



Supplementary Disclosure

**Quarter / 6-Month Period
Ended June 30, 2017**

For additional information, please contact
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QUEBECOR INC.

Supplementary Disclosure June 30, 2017 Net Income Attributable to Shareholders

	<u>2nd Quarter</u>		<u>YTD</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Net income per share (basic)	\$1.09	\$0.08	\$1.09	\$0.65
Net income per share, before gains and losses on valuation and translation of financial instruments, unusual items and discontinued operations	\$0.69	\$0.57	\$1.27	\$1.12

Reconciliation of earnings per share

	<u>2nd Quarter</u>		<u>YTD</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Net income per share, before gains and losses on valuation and translation of financial instruments, unusual items and discontinued operations	\$0.69	\$0.57	\$1.27	\$1.12
Other adjustments ¹ :				
Unusual items	0.64	(0.02)	0.65	(0.06)
Loss on valuation and translation of financial instruments	(0.30)	(0.47)	(0.89)	(0.41)
Discontinued operations	0.06	-	0.06	-
Total	0.40	(0.49)	(0.18)	(0.47)
Reported net income per share (basic)	\$1.09	\$0.08	\$1.09	\$0.65

¹ After taxes and non-controlling interest.

QUEBECOR INC.

Supplementary Disclosure June 30, 2017 Debt

(all amounts in millions of Canadian dollars)

Quebecor Inc.

Revolving credit facility due in 2019 (availability: \$150)	\$	19.0
Mortgage loan due in 2017		30.4
	\$	49.4

Quebecor Media Inc.

Revolving credit facility due in 2020 (availability: \$300)	\$	-
Term Loan B due in 2020		435.7
5 3/4% Senior Notes due in 2023		1,102.0
6 5/8% Senior Notes due in 2023		500.0
		<u>2,037.7</u>

Videotron Ltd.

Revolving credit facility due in 2021 (availability: \$965)		-
Export Financing due in 2018		10.7
5% Senior Notes due in 2022		1,037.2
5 3/8% Senior Notes due in 2024		777.8
5 5/8% Senior Notes due in 2025		400.0
5 3/4% Senior Notes due in 2026		375.0
5 1/8% Senior Notes due in 2027		777.8
		<u>3,378.5</u>

TVA Group Inc.

Revolving credit facility due in 2019 (availability: \$150)		6.9
Term Loan due in 2019		66.7
		<u>73.6</u>

Other debt

0.3

Total Quebecor Media Inc. **\$ 5,490.1**

TOTAL LONG TERM DEBT **\$ 5,539.5**

Bank indebtedness - QI		-
Bank indebtedness - QMI		7.5
Exchangeable debentures - QI		2.1
Convertible debentures (cost if settled in cash at maturity) - QI ¹		891.8
Liability (asset) related to cross-currency interest rate swaps (FX rate differential) - QI ²		-
Liability (asset) related to cross-currency interest rate swaps (FX rate differential) - QMI ²		(704.4)

Cash and cash equivalents :

Quebecor Inc.		0.3
Quebecor Media Inc.		187.1
Videotron Ltd.	\$ 115.4	
Other 100% owned subsidiaries	70.7	
TVA Group Inc.	1.0	
		<u>\$ 187.4</u>

¹ Based on the market value of a number of shares obtained by dividing the outstanding principal amount by the market price of a Quebecor Inc. Class B share on June 30, 2017, subject to a floor price of \$19.25 and a ceiling price of \$24.0625.

² Classified as "Derivative financial instruments" in Quebecor Media Inc. and Quebecor Inc.'s balance sheets.

TELECOMMUNICATIONS

Supplementary Disclosure June 30, 2017 Operating Results

	<u>2017</u>		<u>2016</u>			
	<u>Jun 30</u>	<u>Mar 31</u>	<u>Dec 31</u>	<u>Sep 30</u>	<u>Jun 30</u>	
Revenue Generating Units ('000) ¹	5,795.8	5,795.4	5,765.4	5,703.1	5,648.4	
Mobile Telephony Lines ('000)	953.3	920.9	893.9	867.7	828.9	
Homes Passed ('000)	2,859.2	2,845.7	2,839.3	2,833.0	2,825.3	
Cable Internet Subscribers ('000)	1,627.2	1,628.1	1,612.8	1,596.1	1,571.7	
Penetration of Homes Passed	56.9%	57.2%	56.8%	56.3%	55.6%	
Basic Subscribers ('000)	1,656.7	1,680.6	1,690.9	1,695.7	1,697.5	
Penetration of Homes Passed	57.9%	59.1%	59.6%	59.9%	60.1%	
Digital Set-Top Boxes ('000)	2,837.6	2,810.6	2,765.4	2,718.6	2,696.4	
Digital Subscribers ('000)	1,596.8	1,595.1	1,587.1	1,570.8	1,559.8	
Penetration of Homes Passed	55.8%	56.1%	55.9%	55.4%	55.2%	
Cable Telephony Lines ('000)	1,221.0	1,241.3	1,253.1	1,265.1	1,284.0	
Penetration of Homes Passed	42.7%	43.6%	44.1%	44.7%	45.4%	
Over-the-Top Video Subscribers ('000)	337.6	324.5	314.7	278.5	266.3	
	<u>2nd Quarter</u>			<u>YTD</u>		
	<u>2017</u>	<u>2016</u>	<u>VAR</u>	<u>2017</u>	<u>2016</u>	<u>VAR</u>
(in millions)						
Revenues						
Cable Television	\$252.9	\$255.0	-0.8%	\$504.1	\$515.4	-2.2%
Internet	256.7	242.8	5.7%	507.1	484.5	4.7%
Mobile Telephony	149.6	122.8	21.8%	292.5	239.2	22.3%
Cable Telephony	100.2	106.6	-6.0%	202.8	214.1	-5.3%
Business Solutions	31.5	26.9	17.1%	62.9	52.6	19.6%
Other	27.6	24.6	12.2%	47.4	43.6	8.7%
Videotron	818.5	778.7	5.1%	1,616.8	1,549.4	4.4%
Retail and Eliminations	1.6	1.7	-5.9%	3.2	3.5	-8.6%
Total Telecommunications Revenues	\$820.1	\$780.4	5.1%	\$1,620.0	\$1,552.9	4.3%
EBITDA						
Videotron	\$388.7	\$362.3	7.3%	\$765.1	\$720.3	6.2%
Retail	0.1	0.2	-50.0%	0.8	0.9	-11.1%
Total Telecommunications EBITDA	\$388.8	\$362.5	7.3%	\$765.9	\$721.2	6.2%
Additions to PP&E and Intangible Assets (NCTA Standard Reporting Categories)						
Customer Premise Equipment	\$58.6	\$56.5		\$121.1	\$115.4	
Scalable Infrastructure	45.4	76.7		111.1	129.1	
Line Extensions	18.4	20.2		27.7	33.2	
Upgrade / Rebuild	13.4	18.0		29.8	34.0	
Support Capital and Other	36.2	50.9		77.7	108.8	
Total Telecommunications	\$172.0	\$222.3	-22.6%	\$367.4	\$420.5	-12.6%
Mobile Telephony ARPU	\$53.32	\$50.51		\$52.99	\$50.09	
Total ARPU	\$153.28	\$143.01		\$151.38	\$142.19	
Mobile Telephony Acquisition Costs	\$402	\$404				

¹ Revenue generating units are the sum of subscriptions to the cable television, cable Internet access and Club illico over-the-top video service, plus subscriber connections to the cable and mobile telephony services.

MEDIA

Supplementary Disclosure June 30, 2017 Operating Results

	2nd Quarter			YTD		
	2017	2016	VAR	2017	2016	VAR
Lineage ('000)						
Paid Urban Dailies	6,076	7,039	-13.7%	11,565	13,694	-15.5%
(in millions)						
Revenues						
Advertising	\$22.0	\$25.7	-14.4%	\$43.0	\$50.9	-15.5%
Circulation	10.0	10.8	-7.4%	19.8	21.2	-6.6%
Digital	3.5	3.5	0.0%	6.4	6.7	-4.5%
Other	11.6	11.4	1.8%	23.2	22.6	2.7%
Newspaper Publishing Revenues	47.1	51.4	-8.4%	92.4	101.4	-8.9%
Advertising	74.2	64.8	14.5%	141.4	128.6	10.0%
Subscription	32.2	28.8	11.8%	64.4	57.9	11.2%
Other	10.9	11.5	-5.2%	22.2	24.5	-9.4%
Broadcasting Revenues	117.3	105.1	11.6%	228.0	211.0	8.1%
Other ¹	66.6	72.7	-8.4%	121.4	137.9	-12.0%
Total Media Revenues	\$231.0	\$229.2	0.8%	\$441.8	\$450.3	-1.9%
Urban Dailies	\$35.6	\$39.6	-10.1%	\$69.4	\$77.8	-10.8%
Portals	0.5	1.2	-58.3%	1.1	2.4	-54.2%
Other	11.0	10.6	3.8%	21.9	21.2	3.3%
Newspaper Publishing Revenues	\$47.1	\$51.4	-8.4%	\$92.4	\$101.4	-8.9%
EBITDA						
Newspaper Publishing	\$1.3	\$3.8	-65.8%	\$1.5	\$3.8	-60.5%
Broadcasting	5.1	(2.4)	n.m.	5.7	(6.3)	n.m.
Other	8.9	5.5	61.8%	5.2	6.7	-22.4%
Total Media EBITDA	\$15.3	\$6.9	121.7%	\$12.4	\$4.2	195.2%

¹ Includes the publishing and distribution of books and magazines, the distribution and production of music, the operation of an out-of-home advertising business and the operation of studio, soundstage and equipment leasing and post-production services for the film and television industries.

QUEBECOR INC.

Supplementary Disclosure June 30, 2017 Shares Held in Subsidiaries

	<u>Number of shares</u>	<u>Equity (%)</u>	<u>Voting (%)</u>
<u>Shares held by Quebecor Inc.</u>			
Quebecor Media Inc.	77,812,366	81.5% ¹	81.5% ¹
<u>Shares held by Quebecor Media Inc.</u>			
TVA Group Inc.	29,539,364	68.4%	99.9%

¹ Pro forma the purchase and cancellation of 541,899 common shares held by the Caisse de dépôt et placement du Québec on July 6, 2017.

QUEBECOR INC.

Supplementary Disclosure June 30, 2017 Note to Investors

Note to Investors

Investors should note that this Supplementary Disclosure document presents financial information for Quebecor Inc. on a consolidated basis as well as for Quebecor Media Inc. and two of its reporting segments: Telecommunications and Media. The financial figures included in this document are reported in Canadian dollars.

Detailed Financial Information

For a detailed analysis of Quebecor Inc.'s results for the second quarter of 2017, please refer to the Management Discussion and Analysis and Condensed Consolidated Financial Statements of Quebecor Inc., available on the Company's website at http://www.quebecor.com/en/quarterly_doc_quebecor_inc or from the SEDAR filing service at <http://www.sedar.com>.

Non-IFRS Financial Measures

The non-IFRS financial measures used by the Corporation to assess its financial performance, such as adjusted operating income, adjusted income from continuing operating activities, cash flows from segment operations and free cash flows from continuing operating activities of the Quebecor Media subsidiary are not calculated in accordance with or recognized by IFRS. The Corporation's method of calculating these non-IFRS financial measures may differ from the methods used by other companies and, as a result, the non-IFRS financial measures presented in this document may not be comparable to other similarly titled measures disclosed by other companies. We refer investors to our Management Discussion and Analysis for the second quarter of 2017 under "Non-IFRS Financial Measures" for a complete description of these measures as well as a reconciliation to the most directly comparable measure calculated in accordance with IFRS.