



For Immediate Release

OpenTV Reports Third Quarter Results

Company Reports Solid Revenue Growth and Strong Financial Performance

San Francisco, Calif., November 6, 2006 - OpenTV (NASDAQ GM: OPTV), a leading provider of enabling technologies for advanced digital television services, today announced financial results for its third quarter ended September 30, 2006.

"Our progress through the first nine months of 2006 clearly demonstrates the business and operational momentum we have been able to achieve," said OpenTV's Chairman and Chief Executive Officer, James A. (Jim) Chiddix. "With a fourth consecutive quarter of positive adjusted EBITDA, and strong operational cash flow, we continue to execute effectively on both our business and financial objectives. Our strong third quarter revenue growth illustrates the increasing global demand for our product portfolio, and our position at the center of the digital television evolution. That performance in our core business also enables us to invest in a more targeted and disciplined manner in a host of areas, including advanced advertising solutions, participation TV, mobile video, digital terrestrial, and other markets where longer term growth opportunities remain very appealing. Our recent strides across all of the product categories and geographies we serve leave us very confident of our future direction."

Key Operating Measures

USD Millions	Three months ended September 30, 2006	Three months ended September 30, 2005	Change
Revenues	\$26.6m	\$19.5m	36%
Adjusted EBITDA, before unusual items	\$1.6m	\$(1.3)m	\$2.9m
Cash, Cash Equivalents and Marketable Debt Securities	\$67.7m	\$55.0m	23%

Third Quarter 2006

For the quarter ended September 30, 2006, revenues were \$26.6 million, an increase of 36% over revenues of \$19.5 million for the third quarter of 2005. Royalties and licenses revenues increased 41% to \$17.4 million. Services and other revenues increased 28% to \$9.2 million. Adjusted EBITDA, before unusual items, improved to \$1.6 million for the quarter ended September 30, 2006, compared to a loss of \$1.3 million for the third quarter of 2005. Adjusted EBITDA, before unusual items, is a non-GAAP financial measure. Reconciliations of the differences between this non-GAAP financial measure and net loss, which is the most directly comparable GAAP financial measure, are included at the end of this press release. Additional information regarding the derivation of Adjusted EBITDA and a statement of the relevance to management of this information and its possible usefulness to investors is also included in this release.

Net loss for the third quarter of 2006 was \$1.8 million, or \$0.01 per share, compared to a net loss of \$4.1 million, or \$0.03 per share, for the third quarter of 2005. Net loss for the 2006 period includes approximately \$0.8 million, or \$0.01 per share, in share-based compensation expenses, which the company began reporting in 2006 pursuant to SFAS 123R and was not included in the 2005 period.

As of September 30, 2006, the company had \$24.3 million in deferred revenue compared with \$22.6 million at the end of 2005.

As of September 30, 2006, OpenTV had cash, cash equivalents and short and long-term marketable debt securities totaling \$67.7 million compared to \$64.5 million as of December 31, 2005.

Segment Information (quarter over quarter comparisons)

Revenues

- Middleware and Integrated Technologies revenues increased by 25% to \$19.3 million, compared to \$15.4 million.
- Applications revenues increased by 44% to \$4.6 million, compared to \$3.2 million.
- BettingCorp revenues increased by 200% to \$2.7 million, compared to \$0.9 million.

Contribution Margin

- Middleware and Integrated Technologies contribution margin increased by \$1.3 million to \$6.7 million, compared to \$5.4 million in the year-ago quarter.
- Applications contribution margin improved by \$0.5 to a loss of \$0.6 million, compared to a loss of \$1.1 million in the year-ago quarter.
- BettingCorp contribution margin increased by \$2.3 million to \$1.1 million, compared to a loss of \$1.2 million in the year-ago quarter.

For the third quarter of 2006, total contribution margin from the company's operating segments improved to \$7.2 million, compared to \$3.1 million in the third quarter of 2005. Unallocated corporate overhead of \$5.6 million in the third quarter of 2006 increased from \$4.4 million in the third quarter of 2005.

Liberty Media Corporation and Kudelski Transaction

On October 18, 2006, Kudelski Group (SWX Swiss Exchange: KUD), a global leader in content protection and related digital television technologies, signed a stock purchase agreement with Liberty Media Corporation (NASDAQ: LINTA, LCAPA) to acquire voting control of OpenTV. Kudelski Group will acquire 6,533,951 Class A ordinary shares and 30,206,154 Class B ordinary shares of OpenTV from Liberty for a purchase price of \$3.60 per share (a 26% premium to OpenTV's stock price on October 17, 2006), with an aggregate purchase price of \$132.3 million. The shares to be acquired collectively represent approximately 26.7% of the economic interest and 74.7% of the voting interest of OpenTV's ordinary shares outstanding as of September 30, 2006.

As part of the transaction, Liberty is expected to pay OpenTV up to \$19.7 million (or \$0.14 per share), representing 71.4% of its premium, consistent with an existing agreement between Liberty and OpenTV. OpenTV will receive \$5.4 million of this amount at closing, with the remainder to be paid after an applicable indemnity period.

The closing of the transaction is subject to certain conditions, including receipt of requisite regulatory approvals. It is anticipated that the transaction will close by the end of the first quarter of 2007.

Conference Call Details

OpenTV will conduct a conference call to discuss the company's third quarter financial results. The details of the call are as follows:

Date and Time:	Monday, November 6, 2006 at 5:00 p.m. ET / 2 p.m. PT
Dial-in Number US:	866-713-8395
Dial-in Number International:	617-597-5309
Pass Code:	26568385
Replay Number US:	888-286-8010
Replay Number International:	617-801-6888
Pass Code:	85080985

The conference call replay will be available from Monday, November 6, 2006 at 7:00 p.m. ET / 4:00 p.m. PT through Monday, November 13, 2006, until 7:00 p.m. ET / 4:00 p.m. PT on the Investor Relations section of the OpenTV website at www.opentv.com.

About Segment Information

Because Segments reflect the manner in which management reviews our business, they necessarily involve judgments that management believes are reasonable in light of the circumstances under which they are made. These judgments may change over time or may be modified to reflect new facts or circumstances. Segments may also be changed or modified to reflect technologies and applications that are newly created, or that change over time, or other business conditions that evolve, each of which may result in reassessing specific Segments and the elements included within each of those Segments and the methodologies that management uses to assess its performance.

In addition to reviewing the company's Segments by revenues, management also reviews and assesses the "contribution margin" of each of these Segments, which is not a GAAP financial measure.

Non-GAAP Financial Measures

"EBITDA" is an acronym for earnings before interest, taxes, depreciation and amortization. Adjusted EBITDA, as used in this release, removes from EBITDA the effects of amortization of intangible assets share-based compensation expense, other income and expense, and minority interest. "Adjusted EBITDA before unusual items" removes from Adjusted EBITDA the effects of contract amendments that mitigated potential loss positions and restructuring costs.

The company defines "contribution margin," for these purposes, as segment revenues less related direct or indirectly allocable costs, including headcount and headcount-related overhead costs, consulting and subcontractor costs, travel, marketing and network infrastructure and bandwidth costs. Contribution margin excludes unallocated corporate overhead, interest, taxes, depreciation and amortization, amortization of intangible assets, share-based compensation, impairment of goodwill, impairment of intangibles, other income, minority interest, restructuring provisions, and unusual items such as contract amendments that mitigated potential loss positions. Contribution margin does not take into account substantial costs of doing business, such as unallocated corporate overhead costs, income tax and interest. Management believes that segment contribution margin is a helpful measure in evaluating operational performance for our company. While the company may consider "contribution margin" to be an important measure of comparative operating performance, this measure should be considered in addition to, but not as a substitute for, loss from operations, net loss, cash flow used in operating activities and other measures of financial performance prepared in accordance with accounting principles generally accepted in the United States that are otherwise presented in our financial statements. In addition, the company's calculation of "contribution margin" may be different from the calculation used by other companies and, therefore, comparability may be affected.

The company believes "Adjusted EBITDA before unusual items" and "contribution margin," as it relates to Adjusted EBITDA, to be relevant and useful information for an investor because they are some of the principal measures used by OpenTV's management to assess the financial performance of its business. Management believes that certain non-GAAP measures, when presented in conjunction with comparable GAAP measures, may be useful in that they provide an investor with some of the same information used by OpenTV's management in assessing its business. OpenTV's management believes that both Adjusted EBITDA before unusual items and contribution margin are meaningful measures and are superior to other available GAAP measures because each measure represents a transparent view of OpenTV's recurring operating performance and allows management to readily view operating trends, perform analytical comparisons and benchmarking between segments and identify strategies to improve operating performance. While OpenTV's management may consider Adjusted EBITDA before unusual items and contribution margin to be

important measures of comparative operating performance, they should be considered in addition to, but not as a substitute for, loss from operations, net loss, cash flow and other measures of financial performance prepared in accordance with accounting principles generally accepted in the United States that are presented in the financial statements included in this press release. Additionally, OpenTV's calculation of Adjusted EBITDA before unusual items and contribution margin may be different from the calculation used by other companies and, therefore, comparability may be affected. OpenTV reconciles Adjusted EBITDA before unusual items and each reportable segment's contribution margin to its consolidated net loss as presented in the accompanying financial exhibits, because OpenTV believes consolidated net loss is the most directly comparable financial measure.

While OpenTV believes that the presentation regarding non-GAAP financial measures in this press release complies with the rules and guidance of the SEC, it can give no assurance that it will be able to provide the same or comparable measures in future press releases or announcements. OpenTV may, in the future, determine to present non-GAAP financial measures other than "Adjusted EBITDA before unusual items," "Adjusted EBITDA" or "contribution margin," together with comparable GAAP measures, that it believes may be useful to investors. Any such determinations will be made with the intention of providing the most useful information to investors and will reflect the information used by OpenTV's management in assessing its business, which may change from time to time.

Cautionary Language Regarding Forward-Looking Information

The foregoing information contains certain "forward-looking statements" within the meaning of the United States Private Securities Litigation Reform Act of 1995. These statements are based on management's current expectations and are subject to uncertainty and changes in circumstances. Actual results may differ materially from these expectations due to changes in political, economic, business, competitive, market and regulatory factors. In particular, factors that could cause our actual results to differ include risks related to: market acceptance of interactive television services and applications such as ours; delays in the development or introduction of new applications and versions of our service; technical difficulties with networks or operating systems; our ability to manage our resources effectively; changes in technologies that affect the television industry; and the protection of our proprietary information. These and other risks are more fully described in our periodic reports and registration statements filed with the Securities and Exchange Commission and can be obtained online at the Commission's web site at <http://www.sec.gov>. Readers should consider the information contained in this release together with other publicly available information about our company for a more informed overview of our company. We disclaim any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

About Open TV

OpenTV is one of the world's leading providers of technologies and services enabling the delivery of digital and interactive television. The company's software has been integrated in over 73 million digital set-top boxes in 96 countries. The software enables enhanced program guides, video-on-demand, personal video recording, enhanced television, interactive shopping, interactive and addressable advertising, games and gaming and a variety of consumer care and communication applications. For more information, please visit www.opentv.com

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OPENTV CORP.
CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands, except share amounts)

	September 30, 2006	December 31, 2005*
ASSETS	(Unaudited)	
Current assets:		
Cash and cash equivalents	\$ 53,673	\$ 47,229
Short-term marketable debt securities	5,660	9,030
Accounts receivable, net of allowance for doubtful accounts of \$329 and \$305 at September 30, 2006 and December 31, 2005, respectively	17,245	16,873
Prepaid expenses and other current assets	3,851	4,638
Total current assets	80,429	77,770
Long-term marketable debt securities	8,336	8,213
Property and equipment, net	6,256	5,863
Goodwill	97,700	80,124
Intangible assets, net	21,870	27,150
Other assets	4,711	2,945
Total assets	\$ 219,302	\$ 202,065
LIABILITIES, MINORITY INTEREST AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 2,914	\$ 4,361
Accrued liabilities	19,016	18,568
Accrued restructuring	1,560	1,931
Due to Liberty Media	702	182
Current portion of deferred revenue	9,561	14,193
Total current liabilities	33,753	39,235
Long-term liabilities:		
Deferred rent	1,259	1,404
Deferred revenue	14,743	8,391
Total long-term liabilities	16,002	9,795
Total liabilities	49,755	49,030
Commitments and contingencies		
Minority interest	495	523
Shareholders' equity:		
Class A ordinary shares, no par value, 500,000,000 shares authorized; 107,113,169 and 98,105,119 shares issued and outstanding, including treasury shares, at September 30, 2006 and December 31, 2005, respectively	2,233,837	2,230,398
Class B ordinary shares, no par value, 200,000,000 shares authorized; 30,631,746 shares issued and outstanding	35,953	35,953
Additional paid-in capital	491,094	470,596
Treasury shares at cost, 76,327 shares	(38)	(38)
Deferred share-based compensation	-	(2)
Accumulated other comprehensive loss	(262)	(265)
Accumulated deficit	(2,591,532)	(2,584,130)
Total shareholders' equity	169,052	152,512
Total liabilities, minority interest and shareholders' equity	\$ 219,302	\$ 202,065

* The consolidated balance sheet at December 31, 2005 has been derived from the company's audited consolidated financial statements at that date, but does not include all of the information and notes required by accounting principles generally accepted in the United States of America.

OPENTV CORP.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(In thousands, except share and per share amounts)
(Unaudited)

	<u>Three Months Ended September 30,</u>		<u>Nine Months Ended September 30,</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Revenues:				
Royalties and licenses	\$ 17,327	\$ 12,285	\$ 48,441	\$ 40,207
Services and other	9,226	7,193	26,729	22,974
Total revenues	<u>26,553</u>	<u>19,478</u>	<u>75,170</u>	<u>63,181</u>
Cost of revenues:				
Royalties and licenses	1,974	1,457	5,469	4,831
Services and other	9,666	7,065	28,109	19,990
Total cost of revenues	<u>11,640</u>	<u>8,522</u>	<u>33,578</u>	<u>24,821</u>
Gross profit	14,913	10,956	41,592	38,360
Operating expenses:				
Research and development	8,249	7,786	24,266	24,629
Sales and marketing	3,188	2,777	9,138	9,358
General and administrative	4,694	3,508	14,308	11,766
Restructuring and impairment costs	-	368	20	2,545
Amortization of intangible assets	515	426	1,574	1,216
Total operating expenses	<u>16,646</u>	<u>14,865</u>	<u>49,306</u>	<u>49,514</u>
Loss from operations	(1,733)	(3,909)	(7,714)	(11,154)
Interest income	827	439	2,275	1,163
Other income / (expense), net	37	(65)	(161)	297
Minority interest	9	9	28	53
Loss before income taxes	(860)	(3,526)	(5,572)	(9,641)
Income tax expense	(923)	(525)	(1,830)	(1,736)
Net loss	<u>\$ (1,783)</u>	<u>\$ (4,051)</u>	<u>\$ (7,402)</u>	<u>\$ (11,377)</u>
Net loss per share, basic and diluted:	<u>\$ (0.01)</u>	<u>\$ (0.03)</u>	<u>\$ (0.05)</u>	<u>\$ (0.09)</u>
Shares used in per share calculation, basic and diluted	<u>137,648,870</u>	<u>124,751,421</u>	<u>137,005,835</u>	<u>123,530,419</u>

OPENTV CORP.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(In thousands)
(Unaudited)

	Nine Months Ended September 30,	
	2006	2005
Cash flows from operating activities:		
Net loss	\$ (7,402)	\$ (11,377)
Adjustments to reconcile net loss to net cash from operating activities:		
Depreciation and amortization of property and equipment	2,365	3,008
Amortization of intangible assets	5,280	3,994
Amortization of share-based compensation	2,854	6
Non-cash employee compensation	55	126
Provision for doubtful accounts	24	11
Non-cash impairment costs	-	602
Loss on disposal of fixed assets	24	-
Minority interest	(28)	(53)
Changes in operating assets and liabilities:		
Accounts receivable	(396)	4,521
Prepaid expenses and other current assets	787	(137)
Other assets	(1,766)	(1,249)
Accounts payable	(1,447)	(1,564)
Accrued liabilities and deferred rent	2,961	(3,768)
Accrued restructuring	(371)	840
Due to Liberty Media	520	(65)
Deferred revenue	1,720	4,034
Net cash provided by / (used in) operating activities	<u>5,180</u>	<u>(1,071)</u>
Cash flows from investing activities:		
Purchase of property and equipment	(2,724)	(2,140)
Cash used in acquisition of CAM Systems, net of cash acquired	-	(4,261)
Proceeds from sale of marketable debt securities	10,466	36,545
Purchase of marketable debt securities	(7,175)	(29,533)
Private equity investments	-	(300)
Net cash provided by investing activities	<u>567</u>	<u>311</u>
Cash flows from financing activities:		
Proceeds from issuance of ordinary shares	796	181
Net cash provided by financing activities	<u>796</u>	<u>181</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(99)</u>	<u>(410)</u>
Net increase / (decrease) in cash and cash equivalents	6,444	(989)
Cash and cash equivalents, beginning of period	47,229	35,660
Cash and cash equivalents, end of period	<u>\$ 53,673</u>	<u>\$ 34,671</u>
Supplemental disclosure of cash flow information:		
Cash paid for income taxes	<u>\$ (1,198)</u>	<u>\$ (881)</u>
Non-cash investing and financing activities:		
Conversion of exchangeable shares	<u>\$ 17,576</u>	<u>\$ 26</u>
Value of bonus shares issued to employees	<u>\$ 2,658</u>	<u>\$ 3,180</u>
Value of shares issued in connection with acquisition of CAM Systems	<u>\$ -</u>	<u>\$ 13,050</u>

OPENTV CORP.
SEGMENT INFORMATION AND RECONCILIATION OF
CONTRIBUTION MARGIN AND ADJUSTED EBITDA TO NET LOSS

(In millions)

(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2006	2005	2006	2005
Revenues:				
Middleware and integrated technologies				
Royalties and licenses	\$ 15.2	\$ 12.2	\$ 44.6	\$ 40.0
Services and other	4.1	3.2	12.5	10.6
Subtotal - Middleware and integrated technologies	<u>19.3</u>	<u>15.4</u>	<u>57.1</u>	<u>50.6</u>
Applications				
Royalties and licenses	0.9	0.1	2.6	0.2
Services and other	3.7	3.1	11.1	9.3
Subtotal - Applications	<u>4.6</u>	<u>3.2</u>	<u>13.7</u>	<u>9.5</u>
BettingCorp				
Royalties and licenses	1.3	-	1.3	-
Services and other	1.4	0.9	3.1	3.1
Subtotal - BettingCorp	<u>2.7</u>	<u>0.9</u>	<u>4.4</u>	<u>3.1</u>
Total Revenue	<u>\$ 26.6</u>	<u>\$ 19.5</u>	<u>\$ 75.2</u>	<u>\$ 63.2</u>
Contribution margin:				
Middleware and integrated technologies	\$ 6.7	\$ 5.4	\$ 20.7	\$ 21.4
Applications	(0.6)	(1.1)	(1.2)	(3.9)
BettingCorp	1.1	(1.2)	(0.6)	(3.5)
Total contribution margin	<u>7.2</u>	<u>3.1</u>	<u>18.9</u>	<u>14.0</u>
Unallocated corporate overhead	<u>(5.6)</u>	<u>(4.4)</u>	<u>(16.1)</u>	<u>(15.6)</u>
Adjusted EBITDA before unusual items	1.6	(1.3)	2.8	(1.6)
Restructuring and impairment costs	<u>-</u>	<u>(0.4)</u>	<u>-</u>	<u>(2.6)</u>
Adjusted EBITDA	1.6	(1.7)	2.8	(4.2)
Depreciation and amortization	(0.8)	(0.8)	(2.3)	(3.0)
Amortization of intangible assets	(1.7)	(1.4)	(5.3)	(4.0)
Amortization of share-based compensation	(0.8)	-	(2.9)	-
Interest income	0.8	0.4	2.3	1.1
Other (expense) / income, net	-	(0.1)	(0.2)	0.3
Minority interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.1</u>
Loss before income taxes	(0.9)	(3.6)	(5.6)	(9.7)
Income tax expense	<u>(0.9)</u>	<u>(0.5)</u>	<u>(1.8)</u>	<u>(1.7)</u>
Net loss	<u>\$ (1.8)</u>	<u>\$ (4.1)</u>	<u>\$ (7.4)</u>	<u>\$ (11.4)</u>