other distribution revenue shares, previously in sales and marketing expense. By our analysis, program expense, sales and marketing, and revenue share and royalties were slightly better than our estimate, at $116.7m vs our $120.1m estimate.

We expected shift to OEM growth, just not so much so fast

We believe that Ford's ramp in installations was faster than we expected in 1Q. That said, we estimate roughly 603k OEM gross subscriber additions in 1Q, up at a measured pace from 496k we estimate for 4Q06. Another driver of OEM growth in our view is the lower self-pay churn in the OEM than the retail/aftermarket channel, which we believe is the case for both Sirius and XM. While Sirius' OEM channel growth is somewhat less transparent than XM's, given the differing length of the Chrysler (12-month) and Ford (6-month) bundled plans, and XM's disclosure of OEM promotional sub counts and promotional conversion rates, we do not have any reason to believe that the dynamics of OEM conversion and self-pay churn are materially different for Sirius than XM.

We forecast installation rates for Ford approaching 30% by year-end, and 41% for Chrysler for full-year 2007. Mercedes leads this way with 80% installation planned for this year. While we estimate BMW's installation rate is closer to 60%, we believe that BMW is increasing its bundling of Sirius in premium options packages, which tends to result in higher take-rates, other things equal.

Sirius expects roughly 4m retail/aftermarket gross subs in 2007

Management gave this industry expectation on the 1Q call. This would imply roughly flat retail growth for the year. Two drivers of growth that could help meet this goal are increasing use of two important new channels, Wal-Mart and direct-to-consumer. The highest volume retail products for Sirius are in the $79-$149 range. Despite growth from some of these less tapped channels, we are more cautious on industry growth for the year, and assume the satellite radio retail category finishes down 17% in 2007, on sequential quarterly improvement. We forecast 54% market share for Sirius at retail for 2007, above the 52% in March, we think reflected some promotional discounting by XM as it cleared out some of its older inventory.

Tracking FCF

We lowered our 2007 FCF estimate to a loss of $268m from $153m. Given that the company posted a FCF loss of c.$146m, this means we forecast negative FCF of C.$120m for the balance of 2007. Sirius finished 1Q07 with a net cash position of $264m. Assuming that the company spends $150m for satellite construction and launch in 2008, we forecast a 2008 FCF loss of $278m. This would leave the company in need of financing by YE 2008. The company at present has a $100m Loral financing facility as well. Given that the company's 2.5% convertible notes come due in 2009 ($4.41 per share conversion price), we anticipate that the company could be in a position (absent a merger, of course) of going back to the market to fund this convertible note liability at some point over the next two years or so.

Figure 2: Sirius Satellite Radio consolidated estimate changes

Sirius Satellite Radio Consolidated Estimate Changes

(in m except per unit data)	2005E NEW	2006E NEW	%CHG YR/YR	2007E OLD	2007E CHG	2007E NEW	%CHG YR/YR	2008E OLD	2008E CHG	2008E NEW	%CHG YR/YR
Income statement											
Total revenue	$ 242.2	$ 637.2	163.1%	$ 979.2	$ (52.6)	$ 926.6	45.4%	$ 1,293.6	$ (69.2)	$ 1,224.5	32.1%
Net ad sales revenue	$ 6.1	$ 31.0	406.3%	$ 65.1	$ (24.4)	$ 40.7	31.1%	$ 89.5	$ (1.3)	$ 88.2	116.7%
Operating expense	$ 972.8	$ 1,603.7	64.8%	$ 1,505.4	$ (86.8)	$ 1,418.6	-11.5%	$ 1,637.1	$ (47.8)	$ 1,589.2	12.0%
EBITDA	$ (730.6)	$ (966.4)	NM	$ (526.2)	$ 34.2	$ (492.0)	NM	$ (345.8)	$ (18.9)	$ (364.8)	NM
Margin	*-302%*	*-152%*	-49.7%	*-54%*	*1%*	*-53%*	-65.0%	*-27%*	*-3%*	*-30%*	-43.9%
Equity grants to 3rd parties/-ee	$ (163.1)	$ (442.4)	171.3%	$ (217.4)	$ 70.0	$ (147.4)	-66.7%	$ (217.4)	$ -	$ (217.4)	47.5%
Adjusted operating income	$ (567.5)	$ (524.1)	-7.7%	$ (308.8)	$ (35.8)	$ (344.6)	-34.2%	$ (133.5)	$ (13.9)	$ (147.4)	-57.2%
EPS	$ (0.65)	$ (0.79)	NM	$ (0.48)	$ 0.02	($0.46)	NM	$ (0.35)	$ (0.02)	($0.37)	NM
Operating metrics											
Net subscriber additions (000)	2,173	2,708	24.6%	2,002	(16)	1,986	-26.7%	2,139	(329)	1,811	-8.8%
Subscribers, EOP	3,317	6,025	81.7%	8,027	(16)	8,011	33.0%	10,166	(345)	9,821	22.6%
Churn	1.5%	1 9%	24.7%	2.3%	0.1%	2 4%	27.6%	2.5%	0.0%	2.6%	8.1%
Total ARPU	$ 8.78	$ 10.45	19.0%	$ 10.47	$ (0.34)	$ 10.13	-3.1%	$ 11.00	$ (0.43)	$ 10.57	4.4%
SAC	$ 139	$ 114	-18.0%	$ 95	$ (1)	$ 95	-16.8%	$ 81	$ (0)	$ 81	-15.0%

Source Company documents, Deutsche Bank Securities estimates

Fine-tuned 07E adj. op. income to $345m loss from $307m loss

We have revised our key operating estimates as indicated in the above table.

2008 ests are 9.8m YE subs, $1.2bn in rev and $278m FCF loss

Our 2008 subscription ARPU estimate goes to $10.57 from $11.06, a 4% increase off our now lower 2007 ARPU estimate of $10.13. Our FCF loss estimate for 2008 reflects a capex estimate for 2008 of $217m, which includes $150m for the additional geostationary satellite.

Investment conclusion

We leave intact our Buy rating, while lowering our 12-month target price to $4.25 from $4.75 (please see DCF and synergies models on following pages), after fine-tuning our model after 1Q results and 2007 guidance Our key 2007 estimate changes are 6% lower retail net sub add estimate, offset by higher OEM net sub add estimate, and 5% lower revenue estimate. We view as positive for the satellite radio sector the increasing installation rates by Sirius' OEM partners We continue to believe the market has grown too pessimistic on the probability of merger approval, which also supports our Buy rating.

Figure 3: Sirius Satellite Radio discounted cash flow model

	2004A	2005E	2006A	2007E	2008E	2009E	2010E	2011E	2012E	2013E	2014E	2015E	2016E	2017E	2018E	2019E	2020
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
EBITDA	($590)	($731)	($966)	($492)	($365)	($179)	$26	$270	$478	$673	$826	$961	$1,095	$1,218	$1,333	$1,440	$1,535
Free Cash Flow	($427)	($334)	($501)	($269)	($278)	($161)	$152	$107	$312	$558	$1,030	$1,190	$1,352	$1,521	$1,464	$1,272	$1,434
Plus· Cash Interest Expense	6	15	44	57	69	91	99	98	96	23	0	0	0	0	0	0	0
Less Income Tax Credit (35 0%)	0	(5)	(16)	(20)	(24)	(32)	(35)	(34)	(34)	(8)	0	0	0	0	0	0	0
Unlevered Free Cash Flow	($422)	($324)	($472)	($231)	($233)	($102)	$216	$170	$374	$573	$1,030	$1,190	$1,352	$1,521	$1,464	$1,272	$1,434
2005 PV of FCF discounted at 13%			(419 0)	(182 3)	(163 3)	(63 2)	119 3	83 5	163 1	221 8	353 8	362 9	366 1	365.9	312 8	241 3	241 5
2006 PV of FCF discounted at 13%				(205 3)	(183 9)	(71 2)	134 3	94 1	183 6	249 7	398 4	408 6	412 3	412 1	352 2	271 7	272 0
2007 PV of FCF discounted at 13%					(207 0)	(80.2)	151 3	105 9	206 8	281 2	448 7	460 1	464 3	464 0	396.6	306 0	306 3
2008 PV of FCF discounted at 13%						(90 3)	170 3	119 3	232 8	316 6	505 2	518 1	522 8	522 5	446 6	344 6	344 9
Terminal Value																14,980	17,012
• Implied Multiple of Free Cash Flow																11 8x	11 9x
• Implied Multiple of EBITDA																10 4x	11 1x

	YE06	YE07	YE08
Sum of Free Cash Flow at PV	$2,729	$3,304	$3,954
Plus Terminal Value (12 6% discount rate	$3,227	$3,634	$4,092
Total Enterprise Value	$5,956	$6,938	$8,046
• Multiple of Total Revenue	24 6x	7 5x	22 1x
Plus			
End of Year Cash	$486 8	$217 9	$10 0
In-the-money Warrant Proceeds	0 0	0 0	0 0
Subtotal cash + proceeds	486 8	217 9	10 0
Less			
Long-Term Debt	(1,068 2)	(1,068 2)	(1,031 7)
Debt adjustment (converts-in-the-money)	0 0	36 5	0 0
Bank Debt / Other Debt	(50 3)	(50 3)	(198 4)
Subtotal debt + other	(1,118 6)	(1,082 1)	(1,230 1)
Plus			
Value of options	0 0	0 0	0 0
Net Equity Value	$5,324	$6,074	$6,826
Treasury Method Shares Outstanding	1,544 3	1,544 3	1,544 3
Equity Value Per Share	$3.45	$3.93	$4.42
Median	$4 18		
Price on 5/1/07	$2 90	$2 90	$2 90
Upside to Target Price Per Share	18 9%	35 6%	52 4%

DCF assumptions																	
Subscribers, EOP (mm)	*3 3*	*6 0*	*8 0*	*9 8*	*12 1*	*14.1*	*16 1*	*17 8*	*19 4*	*20.9*	*22.2*	*23 4*	*24.7*	*25.8*	*26 9*	*28 0*
Subscribers growth	*190%*	*82%*	*33%*	*23%*	*23%*	*17%*	*14%*	*11%*	*9%*	*8%*	*6%*	*5%*	*5%*	*5%*	*4%*	*4%*
ARPU	*$10 34*	*$ 10 45*	*$10 13*	*$10.57*	*$11 03*	*$11.44*	*$11 63*	*$11 79*	*$11 97*	*$12.12*	*$12.24*	*$12 35*	*$12.48*	*$12 59*	*$12 70*	*$12 82*
ARPU growth		*1 1%*	*-3 1%*	*4 4%*	*4 3%*	*3 7%*	*1 6%*	*1 4%*	*1 5%*	*1.3%*	*1.0%*	*0.9%*	*1 0%*	*0 8%*	*0 9%*	*1 0%*
Advertising growth	*577%*	*406%*	*31%*	*117%*	*24%*	*20%*	*23%*	*11%*	*9%*	*8%*	*7%*	*15%*	*5%*	*5%*	*4%*	*0%*
Revenue growth	*262%*	*163%*	*45%*	*32%*	*28%*	*24%*	*18%*	*14%*	*11%*	*10%*	*8%*	*7%*	*6%*	*6%*	*5%*	*5%*
EBITDA growth	*NM*	*NM*	*NM*	*NM*	*NM*	*NM*	*942%*	*77%*	*41%*	*23%*	*16%*	*14%*	*11%*	*9%*	*8%*	*7%*
EBITDA margin	*-302%*	*-152%*	*-53%*	*-30%*	*-11%*	*1%*	*12%*	*18%*	*23%*	*26%*	*28%*	*30%*	*31%*	*32%*	*33%*	*34%*
Adjusted operating income margin	*NM*	*-82%*	*-37%*	*-12%*	*2%*	*13%*	*21%*	*27%*	*31%*	*33%*	*35%*	*36%*	*37%*	*38%*	*38%*	*39%*
Unlevered FCF growth rate	*NM*	*NM*	*NM*	*NM*	*NM*	*NM*	*-21%*	*120%*	*53%*	*80%*	*15%*	*14%*	*13%*	*-4%*	*-13%*	*13%*

Source Deutsche Bank Securities Inc estimates and company information

Figure 4: Pro forma enterprise value estimate. YE 2007 ($ in millions)

12-month target price estimate - merger scenario

(numbers in millions except per share)

XMSR Enterprise Value (YE07)	$5,668
SIRI Enterprise Value (YE07)	$6,938
Present Value of Cost Synergies	$3,183
SIRI+XMSR Enterprise Value	**$15,790**
Total Net Debt	
SIRI's Cash	$218
SIRI's Total Debt	($1,082)
SIRI's Net Debt	($864)
XMSR's Cash	$152
XMSR's Total Debt	($1,793)
XMSR's Net Debt	($1,640)
SIRI+XMSR Total Net Debt	**($2,504)**
SIRI+XMSR Equity Value	**$13,285**
Number of Shares	
XMSR (334*4.6)	1,536
SIRI	1,544
Total number of shares	**3,081**
SIRI's value per share - stand alone	**$3.93**
SIRI+XMSR Target Price ($/share)	**$4.31**
Likelihood of merger approval w/o subst. conditions	50%
Probability-weighted SIRI target value per share	**$4.12**

Source Deutsche Bank Securities Inc estimates

Figure 5: Sirius Satellite Radio subscriber model

	2005A	1Q06A	2Q06A	3Q06A	4Q06A	2006A	1Q07A	2Q07E	3Q07E	4Q07E	2007E	2008E	2009E	2010E
Satellite Radio Industry Subscribers	9,250	10,580	11,578	12,305	13,653	13,653	16,995	20,382	24,493	28,490	16,995	20,382	24,493	28,490
• % Change Yr / Yr	111.5%	102.7%	85.8%	70.7%	47.6%	47.6%	60.6%	76.0%	99.0%	108.7%	24.5%	19.9%	20.2%	16.3%
• Industry Net Additions	4,877.1	1,330.1	998.5	727.1	1,347.9	4,403.6	3,342.2	3,386.7	4,110.7	3,997.2	3,342.2	3,386.7	4,110.7	3,997.2
Sirius Satellite Subscribers														
Beginning of Period Sirius Subscribers	1,143	3,317	4,078	4,678	5,119	3,317	6,025	6,581	6,982	7,378	6,025	8,011	9,821	12,065
Gross Additions	2,519	961	831	732	1,235	3,758	988	876	881	1,246	3,999	4,576	5,513	6,073
• % Change Yr / Yr	155.4%	170.8%	92.0%	57.4%	-2.5%	49.2%	2.9%	5.5%	20.3%	1.0%	6.4%	14.4%	20.5%	10.1%
Disconnects	(346)	(199)	(230)	(291)	(329)	(1,050)	(438)	(475)	(486)	(614)	(2,013)	(2,765)	(3,269)	(4,074)
• % Monthly Churn (1)	1.5%	1.8%	1.8%	2.0%	2.0%	1.9%	2.3%	2.3%	2.3%	2.7%	2.4%	2.6%	2.5%	2.6%
Net Additions	2,173	761	600	441	905	2,708	550	401	395	633	1,986	1,811	2,244	1,999
• % Change Yr. / Yr.	146.4%	149.2%	64.1%	22.8%	-20.8%	24.6%	-27.7%	-33.2%	-10.4%	-30.1%	-26.7%	-8.8%	23.9%	-10.9%
• % of Industry Net Additions	44.6%	57.2%	60.1%	60.7%	67.2%	61.5%	16.5%	11.8%		15.8%	59.4%	53.5%	54.6%	50.0%
								Guidance 2.2-2.4%, 1Q07 release reaffirmed						
End of Period Sirius Subscribers	**3,317**	**4,078**	**4,678**	**5,119**	**6,025**	**6,025**	**6,581**	**6,982**	**7,378**	**8,011**	**8,011**	**9,821**	**12,065**	**14,064**
• Weighted Average Subscribers	2,121.2	3,782.6	4,354.4	4,848.3	5,415.4	4,535.2	6,295.3	6,767.8	7,165.1	7,577.0	6,918.3	8,825.4	10,831.2	12,964.9
• % of Industry Subscribers	35.9%	38.5%	40.4%	41.6%	44.1%	44.1%	38.7%	34.3%	30.1%	28.1%	47.1%	48.2%	49.3%	49.4%
								Guidance: 8m+, 1Q07 release reaffirmed						
Sirius Satellite Net Addition Breakout														
OEM Market	620	225	325	236	349	1,135	365	277	299	206	1,146	1,150	1,622	1,424
• % of Sirius Satellite Net Additions	28.5%	29.6%	54.1%	53.6%	38.5%	41.9%	66.3%	69.1%	75.6%	32.5%	57.7%	63.5%	72.3%	71.3%
Retail/Hertz	1,553	536	276	205	556	1,573	192	124	96	427	840	660	623	574
• % of Sirius Satellite Net Additions	71.5%	70.4%	45.9%	46.4%	61.5%	58.1%	34.9%	30.9%	24.4%	67.5%	42.3%	36.5%	27.7%	28.7%
Sirius Satellite Subscriber Breakout														
OEM Market	824	1,049	1,374	1,610	1,959	1,959	2,324	2,601	2,900	3,105	3,105	4,256	5,877	7,302
• % of Sirius Satellite Subscribers	24.8%	25.7%	29.4%	31.5%	32.5%	32.5%	35.3%	37.2%	39.3%	38.8%	38.8%	43.3%	48.7%	51.9%
Retail/Hertz	2,493	3,029	3,305	3,509	4,066	4,066	4,257	4,382	4,478	4,905	4,905	5,565	6,188	6,763
• % of Sirius Satellite Subscribers	75.2%	74.3%	70.6%	68.5%	67.5%	67.5%	64.7%	62.8%	60.7%	61.2%	61.2%	56.7%	51.3%	48.1%

Source Company reports and Deutsche Bank estimates

Figure 6: Sirius Satellite Radio income statement (in $ millions)

	2004A	2005A	1Q06A	2Q06A	3Q06A	4Q06A	2006A	1Q07A	2Q07E	3Q07E	4Q07E	2007E	2008E	2009E	2010E
Revenue															
Subscriber Revenue, Net Rebate & Ex-Act F	$60 8	$216 8	$110 0	$134 7	$152 7	$161 4	$558 8	$188 1	$202 4	$215 5	$211.0	$817 0	$1,091 4	$1,403 2	$1,752 1
• Revenue / Avg Sub / Month (C=A+B)	$9 65	$9 70	$9 69	$10 31	$10 50	$9 94	$10 12	$9 96	$9 97	$10 02	$9 28	$9 84	$10 31	$10 80	$11 26
Subscription Revenue	65 2	232 4	119 3	139 9	156 9	177 1	593 3	191 2	204 8	217 4	218 7	832 1	1106 3	1416 9	1772 9
• % Change Yr / Yr	373 9%	256 5%	172 5%	180 1%	144 6%	144 9%	155 3%	71 1%	$0 5	$0 4	$0 3	40 2%	33 0%	28 1%	25 1%
• Subscription rev / Avg Sub / Month (A)	$10 58	$10 52	$10 27	$10 47	$10 62	$10 17	$10 38	$10 20	$10 09	$10 11	$9 41	$10 02	$10 45	$10 90	$11 40
Hardware Rebate	(4 4)	(15 8)	(9 3)	(5 2)	(4 2)	(15 7)	(34 5)	(3 1)	(2 4)	(1 9)	(7 5)	(15 1)	(14 9)	(13 7)	(20 8)
• Rebate / Avg Sub / Month (B)	($0 73)	($0 61)	($0 41)	($0 40)	($0 29)	($0 97)	($0 63)	($0 16)	($0 12)	($0 09)	($0 33)	($0 18)	($0 14)	($0 11)	($0 13)
Activation Fees	2 1	$6 8	5 2	2 9	2 6	5 8	$16 6	2 6	2 1	1 7	17 6	$24 0	$28 4	$30 4	$27 9
• Revenue / Avg Sub / Month (D)	$0 28	$0 27	$0 46	$0 22	$0 18	$0 36	$0 30	$0 14	$0 10	$0 08	$0 78	$0 29	$0 27	$0 23	$0 18
Subscriber Revenue, Net Rebate	$62 9	$223 6	$115 2	$137 6	$155 3	$167 3	$575 4	$190 8	$204 5	$217 1	$228 6	$841.0	$1,119 8	$1,433 6	$1,780 0
• Reported ARPU (E=C+D)	$10 02	$10 34	$10 15	$10 54	$10 68	$10 39	$ 10 45	$ 10 10	$ 10 07	$ 10 10	$ 9 86	$10 13	$10 57	$11 03	$11 44
Advertising, Net	0 9	6 1	7 3	8 1	7 1	8 5	31 0	6 7	9 8	10 7	13.5	40 7	88 2	109 4	131 1
• % Change Yr / Yr	$6 8	576 7%	----	----	----	----	406 3%	-8 4%	20 0%	50 0%	60 0%	31 1%	116 7%	24 1%	19 8%
• Revenue / Avg Sub / Month	$0 12	$0 24	$0 65	$0 62	$0 49	$0 52	$0 57	$0 38	$0 48	$0 50	$0 59	$0 49	$0 83	$0 84	$0 84
• % of Total Revenue	1 4%	2 5%	5 8%	5 4%	4 3%	4 4%	4 9%	3 3%	4 3%	4 4%	5 3%	4 4%	7 2%	7 0%	6 8%
Equipment & Other Revenue	3 1	12 5	4 1	4 3	4 6	17 7	30 8	6 5	12 8	12 8	12 8	45 0	16 5	19 8	21 9
Total Revenue	**$66 9**	**$242.2**	**$126.7**	**$150.1**	**$167 1**	**$193.4**	**$637.2**	**$204.0**	**$227.0**	**$240 6**	**$254.9**	**$926.6**	**$1,224.5**	**$1,562.9**	**$1,933.0**
• % Change Yr / Yr	419 4%	262 3%	192 4%	187 6%	150 1%	142 0%	163 1%	61 1%	51 3%	44 0%	31 9%	45 4%	32 1%	27 6%	23 7%
• Total Revenue / Avg Sub / Month	$10 65	$10 89	$11 16	$11 49	$11 49	$11 90	$11 71	$10 80	$11 18	$11 19	$11 22	$11 16	$11 56	$12 02	$12 42
Programming Expense	($63 2)	($98 6)	($56 4)	($53 0)	(55 9)	($64 8)	($230 2)	($57 1)	($53 0)	($67 1)	($80 3)	($257 5)	($283 9)	($310 4)	($339 4)
• % Change Yr / Yr	109 1%	56 1%	130 5%	228 3%	137 5%	88 3%	143 4%	1 1%	0 0%	20 0%	23 8%	11 8%	10 3%	9 3%	9 3%
Customer Care and Billing	(22 3)	(46 7)	($15 8)	($13 7)	(14 7)	(23 9)	(68 1)	(21 7)	(23 3)	(24 6)	(32 5)	(102 1)	(116 5)	(130 0)	(155 6)
• $ / Avg Subscriber / Month	$3 56	$1 83	$1 40	$1 05	$1 01	$1 47	$1 25	$1 15	$1 15	$1 15	$1 43	$1 23	$1 10	$1 00	$1 00
Revenue Share and Royalties								(27 1)	(30 6)	(33 0)	(35 4)	(126 2)	(171 4)	(234 4)	(309 3)
• % of Total Revenue								13 3%	13 5%	13 7%	13 9%	13 6%	14 0%	15 0%	16 0%
Cost of Equipment	(3 5)	(11 8)	(3 5)	(3 5)	(6 2)	(22 1)	(35 2)	(9 3)	(3 2)	(3 2)	(29 4)	(45 0)	(16 5)	(19 8)	(21 9)
• % of Equipment Revenue	113 0%	94 6%	83 6%	79 8%	133 4%	125 2%	114 4%	142 5%	24 6%	24 7%	229 0%	100 0%	100 0%	100 0%	100 0%
• Subsidy / Direct Sales Addition	$31	($19)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
									Guidance: approaching $1bn, 1Q07				Guidance: c$3bn, 2006 reaffirmed		
Gross Profit	**($22 1)**	**$85.2**	**$50.9**	**$80.0**	**$90 3**	**$82.5**	**$303.7**	**$88 9**	**$116 9**	**$112.7**	**$77.3**	**$395 9**	**$636.2**	**$868.2**	**$1,106.8**
• % Change Yr / Yr	----	-484 9%	----	----	----	----	256 6%	----	----	----	----	30 4%	60 7%	36 5%	27 5%
• % of Total Revenue	-33 1%	35 2%	----	----	----	----	47 7%	----	----	----	----	42 7%	52 0%	55 6%	57 3%
Satellite and Transmission	($31 2)	($27 9)	($7 3)	($17 7)	(7 1)	($7 2)	(39 2)	($7 3)	($8 1)	($7 4)	($7 8)	($30 7)	($32 2)	($35 8)	($37 6)
• % Change Yr / Yr	-4 4%	-10 6%	7 2%	165 2%	-1 9%	-1 9%	40 8%	5 0%	5 0%	5 0%	9 7%	6 9%	5 0%	5 0%	5 0%
General and Administrative	(44 0)	(59 8)	(19 1)	(21 7)	(23 5)	(23 2)	(87 5)	(23 4)	(23 2)	(25 1)	(21 9)	(93 6)	(98 3)	(103 2)	(108 4)
• % Change Yr / Yr	21 6%	35 9%	29 1%	53 3%	68 4%	50 0%	46 3%	6 9%	6 9%	6 9%	6 9%	6 9%	5 0%	5 0%	5 0%
• % of Total Revenue	65 9%	24 7%	----	----	----	----	13 7%	----	----	----	----	10 1%	8 0%	6 6%	5 6%
Research and Development	(30 5)	(44 7)	(12 7)	(12 8)	(20 5)	(12 8)	(58 7)	(11 4)	(12 4)	(19 9)	(13 3)	(57.0)	(53 0)	(49 3)	(49 3)
• % Change Yr / Yr	24 4%	46 6%	28 8%	8 4%	109 4%	50 0%	31 3%	-3 0%	-3 0%	-3 0%	-3 0%	-3 0%	-7 0%	-7 0%	0 0%
Pre-Marketing Cash Flow	**($127.8)**	**($47.3)**	**$11.8**	**$27.9**	**$39.2**	**$39 3**	**$118.2**	**$46.8**	**$73 3**	**$60 3**	**$34.3**	**$214.6**	**$452 7**	**$679.9**	**$911.6**
• % Change Yr / Yr	NM	NM	----	----	----	----	NM	----	----	----	----	81 7%	110 9%	50 2%	34 1%
• Pre-Marketing Cash Flow Margin	-191 2%	-19 5%	----	----	----	----	18 5%	----	----	----	----	23 2%	37 0%	43 5%	47 2%
Sales, Marketing and Subsidy Costs															
Sales and Marketing	($153 9)	($170 6)	($39 3)	($56 6)	(41 5)	($85 1)	($222 5)	($32 5)	($45 8)	($33 6)	($68 2)	($180 1)	($204 5)	($228 4)	($257 1)
• % Change Yr / Yr	27 4%	10 8%	7 0%	67 2%	8 6%	29 4%	30 4%	-19 0%	-19 0%	-19 0%	-19 9%	-19 0%	13 5%	11 7%	12 6%
Subscriber Acq Costs	(173 7)	(349 6)	($109 1)	($108 7)	(80 9)	(121 0)	(419 7)	(98 2)	(93 8)	(92.5)	(94 6)	(379 1)	(395.6)	(413 3)	(411 2)
• $ / Gross Addition	$176	$139	$114	$131	$110	$100	$112	$104	$107	$105	$72	$95	$81	$73	$65
• Reported SAC / Gross Addition	$177	$139	$113	$131	$114	$103	$114	$104	$107	$105	$72	$95	$81	$73	$65
• SAC / Gross Addition * Installations	$162	$144	$119	$155	$121	$90	$118	$105	$108	$103	$73	$95	$81	$73	$65
Total Subscriber Acq. Costs	($327 6)	($520 2)	($148 4)	($165 3)	($122 3)	($206 2)	($642 2)	($130 8)	($139 6)	($126 1)	($162 8)	($559 3)	($600 1)	($641 7)	($668 3)
• Total Sales, Mkting & Subsidy / Gross Addition	$332	$206	$155	$199	$167	$167	$171	$20	$20	$18	$23	$140	$131	$116	$110
									Guidance: c.$95, 1Q07 reaffirmed						
Equity granted to third parties and employees	(134 1)	(163 1)	(284 6)	(67 3)	(43 4)	(47 1)	(442 4)	(24 3)	(47 3)	(43 4)	(32 4)	(147 4)	(217 4)	(217 4)	(217 4)
Operating Cash Flow (EBITDA)	**($589.5)**	**($730.6)**	**($421.2)**	**($204.7)**	**($126.6)**	**($213.9)**	**($966.4)**	**($108.3)**	**($113.5)**	**($109.3)**	**($160.9)**	**($492.0)**	**($364.8)**	**($179 1)**	**$25.9**
• % Change Yr / Yr	----	NM	-195 9%	-43 8%	11 1%	21 5%	NM	NM	NM	NM	NM	NM	NM	NM	NM
• EBITDA Margin	-881 8%	-301 6%	----	----	----	----	-151 7%	----	----	----	----	-53 1%	-29 8%	-11 5%	1 3%
Interest Expense	(41 4)	(45 4)	(17 1)	(15 7)	(15 9)	(15 3)	(64 0)	(15 2)	(15 2)	(15 2)	(24 5)	(70 1)	(74 5)	(90 1)	(101 3)
Interest & Other Income	11 7	13.8	5 5	8 9	7 8	11 3	33 4	6 0	2 0	1 3	1 3	10 6	3 4	0 3	0 3
Depreciation and Amortization	(95 4)	(98 6)	(24 9)	(25 7)	(27 6)	(27 5)	(105 7)	(26 8)	(23 0)	(23 0)	(20 1)	(92 9)	(91 0)	(105 9)	(120 8)
Net Income / (Loss) before Taxes	**($714.5)**	**($860 7)**	**($457.8)**	**($237 2)**	**($162.3)**	**($245 5)**	**($1,102.8)**	**($144.2)**	**($149.8)**	**($146 2)**	**($204.2)**	**($644.4)**	**($526 9)**	**($374.8)**	**($195.9)**
Extraordinary Items	0 0	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
Net Income / (Loss)	**($718.7)**	**($863.0)**	**(458.5)**	**(237 8)**	**(162.9)**	**(245.6)**	**($1,104.9)**	**(144.8)**	**(150.3)**	**(146 8)**	**(204.7)**	**($646.6)**	**($529 1)**	**($377.0)**	**($198.1)**
Preferred Stock Dividends	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
Preferred Stock Deemed Dividends	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
Net Income / (Loss) Attrib. to Common	**($718.7)**	**($863 0)**	**($458.5)**	**($237.8)**	**($162.9)**	**($245.6)**	**($1,104 9)**	**($144.8)**	**($150.3)**	**($146.8)**	**($204.7)**	**($646.6)**	**($529.1)**	**($377.0)**	**($198.1)**
Average Basic Shares Outstanding	1,238 4	1,325 7	1,370 0	1,371 0	1,405 3	1,413 9	1,402 6	1,414 9	1,415 9	1,416 9	1,417 9	1,413 9	1,413 9	1,413 9	1,413 9
Average Diluted Shares Outstanding	1,238 6	1,325 7	1,387 0	1,404 0	1,405 3	1,413 9	1,402 6	1,457 0	1,415 9	1,416 9	1,417 9	1,413 9	1,417 9	1,505 2	1,505 2
EPS - Diluted	**($0.58)**	**($0.65)**	**($0.33)**	**($0.17)**	**($0.12)**	**($0.17)**	**($0.79)**	**($0.10)**	**($0.11)**	**($0.10)**	**($0.14)**	**($0.46)**	**($0.37)**	**($0.25)**	**($0.13)**
Pro Forma Adjustments	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0 0	0 0	0 0	0 0
Pro Forma Net Income	(0 6)	(0 7)	(0 3)	(0 2)	(0 1)	(0 2)	(0 8)	(0 1)	(0 1)	(0 1)	(0 1)	(0 5)	(0 4)	(0 3)	(0 1)
Pro Forma EPS - Diluted	**($0 58)**	**($0 65)**	**($0.33)**	**($0.17)**	**($0.12)**	**($0.17)**	**($0 79)**	**($0.10)**	**($0.11)**	**($0.10)**	**($0.14)**	**($0.46)**	**($0 37)**	**($0.25)**	**($0.13)**
Free Cash Flow	(427 3)	(333 6)	(164 8)	(133 2)	(227 4)	24 7	(500 7)	(146 4)	(153 6)	(40 1)	71 6	(268 6)	(278 1)	(160 6)	151 6
Free Cash Flow per Share - Diluted	**($0.35)**	**($0.25)**	**($0.12)**	**($0 09)**	**($0 16)**	**$0.02**	**($0.36)**	**($0.10)**	**($0.11)**	**($0 03)**	**$0.05**	**($0.19)**	**($0.20)**	**($0.11)**	**$0.10**
Reconciliation of GAAP operating income to adjusted operating income*															
Operating income (adjusted)	(684 9)	(829 1)	(446 2)	(219 5)	(154 2)	(241 4)	(1,072 2)	(135 0)	(136 6)	(132 3)	(181 0)	(584 9)	(455 8)	(285 0)	(94 8)
Plus depreciation & amortization	95 4	98 6	24 9	25 7	27 6	27 5	105 7	26 8	23 0	23 0	20 1	92 9	91 0	105 9	120 8
Plus Equity granted to 3rd parties & emplo	134 1	163 1	284 6	67 3	43 4	47 1	442 4	24 3	47 3	43 4	32 4	147 4	217 4	217 4	217 4
Adjusted operating income	(455 4)	(567 5)	(136 7)	(126 5)	(83 2)	(166 8)	(524 1)	(84 0)	(66 3)	(65 8)	(128 5)	(344 6)	(147 4)	38 3	243 3
• Adj operating income margin	NM	NM	NM	-84 3%	-49 8%	-86 3%	-82 2%	-41 2%	-29 2%	-27 4%	-50 4%	-37 2%	-12 0%	2 4%	12 6%

Source Company reports and Deutsche Bank estimates

Figure 7: Sirius Satellite Radio cash flow statement (in $ millions)

	2004E	2005A	1Q06A	2Q06A	3Q06A	4Q06A	2006A	1Q07A	2Q07E	3Q07E	4Q07E	2007E	2008E	2009E	2010E
Net Income / (Loss)	($718 7)	($863.0)	($458 5)	($237 8)	($162 9)	($245 6)	($1,104 9)	($144.8)	($150.3)	($146 8)	($204 7)	($646 6)	($529 1)	($377 0)	($198 1)
Plus. Depreciation and Amortization	95.4	98 6	23 7	23 7	27 6	23 7	98 7	26.8	23.0	23 0	20 1	92 9	91 0	105 9	120 8
Plus Non-cash Interest	21.9	3 2	12 5	(12 4)	0 8	(12.4)	(11.6)	0.8	0 8	0.8	0 8	3 0	(0 1)	(2 9)	0 0
Plus Non-Cash Compensation	134 1	163.1	284.6	67 3	43 4	47.1	442 4	24.3	47 3	43.4	32 4	147.4	217.4	217.4	217 4
Plus Stern Adjustment to Cash	0 0	0 0	0.0	0 0	0 0	0.0	0 0	0 0	0.0	0 0	0.0	0.0	0.0	0 0	0 0
Plus. NFL Adjustment to Cash	0 0	22 3	5 6	5.6	5 6	5.6	22 3	0 0	7 4	7.4	7 4	22.3	22 3	(24.2)	(24 2)
Plus NASCAR Adjustment to Cash	0.0	(3.0)	0 0	0 0	0 0	0 0	0 0	0.0	(3.8)	(3 8)	(3 8)	(11.5)	(6 0)	(1.5)	0.5
Plus Change in Net Operating Assets	133 6	312.9	37.3	(27 3)	(95 2)	168 9	83 7	(43 6)	(60 5)	53.3	237.0	186.2	143.2	(9.5)	106.2
Plus Other	(0.7)	(7 7)	(64 5)	70 1	(5 0)	0 0	0.6	2 6	0 0	0 0	0 0	2 6	0 0	0 0	0 0
Cash Flow From Operations	($334 5)	($273 7)	($159.3)	($110.9)	($185 8)	$41 5	($414 5)	($133 9)	($136 1)	($22 7)	$89.0	($203.7)	($61.3)	($91.9)	$222 5
Less Capital Expenditures	(28 6)	(49 9)	(5 5)	(22 3)	(66.6)	(5 5)	(99.8)	(12 5)	(17 5)	(17 5)	(17 5)	(64 8)	(66 8)	(68 8)	(70 8)
Less Deferred Satellite Payments	0 0	0 0	0 0	0 0	0.0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	(150 0)	0 0	0 0
Less Preferred Stock Dividends	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
Free Cash Flow	($427.3)	($333 6)	($164 8)	($133 2)	($227 4)	$24 7	($500 7)	($146 4)	($153.6)	($40.1)	$71.6	($268 6)	($278 1)	($160.6)	$151.6
									Guidance: Positive FY07, 2Q06 release				Guidance: c.$1bn, 3Q06 reaffirmed		
Notes Payable Proceeds	0 0	450 5	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0.0	0.0	0 0	0 0	0.0	0.0
Convertible Note Proceeds	518 4	(15 1)	0 0	0.0	0 0	(15.7)	(15 7)	0 0	0 0	0.0	0 0	0 0	0 0	(301 7)	0 0
Common Stock Proceeds	96 0	0 0	0.0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0 0	0 0
Fixed Debt Redemption	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
Plus Other	(0 1)	(0.0)	0.0	0 0	10 3	0 0	0 0	(0 3)	0.0	0.0	0.0	(0.3)	0 0	(40 0)	0 0
Balance Available	$232 9	$120 3	($164 8)	($133 2)	($217 1)	$9 0	($516 4)	($146 7)	($153 6)	($40 1)	$71.6	($268.9)	($278 1)	($502.4)	$151.6
Long Term Debt															
14 5% Senior Secured Notes	(28 1)	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
• Total Interest Expense	(4 0)	(2 6)	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
• Cash Interest Expense	(4 0)	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
15 0% Sr Sec Discount Notes	(29 2)	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
• Total Interest Expense	(4 4)	(2 7)	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
• Cash Interest Expense	(4 4)	(3 8)	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
9 625% Senior Notes due 2013	0 0	(500 0)	(500 0)	(500 0)	(500 0)	(500 0)	(500 0)	(500 0)	(500 0)	(500 0)	(500 0)	(500.0)	(500.0)	(500 0)	(500 0)
• Total Interest Expense	0 0	(18 0)	(12 0)	(12 0)	(12 0)	(12 0)	(48 1)	(12 0)	(12 0)	(12 0)	(12 0)	(48 1)	(48 1)	(48 1)	(48 1)
• Cash Interest Expense	0 0	(48 1)	0 0	(24 1)	0 0	(24 1)	(48 1)	0 0	(24 1)	0 0	(24 1)	(48 1)	(48 1)	(48 1)	(48 1)
Lehman Term Loan Facility	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
• Total Interest Expense	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
• Cash Interest Expense	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
8 75% Convert Sub Notes due 2009	(1 7)	(1 7)	(1 7)	(1 7)	(1 7)	(1 7)	(1 7)	(0 8)	(1 7)	(1 7)	(1 7)	(1 7)	(1 7)	0 0	0 0
• Total Interest Expense	(0 2)	0 0	(0 0)	(0 0)	(0 0)	(0 0)	(0 2)	0 0	0 0	0 0	0 0	(0 2)	(0 2)	(0 1)	0 0
• Cash Interest Expense	(0 2)	(0 0)	(0 0)	0 0	(0 1)	0 0	(0 2)	(0 0)	0 0	0 0	0 0	(0 2)	(0 2)	(0 2)	0 0
SS / Loral Deferred Payments	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0.0	0 0
• Total Interest Expense	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
• Cash Interest Expense	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
3 5% convertible notes due 2008	(67 3)	(52 2)	(52.2)	(52 2)	(52 2)	(36 5)	(36 5)	(36 5)	(36 5)	(36.5)	(36.5)	(36.5)	0 0	0 0	0 0
• Total Interest Expense	(2 5)	(2 2)	(0 5)	(0 5)	(0 5)	0 1	(1 3)	(0 3)	(0 3)	(0 3)	(0 3)	(1 3)	(0 5)	0 0	0 0
• Cash Interest Expense	(2 5)	(1 8)	0 0	(0 9)	0 0	(0 4)	(1 3)	0 0	(0 6)	0 0	(0 6)	(1 3)	(0 6)	0 0	0 0
2 5% convertible notes due 2009	(300 0)	(300 0)	(300 0)	(300.0)	(300.0)	(300 0)	(300 0)	(300 0)	(300 0)	(300 0)	(300 0)	(300.0)	(300.0)	0 0	0.0
• Total Interest Expense	(6 6)	(7 5)	(1 9)	(1 9)	(1 9)	(1 9)	(7 5)	(1 9)	(1 9)	(1 9)	(1 9)	(7 5)	(7 5)	(0 9)	0 0
• Cash Interest Expense	(3 8)	(7 5)	(3 8)	0 0	(3 8)	0.0	(7 5)	(3 8)	0 0	(3.8)	0 0	(7 5)	(7 5)	(3 8)	0 0
3 25% convertible notes due 2011	(230 0)	(230 0)	(230.0)	(230 0)	(230 0)	(230.0)	(230.0)	(230.0)	(230 0)	(230 0)	(230 0)	(230 0)	(230 0)	(230.0)	(230 0)
• Total Interest Expense	(1 6)	(7 5)	(1 9)	(1 9)	(1 9)	(1 9)	(7 5)	(1 9)	(1 9)	(1 9)	(1 9)	(7 5)	(7 5)	(7 5)	(7 5)
• Cash Interest Expense	0 0	(7 5)	0 0	(3 7)	0 0	(3 7)	(7 5)	0 0	(3 7)	0 0	(3 7)	(7 5)	(7 5)	(7 5)	(7 5)
Other	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0.0	0.0	0 0	0.0	0 0	0 0	0 0	0.0
Total Long Term Debt	($656 3)	($1,083 9)	($1,083 9)	($1,083.9)	($1,083.9)	($1,068.2)	($1,068 2)	($1,067 3)	($1,068 2)	($1,068 2)	($1,068 2)	($1,068 2)	($1,031 7)	($730 0)	($730 0)
• Total Interest Expense	($19 2)	($40 5)	($16 3)	($16 3)	($16 3)	($15 7)	($64 5)	($16 1)	($16 1)	($16 1)	($16 1)	($64 5)	($63 8)	($56 7)	($55 6)
• Cash Interest Expense	($14 8)	($68 8)	($3 8)	($28 7)	($3 8)	($28 2)	($64 5)	($3 8)	($28 4)	($3 8)	($28 4)	($64 5)	($63 9)	($59 5)	($55 6)
Capital Leases															
Beginning of Period	(0 0)	0 0	0 0	0 0	0.0	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0 0	0.0	0 0
End of Period	0 0	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
Bank / Other Debt															
Beginning of Period	$0 0	$0.0	($5.1)	($5 1)	$42 0	$42 0	($5 1)	($50.3)	($50 3)	($50 3)	($50 3)	($50 3)	($50 3)	($198 4)	($700 7)
• Balance Available Applied	0 0	(5 1)	0 0	47 0	0 0	(92 3)	(45 2)	0 0	(0 0)	0 0	(0 0)	0 0	(148 1)	(502 4)	151 6
End of Period	0 0	(5 1)	(5 1)	42 0	42 0	(50 3)	(50 3)	(50 3)	(50 3)	(50 3)	(50.3)	(50 3)	(198.4)	(700 7)	(549 1)
• Average Bank / Short Term Debt	0 0	(2 5)	(5 1)	18 5	42 0	(4 2)	(27 7)	(50 3)	(50 3)	(50 3)	(50 3)	(50 3)	(124 3)	(449 6)	(624 9)
• Interest Expense	$0 0	($0 0)	($0 1)	$0 3	$0 7	($0 1)	($1 9)	($0 9)	($0 9)	($0 9)	($0 9)	($3 5)	($8 7)	($31 5)	($43 7)
• Interest Rate	-----	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%	7 0%
Cash, Mkt. Secs & Restricted Investments															
Beginning of Period	$551 9	$763 9	$986 9	$823 5	$690 3	$352 0	$986 9	$486 8	$342 0	$188.4	$148.2	$486.8	$217.9	$10.0	$10 0
• Balance Available Applied	$212 0	$211 8	($164 8)	($133 2)	($338 3)	$134 8	($501 6)	($146 7)	($153 6)	($40 1)	$71 6	($268 9)	($207 9)	$0 0	$0 0
End of Period	763 9	986 9	823 5	690 3	352 0	486 8	486.8	342 0	188 4	148 2	219 8	217 9	10 0	10 0	10 0
• Average Cash, Mkt Secs & Rest. Investments	633 4	875 4	905 2	756 9	521 2	419 4	736 8	414 4	265.2	168.3	184 0	352 3	114 0	10 0	10 0
• Interest Rate	1 4%	1 8%	2 0%	2 0%	2 0%	2 0%	3 0%	3 0%	3 0%	3 0%	3 0%	3 0%	3 0%	3 0%	3 0%
• Interest Income	9 1	18 1	4 5	3 8	7 8	6 0	22 1	3 1	2 0	1 3	1 4	10 6	3 4	0 3	0 3
Cash															
Beginning of Period	$521.0	$753 9	$879 3	$715 2	$535 0	$317 9	$879 3	$408 9	$264 1	$110 5	$70 4	$408 9	$140 1	$10 0	$10 0
• Balance Available Applied	$232 9	$125 4	($164 8)	($180 3)	($217 1)	$91 0	($471 1)	($146 7)	($153 6)	($40 1)	$71 6	($268 9)	($130 1)	$0 0	$0 0
End of Period	753 9	879 3	715 2	535 0	317 9	408.9	408.9	264 1	110 5	70 4	142 0	140 1	10.0	10 0	10 0
• Average Cash	622 5	816 6	797 2	625 1	426 4	363 4	644 1	336 5	187 3	90 5	106 2	274 5	75 0	10 0	10 0
• Interest Rate	1 5%	2 5%	3 5%	3 5%	3 5%	3 5%	3 5%	3 5%	3 5%	3 5%	3 5%	3 5%	3 5%	3 5%	3 5%
• Interest Income	9 1	19 1	7 0	5 5	3 7	3 2	22 5	2 9	1 6	0 8	0 9	9 6	2 6	0 4	0 4
Beginning of Period Debt, Net	$357 1	$107 6	($102 1)	($265 4)	($351 6)	($690 0)	($102 1)	($631 8)	($775 7)	($930 2)	($970 3)	($631 8)	($900 7)	($1,220 1)	($1,420 7)
End of Period Debt, Net	107 6	(102 1)	(265 4)	(351 6)	(690 0)	(631 8)	(631 8)	(775.7)	(930 2)	(970 3)	(898 7)	(900 7)	(1,220 1)	(1,420 7)	(1,269 1)
Convert. Pref. Stock															
9 2% Series A Jr. Cum Convert Pref Stock	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0.0	$0.0	$0 0	$0.0	$0 0
• PIK Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
• Cash Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
9 2% Series B Jr Cum Convert Pref. Stock	0 0	0.0	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0 0	0 0	0 0	0 0	0 0	0 0
• PIK Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
• Cash Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
10 5% Series C Convertible Preferred Stock	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0 0	0.0	0 0	0.0	0.0	0 0	0.0
• PIK Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
• Cash Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
9.2% Series D Jr. Cum Convert. Pref Stock	0.0	0.0	0 0	0 0	0.0	0 0	0.0	0 0	0.0	0 0	0 0	0.0	0 0	0.0	0 0
• PIK Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
• Cash Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
Total Convert. Pref Stock	$0 0	$0 0	$0 0	$0.0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0.0	$0 0	$0 0	$0 0	$0 0
• PIK Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
• Cash Preferred Stock Dividend	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0	$0 0
Beginning of Period Debt + Convert, Net	$357 1	$107 6	($102 1)	($265 4)	($351 6)	($690 0)	($102 1)	($631 8)	($775 7)	($930 2)	($970 3)	($631 8)	($900 7)	($1,220 1)	($1,420 7)
End of Period Debt + Convert, Net	107 6	(102 1)	(265.4)	(351 6)	(690 0)	(631 8)	(631.8)	(775 7)	(930 2)	(970 3)	(898 7)	(900 7)	(1,220 1)	(1,420 7)	(1,269 1)

Source Company reports and Deutsche Bank estimates

Figure 8: OEM distribution forecast for Sirius Satellite Radio

(000s)	2004A	2005A	1Q06A	2Q06A	3Q06EA	4Q06A	2006A	1Q07	2Q07	3Q07	4Q07	2007E	2008E	2009E	2010E
OEM exclusive factory-installed option.															
DaimlerChrysler															
Total Production	2,176	2,220	556	550	562	595	2,262	494	488	499	528	2,009	2,050	2,091	2,132
% Offering SIRI	49%	82%	95%	95%	95%	95%	95%	95%	95%	95%	95%	95%	100%	100%	100%
Installation rate	8%	22%	37%	37%	40%	40%	39%	43%	43%	43%	43%	43%	50%	55%	62%
Satellite-equipped	87	401	196	193	213	226	827	202	199	204	216	821	1,025	1,150	1,322
Growth	*108%*	*359%*	*147%*	*133%*	*157%*	*45%*	*107%*	*3%*	*3%*	*-5%*	*-5%*	*-1%*	*25%*	*12%*	*15%*
Sales		279	156	196	193	213	758	275	202	199	204	880	971	1,117	1,277
Model year basis	65	279					758					847	1,007	1,144	1,316
Cumulative sat-equip	129	530	725	918	1,132	1,358	1,357	1,559	1,758	1,962	2,178	2,178	3,203	4,352	5,675
Conversion rate	100%	100%	100%	100%	100%	81%	100%	56%	55%	55%	55%	55%	60%	60%	60%
Gross sub adds	87	401	196	193	213	226	828	275	202	199	204	880	971	1,117	1,277
Ford															
Total Production	3,487	3,422	727	801	760	800	3,088	698	682	730	856	2,966	3,009	3,053	3,097
% Offering SIRI	20%	20%	20%	28%	28%	51%	32%	85%	85%	85%	85%	85%	95%	95%	97%
Installation rate	5%	9%	10%	13%	15%	67%	26%	34%	34%	34%	34%	34%	48%	53%	60%
Satellite-equipped	35	58	15	29	32	275	258	202	197	208	244	845	1,372	1,537	1,802
Growth	*1732%*	*67%*	*70%*	*241%*	*107%*	*970%*	*343%*	*1288%*	*576%*	*551%*	*-11%*	*228%*	*62%*	*12%*	*17%*
Sales		42	26	15	29	32	101	226	202	197	208	833	1,230	1,490	1,726
Model year basis	27	42					101					698	1,240	1,496	1,736
Conversion rate	100%	100%	100%	100%	100%	81%	100%	56%	55%	55%	55%	55%	60%	60%	60%
Gross sub adds	35	58	15	29	32	275	350	226	202	197	208	833	1,230	1,490	1,726
							Guidance: Ford expects up to 1 million over 2006 & 2007 model years								
BMW															
Total Production	292	298	69	69	69	69	275	72	72	72	72	289	294	300	306
% Offering SIRI	55%	98%	98%	98%	98%	98%	98%	99%	99%	99%	99%	99%	100%	100%	100%
Installation rate	44%	22%	20%	24%	21%	80%	36%	37%	37%	37%	37%	37%	58%	63%	85%
Satellite-equipped	75	64	13	16	14	54	98	26	26	26	26	106	171	189	260
Growth	*542%*	*-15%*	*-16%*	*1%*	*-12%*	*236%*	*52%*	*96%*	*63%*	*87%*	*-51%*	*8%*	*62%*	*11%*	*38%*
Sales		85	16	13	16	14	60	54	26	26	26	133	155	185	243
Model year basis	50	85					60					105	170	189	260
Conversion rate	100%	100%	100%	100%	100%	81%	100%	56%	55%	55%	55%	55%	60%	60%	60%
Gross sub adds	75	64	13	16	14	54	98	54	26	26	26	133	155	185	243
												Guidance. 80% installation MY 2007-2008 - conf call 1Q07			
Mercedes Benz															
Total Production	219	223	56	56	56	56	224	58	58	58	58	231	236	241	245
% Offering SIRI	55%	90%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
Installation rate	44%	40%	40%	40%	40%	70%	48%	80%	80%	80%	80%	80%	90%	92%	94%
Satellite-equipped	56	80	22	22	22	39	107	46	46	46	46	185	212	221	231
Growth	*380%*	*42%*	*12%*	*12%*	*12%*	*96%*	*33%*	*106%*	*106%*	*106%*	*18%*	*74%*	*15%*	*4%*	*4%*
Sales		88	20	22	22	22	87	39	46	46	46	178	205	219	228
Model year basis	41	88					87					185	212	221	231
Conversion rate	100%	100%	100%	100%	100%	81%	100%	56%	55%	55%	55%	55%	60%	60%	60%
Gross sub adds	56	80	22	22	22	39	107	39	46	46	46	178	205	219	228
														40%	
Mitsubishi															
Total Production	160	119	29	29	29	29	118	28	28	28	28	112	114	116	118
% Offering SIRI		5%	50%	50%	50%	50%	50%	50%	50%	50%	50%	50%	80%	80%	80%
Installation rate		50%	10%	10%	10%	10%	10%	30%	30%	30%	30%	30%	40%	43%	55%
Satellite-equipped	-	1	1	1	1	1	6	4	4	4	4	17	36	40	52
Growth	*NM*	*NM*	*NM*	*NM*	*99%*	*99%*	*297%*	*184%*	*184%*	*184%*	*184%*	*184%*	*118%*	*10%*	*30%*
Sales		1	1	1	1	1	5	1	4	4	4	14	32	39	49
Model year basis	-	1					5					17	28	40	52
Conversion rate		50%	55%	55%	55%	81%	55%	56%	55%	55%	55%	55%	60%	60%	60%
Gross sub adds	-	1	1	1	1	1	3	1	1	4	4	11	17	27	33
VW															
Total Production		289	59	59	59	59	236	40	40	40	40	159	163	166	169
% Offering SIRI		5%	50%	50%	50%	50%	50%	100%	100%	100%	100%	100%	100%	100%	100%
Installation rate		50%	10%	10%	10%	10%	10%	75%	75%	75%	75%	75%	75%	75%	75%
Satellite-equipped	-	4	3	3	3	3	12	30	30	30	30	120	122	124	127
Growth	*NM*	*NM*	*NM*	*NM*	*64%*	*64%*	*227%*	*914%*	*914%*	*914%*	*914%*	*914%*	*2%*	*2%*	*2%*
Sales		2	2	3	3	3	11	3	30	30	30	93	121	124	126
Model year basis	-	2					11					100	122	124	127
Conversion rate		50%	55%	55%	55%	81%	55%	56%	55%	55%	55%	55%	60%	60%	60%
Gross sub adds	-	2	3	3	3	3	12	3	30	30	30	93	79	86	88
Audi															
Total Production		187	21	21	21	21	84	44	44	44	44	175	179	183	186
Gross sub adds	-	1	1	1	1	1	4	1	33	33	33	100	87	95	80
KIA															
Total Production													293	299	305
Gross sub adds													12	299	305
	2004A	**2005A**	**1Q06A**	**2Q06A**	**3Q06EA**	**4Q06A**	**2006A**	**1Q07**	**2Q07**	**3Q07**	**4Q07**	**2007E**	**2008E**	**2009E**	**2010E**
Total Exclusive Factory-Installed (DaimlerChrysler + Ford + BMW + Mercedes + Mitsubishi).															
Gross sub adds	**254**	**604**	**247**	**262**	**283**	**595**	**1,386**	**599**	**541**	**536**	**551**	**2,227**	**2,756**	**3,518**	**3,980**
Share of total OEM	91%	94%	95%	95%	95%	98%	96%	99%	99%	99%	99%	99%	99%	99%	99%
DaimChyr + Ford / total OEM	44%	72%	80%	80%	82%	82%	82%	83%	74%	73%	74%	76%	79%	73%	75%
Other factory-installed:															
Total Production	400	400	100	100	100	100	400	-	-	-	-	-	-	-	-
Gross sub adds	**16**	**25**	**9**	**9**	**9**	**9**	**36**	-	-	-	-	-	-	-	-
Dealer-installed:															
Total Production	835	835	185	217	201	233	835	209	209	209	209	835	835	835	835
Gross sub adds	**9**	**11**	**5**	**5**	**5**	**6**	**21**	**4**	**4**	**4**	**4**	**17**	**29**	**33**	**42**
Total OEM gross adds	**279**	**640**	**261**	**277**	**297**	**810**	**1,443**	**603**	**545**	**540**	**556**	**2,244**	**2,785**	**3,551**	**4,022**

Source Deutsche Bank Securities Inc estimates and company information

Figure 9: Sirius share count estimates

	Shares ('000)	Exercise Price	Shares Total	Shares In-the-Money	Exercise Proceeds Total	Exercise Proceeds In-the-Money
Common Stock						
Class A	1,405,114.6	------	1,405,114.6	1,405,114.6	------	------
Total Common Stock	1,459,922.9	------	1,459,922.9	1,459,922.9	0.0	0.0
Convertible Stock						
2.50% converts due 2009	68,027.2	4.41	68,027.2	0.0	------	------
3.50% converts due 2008	38,183.3	1.38	38,183.3	38,183.3	------	------
8.75% converts due 2009	61.3	28.46	61.3	0.0	------	------
3.25% converts due 2011	43,396.2	5.30	43,396.2	0.0	------	------
Total Convertible Stock	149,668.0	39.6	149,668.0	38,183.3	$0.0	$0.0
Options						
Tranche @ $0.78	97.0	$0.78	97.0	97.0	$75.7	$75.7
Tranche @ $1.18	53,633.0	$1.18	53,633.0	53,633.0	$63,286.9	$63,286.9
Tranche @ $7.90	8,377.0	$7.90	8,377.0	0.0	$66,178.3	$0.0
Tranche @ $31.01	2,526.0	$31.01	2,526.0	0.0	$78,331.3	$0.0
Tranche @ $45.89	98.0	$45.89	98.0	0.0	$4,497.2	$0.0
2004 grants	15,425.9	$2.77	15,425.9	15,425.9	$42,729.8	$42,729.8
Karmazin + Clayton grants	32,000.0	$4.72	32,000.0	0.0	$151,040.0	$0.0
2004 exercises by employees	(5,715.3)	$1.15	(5,715.3)	(5,715.3)	($6,601.2)	($6,601.2)
2004 exercises by others	(880.2)	$7.50	(880.2)	(880.2)	($6,601.2)	($6,601.2)
2005 exercises by others	(8,772.5)	$0.10	(8,772.5)	(8,772.5)	($877.2)	($877.2)
Plug in to match 2Q 06	(24,995.9)		(24,995.9)			
Total Options	71,793.0	$4.05	71,793.0	53,787.9	$392,059.5	$92,012.7
Restricted stock units		Grant date f.v.	Total			
2003 grants	16,860.0	$1.65	16,860.0			
2004 grants @ $3.14	3,075.0	$3.14	3,075.0			
2004 grants @ $2.92	1,286.3	$2.92	1,286.3			
2004 grants @ $3.09	478.9	$3.09	478.9			
Karmazin + Clayton	4,119.7		4,119.7			
Other	(4,619.9)		(4,619.9)			
Plug in to match 2Q 06	16,919.0		16,919.0			
Total Restricted Stock Units	4,281.0	$2.01	4,281.0	4,281.0	$0.0	$0.0
Warrants						
Ford - Oct 2002	4,000.0	$3.00	4,000.0	4,000.0	12,000	12,000.0
Penske - Jan 2004	29,868.5	$2.39	29,868.5	29,868.5	71,445	71,445.5
NFL - Jan 2004	50,000.0	$2.50	50,000.0	50,000.0	125,000	125,000.0
Radio Shack - Feb 2004	10,000.0	$5.00	10,000.0	0.0	50,000	0.0
DaimlerChrysler - June 2004	21,500.0	$1.04	21,500.0	21,500.0	22,360	22,360.0
Third Party - 2004	4,053.0	$3.16	4,053.0	4,053.0	12,807	12,807.5
14.5% high yield notes due 2009 - warrants	2,425.4	$24.92	2,425.4	0.0	60,441	0.0
Lehman	2,100.0	$15.00	2,100.0	0.0	31,500	0.0
Everest	1,740.0	$50.00	1,740.0	0.0	87,000	0.0
Other Third Party	68.0	$47.34	68.0	0.0	3,219	0.0
Plug in to match 2Q 06	1,799.9		1,799.9			
Total Warrants	123,955.0	$3.78	123,955.0	109,421.5	$475,772.7	$243,612.9
Totals						
Total Stock Options & RSUs	76,074.0		76,074.0	58,068.9	$392,059.5	$92,012.7
Total Dil. Common Equiv.	349,697.0		349,697.0	205,673.8	$867,832.2	$335,625.6
Total diluted shares	------	------	1,809,619.9	1,665,596.6	$867,832.2	$335,625.6

Source Deutsche Bank Securities Inc estimates and company information

Figure 10: Satellite radio industry gross subscriber additions, 2006-2008 (000s)

	2005E	1Q06A	2Q06E	3Q06E	4Q06E	2006E	1Q07A	2Q07E	3Q07E	4Q07E	2007E	2008E
Gross Additions												
Sirius Satellite	2,519	961	831	732	1,235	3,758	988	876	881	1,246	3,999	4,576
XM Satellite	4,137	998	926	868	1,065	3,857	868	1,006	978	1,280	4,132	4,884
Total Gross Additions	**6,656**	**1,959**	**1,757**	**1,600**	**2,299**	**7,616**	**1,857**	**1,883**	**1,859**	**2,526**	**8,131**	**9,460**
% Change Yr. / Yr.												
Sirius Satellite	155 4%	170.8%	92 0%	57 4%	-2 5%	49 2%	2 9%	5.5%	20.3%	1.0%	6.4%	14 4%
XM Satellite	60.5%	21.1%	-2.1%	-12 2%	-22 7%	-6 8%	-13 0%	8 7%	12 7%	20 2%	7 1%	18 2%
Total % Change Yr. / Yr.	86 8%	66 1%	27 4%	10 0%	-13 0%	14 4%	-5.2%	7.2%	16 2%	9 9%	6 8%	16 3%
% Gross Additions												
Sirius Satellite	37.8%	49 0%	47 3%	45 8%	53 7%	49 3%	53 2%	46 5%	47.4%	49.3%	49.2%	48 4%
XM Satellite	62 2%	51 0%	52 7%	54.2%	46.3%	50 7%	46 8%	53 5%	52 6%	50.7%	50.8%	51.6%
Total	100.0%	100 0%	100 0%	100 0%	100.0%	100 0%	100 0%	100 0%	100.0%	100.0%	100.0%	100.0%
OEM Gross Additions												
Sirius Satellite	741	307	412	364	496	1,579	603	545	540	556	2,244	2,785
XM Satellite	1,958	578	518	553	524	2,172	537	653	657	776	2,623	3,388
Total Gross Additions	**2,699**	**884**	**930**	**917**	**1,021**	**3,752**	**1,140**	**1,198**	**1,197**	**1,331**	**4,867**	**6,173**
% Change Yr. / Yr.												
Sirius Satellite	2 8	149 5%	188 1%	87 1%	77.3%	113.3%	96 8%	32.2%	48 4%	11.9%	42.1%	24 1%
XM Satellite	0 3	41 6%	2 2%	0 6%	6.1%	10 9%	-7 0%	26 2%	18.9%	48.0%	20 8%	29 2%
Total % Change Yr. / Yr.	0 6	66 6%	43 1%	23 3%	31 9%	39 0%	29 0%	28 8%	30 6%	30.4%	29.7%	26 8%
% Gross Additions												
Sirius Satellite	27 4%	34 7%	44 3%	39 7%	48 6%	42 1%	52.9%	45 5%	45 1%	41.7%	46.1%	45 1%
XM Satellite	72 6%	65.3%	55 7%	60 3%	51 4%	57 9%	47 1%	54 5%	54 9%	58 3%	53 9%	54 9%
Total	100.0%	100 0%	100 0%	100 0%	100 0%	100 0%	100 0%	100 0%	100 0%	100 0%	100.0%	100 0%
OEM Installs												
Sirius Satellite	648	265	281	301	614	1,368	547	540	556	603	2,241	3,114
XM Satellite	2,007	623	661	649	765	2,697	640	711	725	997	3,073	4,426
Total Installs	**2,655**	**888**	**942**	**950**	**1,379**	**4,065**	**1,188**	**1,251**	**1,280**	**1,601**	**5,314**	**7,540**
% Change Yr. / Yr.												
Sirius Satellite	1 3	100 0%	105 2%	104 8%	165 0%	1.1	106 5%	92 4%	84.3%	-1.7%	63.8%	39.0%
XM Satellite	0.4	64.4%	62 0%	15 2%	16.4%	0.3	2 9%	7 5%	11.7%	30.4%	13.9%	44.0%
Total % Change Yr. / Yr.	0 6	73 6%	72 8%	33 8%	55 2%	0.5	33.8%	32 8%	34.7%	16 1%	30.7%	41 9%
% Installs												
Sirius Satellite	24 4%	29.9%	29 8%	31 7%	44 5%	33 7%	46 1%	43 2%	43 4%	37 7%	42.2%	41 3%
XM Satellite	75 6%	70 1%	70 2%	68 3%	55 5%	66.3%	53.9%	56 8%	56 6%	62 3%	57 8%	58 7%
Total	100 0%	100 0%	100 0%	100.0%	100.0%	100.0%	100 0%	100 0%	100.0%	100.0%	100.0%	100 0%
RETAIL/AFTERMARKET Gross Additions												
Sirius Satellite	1,779	654	418	368	738	2,179	392	331	341	691	1,755	1,791
XM Satellite	2,263	484	409	316	540	1,749	331	353	321	504	1,509	1,496
Total Gross Additions	**4,042**	**1,138**	**827**	**684**	**1,279**	**3,928**	**722**	**685**	**662**	**1,195**	**3,264**	**3,287**
% Change Yr. / Yr.												
Sirius Satellite	125 2%	182 1%	44 5%	36 1%	-25 2%	22 5%	-40 1%	-20 8%	-7 4%	-6.4%	-19.5%	2.1%
XM Satellite	105 2%	16.2%	-13 9%	-24 9%	-43.2%	-22 7%	-31.7%	-13.5%	1.7%	-6.8%	-13 7%	-0 8%
Total % Change Yr. / Yr.	113 6%	75 5%	8 2%	-1 0%	-34 0%	-2 8%	-36 5%	-17 2%	-3.2%	-6.6%	-16 9%	0.7%
% Gross Additions												
Sirius Satellite	44 0%	57 5%	50 6%	53 9%	57 7%	55 5%	54 2%	48 4%	51 5%	57 8%	53.8%	54 5%
XM Satellite	56 0%	42 5%	49 4%	46.1%	42 3%	44 5%	45 8%	51 6%	48 5%	42 2%	46.2%	45 5%
Total	100 0%	100 0%	100 0%	100 0%	100.0%	100.0%	100 0%	100 0%	100 0%	100.0%	100 0%	100 0%

Source Deutsche Bank Securities Inc estimates and company information

Appendix 1

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Additional information available upon request

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Company	**Ticker**	**Recent price***	**Disclosure**
Sirius Satellite Radio	SIRI.OQ	2.87 (USD) 1 May 07	2,6

*Prices are sourced from local exchanges via Reuters, Bloomberg and other vendors Data is sourced from Deutsche Bank and subject companies

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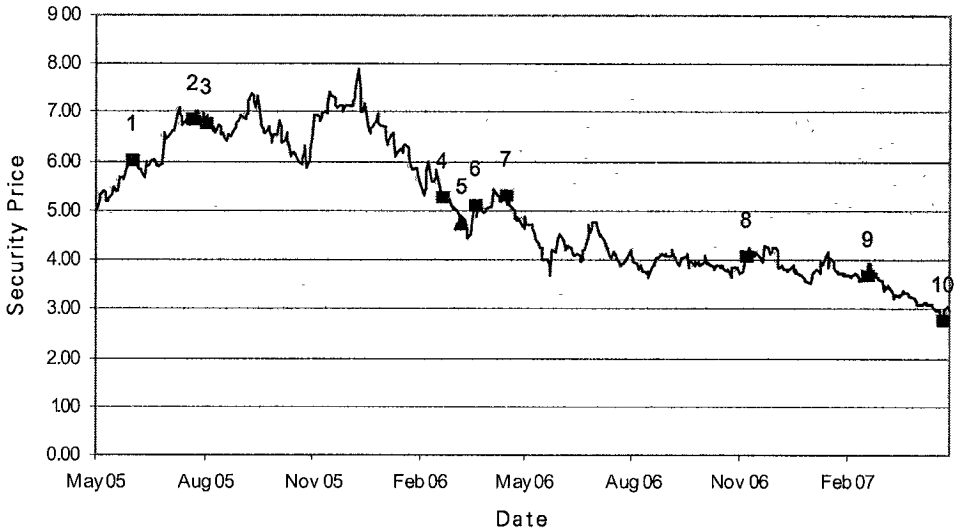
Historical recommendations and target price: Sirius Satellite Radio (SIRI.OQ)

(as of 5/1/2007)



Previous Recommendations

Strong Buy
Buy
Market Perform
Underperform
Not Rated
Suspended Rating

Current Recommendations

Buy
Hold
Sell
Not Rated
Suspended Rating

*New Recommendation Structure as of September 9, 2002

1	6/1/2005	Hold, Target Price Change USD6 00	6	3/21/2006	Buy, Target Price Change USD5 75
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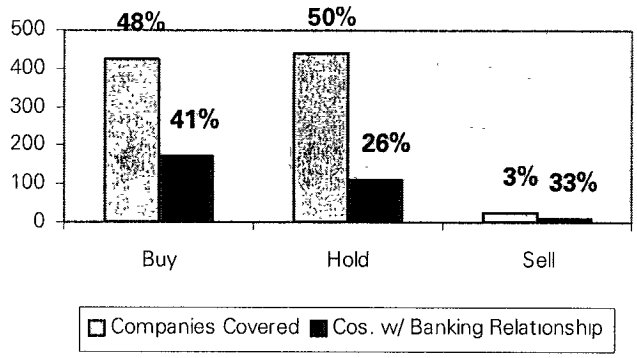

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