METRO INTERNATIONAL S.A.

FINANCIAL RESULTS FOR THE SECOND QUARTER ENDED 30th JUNE 2007

Luxembourg, 23rd July 2007 – Metro International S.A. ("Metro") (MTROA, MTROB), today announced its financial results for the second quarter ended 30th June 2007. The Group's consolidated accounts have been prepared according to International Financial Reporting Standards (IFRS).

HIGHLIGHTS FOR Q2 2007

- **Net sales increased by 6.9% to US$ 119.8 million (2006: US$ 112.1 million). Excluding Bostad, other income and divested operations (Finland & Poland) the sales growth was 11.7%: in real terms sales growth was 4.5%.**
- **Group operating profit of US$ 4.6 million (2006: US$ 6.5 million profit) is below 2006 due to reduced margins in Sweden, France and Denmark and investments in the US and Online. Q206 also benefited from advertising spend related to the Swedish parliamentary elections.**
- **Contribution from subsidiary newspaper operations: operating profit of US$ 9.5 million (2006: US$ 11.3 million profit).**
- **The average 12 month rolling EBIT margin on operations older than 3 years has fallen to 9.9% from 14% in Q107. This is due to lower margins in Sweden and the inclusion of New York for the first time. Excluding New York the Q207 margin would be 11.6%.**
- **Net HQ costs of US$ 5.5 million (2006: US$ 5.6 million) excluding franchise income**
- **Net profit of US$ 0.9m (2006: US$ 4.6 million profit).**

FIRST HALF RESULTS

- **8.3% year- on- year increase in net sales to US$ 222.3 million (2006:US$205.3 million); flat in real terms due to the decline in Bostad and Sweden's Metro**
- **Total operating loss of US$ 6.9 million (2006: profit US$2.6 million).**
- **Loss before tax of US$ 8.8 million (2006: profit US$0.4 million).**
- **Net loss of US$13.4 million (2006: net loss of US$ 1.1 million).**

Pelle Törnberg, President and CEO of Metro International, commented:

"The second quarter is a seasonally strong quarter for Metro and this is no different in 2007 as we delivered a return to profit in Q2. However, as we stated in the Q1 release, the business issues identified in Sweden continue to affect the results in Q2 although their impact is lessened as we progress through the quarter.

In real terms, owned operations net sales growth excluding Bostad and the divested operations in Finland and Poland, was 4.5% year-on-year. This result is not a complete surprise given the strong Q2 2006. Metro has shown strong sales growth in many markets including Holland, Italy, Portugal, and the US. However, price pressures in Spain, and low volumes in France and Sweden delivered modest growth in the quarter.

In Sweden, Q2 has been a period of turnaround for the Swedish titles. Bostad, the real estate product in Stockholm and Malmo has been stabilised at break-even but real sales are 30% lower than 2006. Green Metro has made significant progress. Despite a 7% real drop in sales versus Q206, margins are not significantly lower due to a stronger focus on customer profitability and cost control.

Sales for Sweden's Green Metro in May were close to 2006 levels and EBIT margin approached last year's level. However, Bostad remains at break-even, so in Q2 Sweden's EBIT variance is a negative $1.8m.

Group EBIT from operations is $1.8m lower at $9.5m. Margins in Denmark, although still very strong, have declined due to competitive pressure; French margins are lower due to higher circulation costs and lower volumes following ad rate increases; and US margins are lower due to investments in the sales forces and marketing events that have driven sales growth of 13% in the US.

Higher margins and good sales growth are features of many of our businesses including Holland, Greece, Portugal and Chile. New York's margins are gradually improving based on sales growth in excess of 20%. As we advised at the Q1 release, margins in the more than three year old editions for Q2 07 fall from 11.6% to 9.9% due to the inclusion of New York for the first time. We continue to develop the New York business to attract national advertising revenues.

Metro's board recently confirmed our commitment to developing our Online business with pilot web sites in France and Spain. We will test a new interactive approach in Metro's metropolitan areas to strengthen links with our readers and to provide advertisers with a cost-effective route to our unique demographics. The 2007 investment is now forecast at less than $4m for the year. Further investments will be decided based on the performance of the pilots. Our existing websites will continue to be developed to test alternative concepts eg Metrobloggen in Sweden.

Gross HQ costs are 6.6% higher than in Q206 at $6.7m. This is mainly due to the investment in Online. However, excluding Online and other business unit costs, the core HQ costs have remained flat at $5m. In real terms core HQ costs have declined by 7%. This is the result of an ongoing review of costs.

The selection process for a new chief executive is progressing well. For confidentiality reasons, the board is not in a position to make an announcement today, but it hopes to confirm the appointment of a new chief executive shortly.

FINANCIAL SUMMARY

US$ 000s	**Q2 2007**	Q2 2006	**H1 2007**	H1 2006
Net sales	**119,806**	112,095	**222,272**	205,277
Operating profit / (loss)	**4,603**	6,468	**(6,923)**	2,580
Net interest & other financial items	**(953)**	(1,160)	**(1,853)**	(2,150)
Profit / (loss) after financial items and before income tax	**3,650**	5,308	**(8,776)**	430
Tax	**(2,714)**	(710)	**(4,595)**	(1,553)
Net profit / (loss)	**936**	4,598	**(13,371)**	(1,123)
Weighted average number of shares outstanding	**527,296,944**	526,151,987	**527,296,944**	526,151,287
Basic and diluted earnings / (loss) per share (US$)	**0.01**	0.01	**(0.03)**	(0.00)

GROUP OVERVIEW

Sales

Net sales in the quarter were US$ 119.8 million, an increase of 6.9% on 2006 (2006: US$ 112.1 million) but flat in real terms.

Operating Profit

Group operating profit for the quarter was US$ 4.6 million (2006: profit of US$ 6.5 million).

Tax

The current tax charge in Q2 has increased year-on-year from $0.3m to $0.7m due to tax charges in Toronto, Hong Kong and Hungary. However, the Can West deal means that from 1st June 2007 we can utilise the future tax losses of Vancouver and Ottawa to reduce Toronto’s tax charge.

The deferred tax charge has increased year-on-year from $0.4m to $2m due to reduced tax losses in Holland, Denmark and the Toronto holding company. This charge has no cash effect.

Increased Circulation

Total average daily newspaper copies printed by Metro’s 13 fully consolidated country operations increased by 7% year-on-year in the second quarter (excluding the weekly Swedish real estate editions and Poland which was shut down in January 2007).

This reflects the significant circulation increases at a number of existing Metro editions such as France, Spain and Sweden, as well the addition of a Portuguese national edition.

The daily circulation of associated company and franchise operations was 2.4 million. The total daily circulation of titles in which Metro has an interest (subsidiaries, associates, franchise editions and the share investment in Metro Dublin) was 8.8 million copies in the first quarter, making Metro the second largest daily newspaper in the world and the world’s largest international newspaper. At the end of June 2007, Metro was distributed on a national basis in 14 out of its 20 country markets. Metro was the most read or highest circulation newspaper in 9 of these markets.

Foreign Currency

Between Q206 and Q207 the US$ weakened against the Swedish Kronor (9%) and the Euro (8%). This weakening had little effect on Metro’s cash flow since few of our costs or revenues are priced in the US dollar and the transaction exposure is limited.

However, since our reporting currency is the US$ our US$ revenue figures in Q207 are on average 8% higher than at Q206. By Q407 this difference should be much less since the US$ weakened significantly in Q306 and Q406 and the large differences will unwind in our reports in Q3 and Q4 2007.

Reporting Currency

The Board has approved the change of Metro’s reporting currency from US$ to the €.

This change will be implemented from 1st January 2008.

SEGMENTAL OPERATING REVIEW

Newspaper Operations by Age (excl Finland & Poland)

The 12 month sales and operating results for the Group's subsidiary and associated operations above and below 3 years old on 30th June 2007 are:

USD 000	Net Sales	EBIT	EBIT Margin
More than 3 years	423,234	41,691	**9.9%**
Less than 3 years	73,147	-21,210	**-29.0%**
Total	**496,381**	**20,481**	**4.1%**

These figures include our owned operations and the gross results of our JV operations in Canada, Korea, Mexico and Brazil.

The more than 3 years category includes New York for the first time. Excluding New York, the margin would be 11.6%. The drop from 14% in Q107 is due to investment in readership in France, price competition in Denmark and Spain, and the break-even position of Sweden's Bostad. The Swedish Green Metro margins are slightly lower than 2006 and this is due to lower volumes compared to the election-related sales in Q206 and low ad rates that are being gradually increased.

Sweden

US$'000s	Q2 2007	Q2 2006	H1 2007	H1 2006
Net Sales	**26,997**	28,303	51,887	52,616
EBIT	**3,903**	5,563	2,996	9,000
EBIT %	**14%**	20%	6%	17%
Number of Editions	**6**	6		

Metro Sweden publishes daily Metro editions in Stockholm, Gothenburg, Skåne (Malmö), and nationally, plus a weekly real estate newspaper, 'Metro Bostad' (Metro Property), distributed in Stockholm and Malmö, and a high tech paper, "Teknik".

A 7 % real decline in Q2 Metro sales versus last year disguises a gradual strengthening of sales in April and May from the low levels of Q1 due to work to control discounts on ad rates. June's sales volumes are lower than 2006 due to the effect of the 2006 Parliamentary elections. The national edition has enjoyed a real year-on-year sales increase of 18%.

Despite a drop in readership for all newspapers in Sweden's cities, the recent Orvesto survey shows that Metro is the only newspaper in Sweden that is growing readership. Metro has increased total readership through its national edition and is now the largest daily newspaper in Sweden and the most-read newspaper in Stockholm.

Metro's margin was below historic levels in April but in May and June exceeded 18% and was approaching 2006 levels. Partly this is due to a write back of excess Ad Tax provision of over $1m in June.

The Metrobloggen website has generated significant levels of traffic following the launch of a weblog offering that has attracted attention from the international media. Traffic increased by 131% in one week as we attracted new visitors to the weblog pages.

Metro Teknik is profitable and continues to deliver increased contribution.

Bostad's Q2 revenues are 30% lower in real terms than last year and EBIT is $1.1m lower. Bostad is operating at break-even level. Malmo's sales are 18% higher in real terms than last year but Stockholm's sales are still down due to fewer annual contracts than in 2006.

Northern Europe

US$'000s	**Q2 2007**	**Q2 2006**	**H1 2007**	**H1 2006**
Net Sales	**30,075**	28,310	54,383	52,665
EBIT	**5,246**	3,553	5,819	5,046
EBIT %	**17%**	13%	11%	10%
Number of Editions	**13**	14		

Northern Europe includes the Group's operations in Holland, Denmark, Hungary, and the Czech Republic. Finland was sold on 1st September 2006 and Poland was closed in January 2007.

Excluding Finland and Poland's results in 2006, Northern Europe's sales have increased by 10% in real terms and EBIT margin has declined from 20% to 17%.

Real sales growth remains strong in Q2 in Holland at 13% while Czech Republic has 5% growth. Hungary's economic difficulties have resulted in a 5% real drop in sales in Q2. Denmark's sales are down 3% in real terms due to price competition from four competitors in the market.

Strong margins are being maintained in Holland, despite two new competitors this year, and in Denmark, although stiff competition in Denmark has reduced readership and prices. EBIT margin has fallen but Denmark is still an exceptional performer. Czech has a negative margin due to low sales growth not covering the cost of the national edition. Hungary's margins have declined due to the weak economy and the 2006 election effect but it is still generating a good profit.

Southern Europe

US$'000s

	Q2 2007	Q2 2006	H1 2007	H1 2006
Net Sales	**39,733**	35,299	72,231	62,649
EBIT	**1,151**	1,878	-1,464	-319
EBIT %	**3%**	5%	-2%	-1%
Number of Editions	**33**	33		

Southern Europe comprises the Group’s operations in France, Spain, Italy, Greece and Portugal.

The region delivered real sales growth in Q2 of 5% driven by Portugal, Italy and France. Portugal has delivered exceptional real growth of 54% in the quarter year-on-year and a 25% increase in readership while Italy continues the good performance in Q1 with 11% real sales growth year-on-year in Q2. France’s real sales growth is 4% but this is primarily due to the 43% higher ad rates following the 40% circulation increase in 2006. Volumes are currently low but following the next audited circulation figures expected in September we anticipate an increase in French ad volumes. Despite a very strong May, Greece’s sales were flat for the quarter. Spain’s sales are 7% lower than Q206 in real terms partly due to the exceptional sales in 2006 from the El Quijote deal.

EBIT margins have improved to record levels in Portugal and have improved in Italy and Greece. However, margins have declined in Spain and France. France’s margin has declined due to lower volumes arising from the 43% increase in ad rates. Spain’s margins have declined due to the exceptional El Quijote deal that was signed in 2006 and the effect of the price war in Madrid with Recoletos’ Que. Metro Spain has begun to increase readership again and has launched full colour printing and greatly improved the distribution network.

Metro Spain will soon sign a 3 year sponsorship deal with a global sports franchise. This deal will enable Metro to grow readership and brand awareness and to develop new products. A press release will be issued in the near future.

United States

US$'000s

	Q2 2007	Q2 2006	H1 2007	H1 2006
Net Sales	**9,730**	8,639	18,418	16,108
EBIT	**-2,070**	-1,078	-5,035	-3,473
EBIT %	**-21%**	-12%	-27%	-22%
Number of Editions	**3**	3		

Sales grew in the US by 13% in Q2 lead by New York and Boston and more modest growth in Philadelphia.

Despite a margin improvement in New York, US margins have declined due to investment in Sales and Finance staff in the 3 cities, reported in the Q1 Release, and targeted marketing spend in Boston to strengthen the brand profile eg Boston has signed an exclusive contract with the Boston Red Sox baseball team to publish a Metro Gameday newspaper at every home Red Sox game at Fenway Park. This is intended to increase readership and brand awareness.

Rest of World

US$'000s

	Q2 2007	**Q2 2006**	**H1 2007**	**H1 2006**
Net Sales	**9,171**	8,839	18,446	16,288
EBIT	**1,291**	1,383	3,013	2,545
EBIT %	**14%**	16%	16%	16%
Number of Editions	**2**	2		

The Rest of World segment comprises the operations in Chile and Hong Kong.

Real year-on-year sales growth in Chile is a strong 19% and delivers a 40% improvement in EBIT margin due to excellent Agency sales and good results from the Mujeres magazine.

Hong Kong's sales have grown by 3% in real terms as media planners delayed their 10 year independence celebrations until the end of June; margins remain very strong despite increased competition.

Franchise Income

Franchise fees are receivable from the Group's franchisees in Seoul and Pusan (South Korea), St Petersburg (Russia), Canary Islands (Spain), Mexico, Brazil and Croatia. Franchise income has increased by 120% from $0.4m to $0.9m due to the new franchise operations in Mexico, Croatia and Finland.

Joint Ventures

US$'000s	**Q2 2007**	**Q2 2006**	**H1 2007**	**H1 2006**
Net Sales	**1,996**	1,406	3,384	2,539
EBIT	**483**	982	323	835
EBIT %	**24%**	70%	10%	33%
Number of Editions	**8**	7		

The figures above are Metro’s share of the JV operations that are included in our consolidated results. Net sales relate mainly to the Canadian sales companies for Toronto and Montreal in which we have a majority stake.

JV Gross Sales	**Q2 2007**	**Q2 2006**	**H1 2007**	**H1 2006**
Canada	$14.5m	$10.7m	$25.7m	$19.5m
Korea	$7.8m	$8.1m	$14.6m	$14.7m
Brazil	$0.6m	$0m	$0.6m	$0m
Mexico	$1.1m	$0m	$1.8m	$0m
TOTAL	**$24.0m**	**$18.8m**	**$42.7m**	**$34.2m**

Metro owns minority equity positions in joint venture operations in Seoul (South Korea), Brazil and Mexico, and the Group also holds 25% equity stakes in the entities that publish Metro Toronto, Vancouver, Ottawa and Montreal. Metro has an overall approximate financial interest of 50% in the Toronto and Montreal joint ventures and a 50% financial interest in the Vancouver and Ottawa joint venture.

In March 2007, Metro launched a new edition in Calgary followed by Edmonton in April 2007. Both editions were launched in equal partnership with Torstar Corporation.

In May 2007 Torstar Corporation and Metro International S.A. announced that they have acquired the interest held by CanWest MediaWorks Publications Inc. in the Metro Vancouver and Metro Ottawa free daily newspapers, launched in March 2005. Each of Torstar and Metro International now has an approximate 50% financial interest in those newspapers.

Metro Canada’s sales increased year-on-year in Q2 by 36%. However, Metro’s profit share from the Canadian operations decreased by $0.3m in Q207 compared to the 2006 performance as a result of the new editions. Toronto and Montreal deliver good profit margins while the new start-ups in Ottawa, Vancouver, Edmonton and Calgary invest in readership.

Metro’s 29.99% joint venture in Seoul delivered a $0.4m profit in Q207, a slight drop compared to 2006 performance.

The Mexican joint venture was launched in May 2006, and Metro holds a 35% equity share. Publimetro is the largest newspaper by circulation in Mexico City, the world’s second largest city by population. The new edition has delivered monthly profits in May and June which is a record for such a young title.

Metro announced that it has entered into a joint venture and franchise agreement with Grupo Bandeirantes de Comunicação ("Grupo Bandeirantes"), one of the leading television broadcasters in Brazil. A new edition of Metro was launched in Sao Paulo, Brazil, on 7th May 2007. Metro International has a 29.99% interest in the joint venture operation and will account for its interest in the company as an equity participation. Metro International will also receive a franchise fee reflecting Metro International's significant operational support of the joint venture. Grupo Bandeirantes owns the remaining shares in the joint venture and the operation will benefit from cross sales synergies with Grupo Bandeirantes' as well as Group Banderantes' considerable expertise of the Brazilian media market.

The Group’s total share in the pre-tax earnings of these associated companies was a profit of $0.5 million in the second quarter (2006: profit of $1.0 million) due mainly to the new ventures in Mexico and Brazil.

Online:

During Q2 Metro developed an Online concept that we will test in pilot launches in France and Spain. These web sites will be launched in early 2008 and, if successful, will lead to a 2nd phase of rollouts to targeted countries from Summer 2008.

Incremental costs on the new concept in Q2 were $0.5m but an additional $0.7m was invested in the existing websites in Sweden, France and Spain.

Sweden and France have been particularly successful with Sweden’s unique visitors increasing by 51% in six months to June 2007 and the highly successful launch of the Metrobloggen site on 18th June. This site will be re-opened on 25th July on a more robust hardware platform to support the unanticipated demand.

France’s unique visitors have increased by 147% in six months reaching a peak of 502,000 during the presidential elections in May.

HQ & Other activities

US$ ‘000s		**Q2 2007**			Q2 2006	
	Revenue	**Costs**	**Net**	Revenue	Costs	Net
Online		**(498)**	**(498)**			**0**
Other activities	**1,143**	**(1,174)**	**(31)**	670	(1,221)	**(551)**
HQ costs		**(4,983)**	**(4,983)**		(5,024)	**(5,024)**
Total	**1,143**	**(6,655)**	**(5,512)**	670	(6,245)	**(5,575)**

Headquarter costs comprise group senior management and central administration functions; the global advertising research and marketing teams; global IT support and management, and the costs associated with the Group’s long-term incentive plans (LTIPs).

Other activities include Global Sales, Logistics, Metro World News, and Metro Life Panel.

Core HQ costs remained flat at $5m despite investment in the operations and marketing teams due to cost saving measures that will deliver a further $4m cost savings in Q3 and Q4. In real terms, core HQ costs were reduced by 7%

FINANCIAL REVIEW

Cash Flow

In the first two quarters to June 2007, cash and cash equivalents have decreased by US$ 12.9 million, to US$ 22.4 million. Cash flow used by operations by June 2007 was US$ 3.5 million (2006: generated US$ 9.1 million). Working capital over the six months has reduced by US$ 1.4 million, compared to a reduction of US$ 4.1 million in 2006.

Group capital expenditure on tangible fixed assets amounted to US$ 3.8 million (2006: US$ 2.0 million) in the first two quarters and was equivalent to 3% of group sales, whilst depreciation charges totalled US$ 1.7 million (2006: US$ 1.5 million).

Group Net Debt and Financing Items

Group net debt amounted to US$ 30.2 million at the end of the second quarter, compared to US$ 20.1 million as at 30 June 2006, and comprised cash and cash equivalents of US$ 22.4 million, the US$ 46.9 million drawn under the Group's multi-currency revolving credit facility, US$ 5.7 million of loans payable to minority shareholders and other short-term bank loans totalling US$ 42k.

In July 2007 Metro drew down a further $10m on its $90m Nordea bank facility. The total draw down is now $57m. No amortisation is required on this facility until the end of 2009.

Net interest costs were US$ 1.0 million (2006: US$ 1.2 million) in the quarter, and comprised US$ 0.4 million (2006: US$ 0.2 million) of interest income on the Group's cash balances and loans outstanding with associated companies, and US$ 0.9 million (2006: US$ 1.0 million) interest payable on the Group's credit facility and other borrowings. Other financial costs totalled US$ 0.4 million (2006: US$ 0.4 million) and primarily comprised foreign exchange differences and credit facility commitment fees.

Net Tax Charges and Utilization of Deferred Tax Assets

The Group reported a net current tax charge of US$ 0.7 million in Q207 (Q206: charge of US$ 0.3 million). Deferred tax charged amounted to US$ 2.0m million (Q206: charge of US$ 0.4 million). The Group's total tax loss carried forward for its newspaper publishing entities was approximately US$ 150 million at the end of the reporting period and the Group reported deferred tax assets of US$ 15.5 million (Q206: US$ 15.1 million).

Minority Interests

The net result for the quarter attributable to minority shareholders in the Group's subsidiaries in France, Denmark, Boston and Portugal was a charge of US$ 0.3 million (Q206: US$ 0.9 million credit).

Shares Outstanding

The total number of issued and outstanding shares at 30 June was 527,296,944.

CONFERENCE CALL

The company will host a conference call today at 10.00 (CET). The call will also be webcast on Metro's website at www.metro.lu. To participate in the conference call, please dial in on the following numbers:

UK / International:	+44 (0)20 8817 9301
Sweden:	+46 (0) 8 505 202 70
US:	+1 718 354 1226

A replay facility will be available shortly after the conclusion of the call at www.metro.lu

DATE OF NEXT REPORT

Metro's financial results for the third quarter and nine months ended 30 September 2007 will be published on 22 October 2007.

The Board of Directors
Metro International S.A.

Luxembourg, 23rd July, 2007.

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Metro is the largest and fastest growing international newspaper in the world. Metro is published in over 100 major cities in 20 countries across Europe, North & South America and Asia. Metro has a unique global reach - attracting a young, active, well-educated Metropolitan audience of **over 20 million daily readers**. Metro's advertising sales have grown at a compound annual rate of 41% since the launch of the first edition in 1995.

Metro International S.A. 'A' and 'B' shares are listed on the Stockholmsbörsen 'MID CAP-List' under the symbols MTROA and MTROB.

CONSOLIDATED INCOME STATEMENTS
(US$ '000s)

		Period Ended 30June 2007	Period ended 30June 2006
Net Sales		**222,272**	205,277
Cost of production		**(136,825)**	(125,640)
Gross income		**85,447**	79,637
Other			
Sale of shares in subsidiaries			
Selling expenses		**(51,519)**	(43,734)
Administrative and development expenses		**(40,608)**	(33,939)
Share of earnings in associated companies		**(243)**	616
Operating profit/(loss)	(3)	**(6,923)**	2,580
Financial items, net		**(1,853)**	(2,150)
Profit/(Loss) after financial items and before income tax		**(8,776)**	430
Current tax		**(1,693)**	(611)
Deferred tax		**(2,902)**	(942)
Net result		**(13,371)**	(1,123)
Attributable to:			
Equity holders of the parent		**(14,186)**	(1,672)
Minority interest		**815**	549
Net result		**(13,371)**	(1,123)
Basic and diluted basic earnings /(loss) per share		**(0.03)**	(0.00)
Weighted average number of shares outstanding		**527,296,944**	526,151,287

CONSOLIDATED INCOME STATEMENTS

(US$ '000s)

		Q2 2007	Q2 2006
Net Sales		**119,806**	112,095
Cost of production		**(68,799)**	(66,170)
Gross income		**51,007**	45,925
Other			
Sale of shares in subsidiaries			
Selling expenses		**(27,666)**	(22,973)
Administrative and development expenses		**(18,910)**	(17,247)
Share of earnings in associated companies		**172**	763
Operating profit	(3)	**4,603**	6,468
Financial items, net		**(953)**	(1,160)
Profit after financial items and before income tax		**3,650**	5,308
Current tax		**(659)**	(342)
Deferred tax		**(2055)**	(368)
Net result		**936**	4,598
Attributable to:			
Equity holders of the parent		**1,240**	3,669
Minority interest		**(304)**	929
Net result		**936**	4,598
Basic and diluted basic earnings /(loss) per share		**0.01**	0.01
Weighted average number of shares outstanding		**527,296,944**	526,151,287

METRO INTERNATIONAL S.A.

CONSOLIDATED STATEMENTS OF RECOGNISED GAINS AND LOSSES (US$ ‘000s)	Note	**Period Ended 30June 2007**	**Period ended 30June 2006**
Foreign exchange translation differences		**(2,444)**	2,352
Net gain/(loss) not recognized in the income statement		**(2,444)**	2,352
Net result for the period		**(13,371)**	(1,123)
Total recognized income and expenses		**(15,815)**	1,229
Attributable to:			
Equity holders of the parent		**(15,270)**	1,059
Minority interest		**(545)**	170
Total recognized income and expenses		**(15,815)**	1,229

METRO INTERNATIONAL S.A.
CONSOLIDATED BALANCE SHEET
(US$ '000s)

	Note	Q2 2007	Q2 2006
ASSETS			
Non-current assets			
Intangible assets			
Trademarks and Licenses, net		**4,732**	**2,287**
Goodwill, net		**15,762**	**15,239**
		20,494	**17,526**
Property, plant and equipment			
Machinery and equipment, net		**7,888**	**7,556**
Financial assets			
Shares in associated companies		**6,969**	**6,671**
Other investments		**238**	
Receivables from associated companies		**6,581**	**5,022**
Long-term receivables		**4,263**	**2,228**
		18,051	**13,921**
Deferred Tax Assets			
Deferred tax assets		**15,494**	**15,199**
Total non-current assets		**61,927**	**54,202**
Current assets			
Accounts receivable, net		**88,444**	**78,883**
Other current receivables		**11,464**	**9,483**
Prepaid expenses		**7,529**	**4,584**
Cash and cash equivalents		**22,432**	**32,301**
Total current assets		**129,869**	**125,251**
TOTAL ASSETS		**191,796**	**179,453**

METRO INTERNATIONAL S.A.

CONSOLIDATED BALANCE SHEET (US$ '000s)	Note	**Q2 2007**	Q2 2006
EQUITY AND LIABILITIES			
Equity	(5)	**26,282**	**28,240**
Long-term liabilities			
Liability to minority partner		**5,727**	**4,902**
Long-term bank loans		**46,921**	**43,335**
Total long-term liabilities		**52,648**	**48,237**
Current liabilities			
Short-term bank loans		**42**	**6,180**
Accounts payable		**46,761**	**46,567**
Other liabilities		**24,880**	**12,932**
Accrued expenses		**41,183**	**37,297**
Total current liabilities		**112,866**	**102,976**
TOTAL LIABILITIES			
TOTAL EQUITY AND LIABILITIES		**191,796**	**179,453**

CONSOLIDATED STATEMENT OF CASH FLOW (US$ 000's)	Note	**1 January – 30 June 2007**	**1 January – 30 June 2006**
Operating activities			
Profit / (Loss) before income tax		**(8,776)**	430
Adjustments for:			
Depreciation and amortization		**1,662**	1,538
Other non-cash items		**538**	1,549
Financial items, net		**1,853**	2,150
Share of earnings in associated companies		**(243)**	(616)
Changes in working capital:			
Change in current receivables		**(567)**	(10,640)
Change in current liabilities		**2,019**	14,686
Cash flow contributed / (used) by operations		**(3,514)**	9,097
Interest paid, net		**(1,398)**	(1,522)
Income tax paid		**(375)**	(1,007)
Net cash used in operations		**(5,287)**	6,568
Investment activities			
Investment in associated company shares		**(2,804)**	(520)
(Increase)/decrease in long-term receivables		**(1,210)**	(1,843)
Investment in intangible assets			-
Sale of operations and interests in subsidiaries (net)			-
Investment in property, plant and equipment		**(3,770)**	(2,035)
Net cash flow used in investing activities		**(7,784)**	(4,398)

METRO INTERNATIONAL S.A.

CONSOLIDATED STATEMENT OF CASH FLOW Continued (US$ '000s)	**Note**	**1 January – 30 June 2007**	**1 January – 30 June 2006**
Financing activities			
Loan from minority partner		-	101
Capital increase		-	-
Bank loans		**378**	1,228
Net cash flow provided by financing activities		**378**	1,329
Net increase/(decrease) in cash and cash equivalents		**(12,693)**	3,499
Cash and cash equivalents at beginning of year		**35,254**	29,209
Currency effects on cash		**(129)**	(407)
Cash and cash equivalents at end of period		**22,432**	32,301

Note 1

Basis of preparation and scope of consolidated financial statements

Metro International S.A. was formed in December 1999 and was a wholly owned subsidiary of Modern Times Group MTG AB ("MTG"). MTG divested Metro International S.A. to its shareholders through a dividend on 18 August 2000.

Metro International S.A. and its subsidiaries (the "Company"), together with its South Korean, Russian, Spanish, Finnish and Croatian franchise partners, publish free-of-charge newspapers, Monday through Friday and in some cases also on Saturday. As at 31 March 2007, Metro newspapers were distributed in Stockholm, Gothenburg, Malmö and in 81 other Swedish cities, , Prague and 40 other Czech cities, Budapest and 23 other Hungarian cities, the Netherlands, Helsinki and 9 other Finnish cities, Santiago and nine other Chilean cities, Philadelphia, Boston, New York, Rome, Lombardy, Genoa, Bologna, Veneto, Turin, Florence, Toronto, Montreal, Vancouver, Ottawa, Calgary, Edmonton, Athens, Thessaloniki, Patra, Volos, Madrid, Catalonia, Aragon, Andalusia, Galicia, Alicante, Valencia, the Basque country, Castilla La Mancha, Castellon, the Canary Islands, Malaga and various other Spanish cities, Lisbon, Porto and 3 other Portuguese cities, Denmark, Paris, Marseilles, Lyon, St Etienne, Toulouse, Lille, Aix-en-Provence, Toulon, Aubagne, Bordeaux, Nice, Nantes, Rennes, Strasbourg, Hong Kong, Seoul, Pusan, Mexico City, Sao Paolo Zagreb and 5 other Croatian regions and St Petersburg. Metro derives its revenues from advertising sales.

The Company is domiciled in Luxembourg.

The interim financial statements are prepared in accordance with IAS 34 – Interim Financial Reporting.

Note 2

Accounting and valuation policies

Metro’s accounting and valuation policies are in accordance with IFRS (International Financial Reporting Standards) as endorsed by the EU and are the same as in the consolidated financial statements for the period ended 31 December 2005.

Note 3

Seasonality of operations

The Group’s operations are subject to seasonal fluctuations as advertising clients generally reduce advertising activity during the summer holiday period, particularly in Northern and Southern Europe. The group attempts to minimize the impact of this by reducing the number of editions published during the period.

Note 4

Segment Reporting

The segment reporting is based on geographic areas for subsidiary newspaper operations – Sweden, Northern Europe, Southern Europe, USA, and Rest of World. Other reporting segments are Equity Participants, Other Businesses and Headquarters.

Northern Europe comprises operations in Holland, Denmark, Hungary and the Czech Republic.

Southern Europe comprises operations in France, Spain, Italy Greece and Portugal.

Rest of World comprises operations in Chile and Hong Kong.

Other includes equity participations in associate company operations in Canada, South Korea, Brazil and Mexico, various Online services businesses and the income from franchise operations in St Petersburg, South Korea, Finland, Croatia and the Canary Islands.

Metro does not own the editions published in Alicante, Valencia, Elche and Castilla La Mancha but reports a share of the national advertising sales.

Metro owns the majority of the sales companies in Toronto and Montreal and 25% of the publishing entities. Metro therefore accounts for the sales companies as subsidiaries and the publishing entities as associated companies. Metro also owns 25% of the equity of the Vancouver and Ottawa joint venture and therefore accounts for these operations as associates. Metro, through royalty agreements, holds a 50% financial interest in the Toronto, Edmonton, Calgary and Montreal joint ventures and a 50% financial interest in the joint venture publishing the editions in Vancouver and Ottawa.

Segment Reporting - Net Sales (External)

2007 (US$ '000s)	**Q3 2006**	**Q4 2006**	**Q1 2007**	**Q2 2007**	**TOTAL**
Sweden	22,681	31,311	24,889	26,997	**105,878**
Northern Europe	22,035	29,587	24,309	30,075	**106,006**
Southern Europe	22,233	40,219	32,498	39,733	**134,683**
USA	7,951	8,920	8,688	9,730	**35,289**
Rest of World	9,490	10,068	9,274	9,171	**38,003**
Other	2,727	4,035	2,808	4,094	**13,664**
TOTAL	87,117	124,140	102,466	119,800	**433,523**

2006 (US$ '000s)	**Q3 2005**	**Q4 2005**	**Q1 2006**	**Q2 2006**	**TOTAL**
Sweden	19,677	25,746	24,313	28,303	**98,039**
Northern Europe	19,945	27,176	24,335	28,310	**99,786**
Southern Europe	16,716	30,076	27,350	35,299	**109,441**
USA	7,650	7,912	7,469	8,639	**31,670**
Rest of World	8,652	8,604	7,449	8,839	**33,544**
Other	1,344	1,750	2,246	2,705	**8,045**
TOTAL	73,984	101,264	93,182	112,095	**380,525**

There are no inter-segment sales.

Segment Reporting

Segment Operating Profit – 2007

(US$ '000s)	Q3 2006	Q4 2006	Q1 2007	Q2 2007	TOTAL
Sweden	2,199	5,705	(907)	3,903	**10,900**
Northern Europe	(1,016)	5,164	574	5,246	**9,968**
Southern Europe	(3,316)	4,541	(2,614)	1,151	**(238)**
USA	(2,080)	(1,213)	(2,965)	(2,070)	**(8,328)**
Rest of World	1,883	2,075	1,722	1,291	**6,971**
Other	(6,545)	(5,523)	(7,336)	(4,919)	**(24,323)**
Operating profit / (loss) from operations	(8,875)	10,749	(11,526)	4,602	**(5,050)**

Segment Reporting

Segment Operating Profit – 2006

(US$ ‘000s)	Q3 2005	Q4 2005	Q1 2006	Q2 2006	TOTAL
Sweden	1,074	5,159	3,437	5,563	**15,233**
Northern Europe	309	5,237	1,493	3,553	**10,592**
Southern Europe	(4,895)	2,339	(2,197)	1,878	**(2,875)**
USA	(2,590)	(2,188)	(2,395)	(1,078)	**(8,251)**
Rest of World	2,443	2,139	1,162	1,383	**7,127**
Other	(6,563)	(7,184)	(5,388)	(4,831)	**(23,966)**
Operating profit / (loss) from operations	(10,222)	5,502	(3,888)	6,468	**(2,140)**

Note 5

Shareholders' equity

Metro International S.A. was formed on December 29, 1999.

The authorized share capital of the Company is US$ 450 million divided into 1,000,000,000 Metro class A Shares (voting shares) and 500,000,000 Metro class B Shares (non-voting) with no par value.

The issued and outstanding share capital of the Company is US$ 131,537,821 divided into 263,554,560 Metro class A Shares and 262,596,727 Metro class B Shares with no par value. Metro class A Shares carry one vote for every share while Metro class B Shares carry no votes. Dividends may be paid in US$ or in shares of the Company or otherwise as the Company's Board may determine in accordance with the provisions of the Luxembourg Companies Act. The holders of Metro class B Shares are entitled to the greater of a) a cumulative preferred dividend corresponding to 0.5% of the accounting par value of the Metro class B shares in the Company or b) 2% of the overall dividend distributions made in a given year. Any balance of dividends must be paid equally on each Metro class A and Metro class B Share.

Total shareholders equity (US$ '000s)	**Equity holders of the parent**	**Minority interest**	**Total equity**
Balance at January 1st 2006	**23,845**	**(1,545)**	**22,300**
Total recognized gains and losses	15,123	1,047	16,170
Restricted share program of LTIP scheme	2,367	-	2,367
Share option program of LTIP scheme	840	-	840
Balance at 31 st December 2006	**42,175**	**(498)**	**41,677**
Balance at January 1st 2007	**42,175**	**(498)**	**41,677**
Total recognized gains and losses	(15,270)	(545)	(15,815)
Restricted share program of LTIP scheme	-	-	-
Share option program of LTIP scheme	420	-	420
Balance at 30 th June 2007	**27,325**	**(1,043)**	**26,282**

Note 6

Contingent Liabilities

Metro has paid advertising tax at the rate of 11% until 2005 and at 8% in 2006. These rates are applicable to non-exempt non-newspaper media, whereas traditional newspapers are liable to pay advertising tax at the lower rates of 4% (to 2005) and 3% (2006). Metro has taken professional advice and is contesting its liability to bear advertising tax at the 11% rate for the years 2001 to 2005 and at 8% for 2006 and future years. Metro has made certain deductions in determining its advertising tax base for the years 2001 to 2006. If these are disallowed at current tax rates the maximum exposure to the group is an additional tax charge of $11m.

On 7th July 2006 Metro brought an action before the Stockholm District Court claiming that the application of Advertising Tax was applied unfairly to free newspapers compared to traditional newspapers. On the same day a complaint was submitted to the European Commission claiming that the Swedish Advertising Act violates European Community rules on state aid as well as other EC rules.

On 29th January 2007 Metro wrote to the Swedish Tax Office restating the advertising tax computations for 2001 to 2006 and contesting Metro's treatment as non-newspaper media. It is impossible to quantify the net exposure since if the Tax Office agrees to treat Metro as a newspaper, a tax refund will be due equivalent to the size of the current exposure. For this reason, this matter is reported as a contingent liability.

On 16th April 2007 the Swedish government announced that it will propose to the Swedish parliament that retroactively, from 1st January 2007, all publications, including free publications, that have a "daily news" character, will be charged advertising tax at the lower 3% rate. This represents a reduction of 5% from the current 8% rate and could improve EBIT in Metro Sweden by $1m on an annual basis. This has not been reflected in the Q1 results.

Metro Spain is party to a lawsuit from a third party sales agency for termination of a contract without notice and breach of the non-compete clause. Advice from legal counsel is that there is a possible exposure but it is not possible to quantify the risk.