



3U HOLDING AG
Quarterly Report 3/2008

Summary of group results

3U Group (IFRS)		9-month comparison	
		1 Jan-30 Sep 2008	1 Jan-30 Sep 2007
Sales from continued operations	(in € million)	80.59	83.04*
EBITDA from continued operations (earnings before interest, taxes and amortisation)	(in € million)	8.48	7.49*
EBIT from continued operations (earnings before interest and taxes)	(in € million)	-1.34	-3.15*
EBT from continued operations (earnings before tax)	(in € million)	-2.10	-4.62*
Net income/loss for the period from continued operations	(in € million)	-3.01	-4.71*
Net income/loss for the period from discontinued operations	(in € million)	0.53	0.27*
Total earnings per share (basic)	(in €)	-0.05	-0.09
Total earnings per share (diluted)	(in €)	-0.05	-0.09
Equity ratio	(in %)	43.71	39.02

3U Group (IFRS)		Quarterly comparison	
		Q3 2008	Q3 2007
Sales from continued operations	(in € million)	27.67	28.32*
EBITDA from continued operations (earnings before interest, taxes and amortisation)	(in € million)	2.96	2.09*
EBIT from continued operations (earnings before interest and taxes)	(in € million)	-6.55	-1.15*
EBT from continued operations (earnings before tax)	(in € million)	-6.79	-1.50*
Net income/loss for the period from continued operations	(in € million)	-7.18	-1.56*
Net income/loss for the period from discontinued operations	(in € million)	0.31	0.12*
Total earnings per share (basic)	(in €)	-0.15	-0.03
Total earnings per share (diluted)	(in €)	-0.14	-0.03
Equity ratio	(in %)	43.71	39.02

*The figures for the previous year have been adjusted for discontinued operations.

Contents

1

2	Letter to our shareholders
5	The 3U share
8	Report on business development
15	Related parties report
16	Report on risks and opportunities
17	Significant events since the end of the interim reporting period
18	Outlook
20	Consolidated balance sheet as of 30 September 2008 (IFRS)
22	Consolidated income statement (IFRS)
24	Cash flow statement (IFRS)
26	Statement of changes in equity (IFRS)
28	Notes to the consolidated financial statements as of 30 September 2008 (IFRS)
33	Responsibility statement
34	Financial calendar
35	Contact
36	Imprint
36	Disclaimer
37	3U Group

Dear shareholders,

The positive earning trend in the fixed-line telephony segment has also continued in the third quarter of 2008.

However, we also notice the impact of the intensifying bank and credit crisis in the disposal of investments. Because it is currently almost impossible to generate an appropriate disposal price, current sales processes of the subsidiaries LambdaNet Communications Deutschland AG and 3U TELECOM GmbH Austria have been abandoned. In the consolidated financial statements as of 30 September 2008, the figures for these investments which had been reported as companies held for sale in previous quarters are therefore again fully consolidated.

Positive earning trend in the fixed-line telephony segment continues

The sustained, positive earning trend of the fixed-line telephony segment continues. In the third quarter of 2008, these investments delivered a contribution to consolidated net income totalling € 1.72 million. In the first nine months, we therefore generated earnings amounting to € 4.96 million overall in this segment. The positive earnings trend is also evident in EBITDA. In comparison with the first nine months of 2007, EBITDA increased from € 1.62 million to € 5.37 million as at 30 September 2008.

Consolidated net income was negatively impacted by the reintegration of selected investments that were companies posted as held for sale in the last four quarters. According to the relevant financial reporting requirements, in the third quarter depreciation and amortisation for this whole period is to be retrospectively performed for the companies recognised as held for sale. But also depreciation and amortisation for the corresponding period of the previous year totalling € 2.90 million is to be taken. Overall, depreciation and amortisation for past periods amount to € 7.24 million. Before depreciation and amortisation, interest and taxes, earnings for the first nine months of 2008 total € 8.48 million. The net loss for the period to 30 September 2008 totals € 2.48 million. Without depreciation and amortisation for the past year, the net result for the period would have been positive.

These results are based on consolidated revenues amounting to € 80.59 million, as these revenues figures from the held-for-sale companies previous posted as investments now flow back into the consolidated result.

Financial funds safely invested

Since the stock markets were very volatile as early as the end of the past year, we shifted our financial portfolio to call money and short-term deposits as early as December 2007. Thus the declining prices of the past weeks have had no effect on the value of our cash and cash equivalents. Cash and cash equivalents in the 3U Group at 30 September 2008 were € 34.88 million (€ 35.49 million as at 30 June 2008).

Equity ratio still at a high level

Our equity ratio emphasises the stability of 3U HOLDING AG. Since the end of 2005, it has risen consistently and at the end of September 2008 it was 43.71%.

Further potential investments examined

In the third quarter of 2008, we have also examined further possible investment and reorganisation projects. To date, we have not been convinced by any of the existing proposals in respect to business model, strategy, price and performance opportunities.

Entry into renewable energies

Currently, negotiations are taking place to implement solar heating plants through a project development company. They are expected to deliver an output of 150 kW of heating energy for the supply of heat and hot water and are expected to be sold as turnkey operations to individual property companies. At the same time, individual property companies will conclude long-term rental and energy supply agreements with the owners of the relevant roof and floor areas to ensure constant energy prices for the entire period. We still assume that from 2009 we will be able to generate sales and earnings contributions for the 3U Group from this business on a sustained basis.

Earnings forecast confirmed

Dear shareholders,

In the financial market crisis, we do not see any impact on the generally positive business development of our investments. Therefore, we are retaining our earnings forecast for the fixed-line telephony segment. For 2008 as a whole, we expect this segment to contribute roughly € 5 million to consolidated earnings.

For 2008 as a whole, we expect earnings amounting to € -5 million at Group level. A key factor impacting this result is the retrospective recognition of suspended depreciation and amortisation for the companies which had previously been held for sale. Therefore, a negative earnings contribution of € 2.90 million relates to the retrospective recognition of suspended depreciation and amortisation from 2007. Consolidated revenues for the whole of 2008 are expected to be approximately € 102 million.

We do not think the present market capitalisation reflects the true value of 3U HOLDING AG. We have thus taken the currently low price level as occasion to implement a share buy-back programme which is likely to have a positive effect on the share price. The share buy-back serves all the purposes provided for in the authorisation resolution adopted at the Annual General Meeting on 28 August 2007. Overall, up to 4,684,224 company shares will be bought back. The share buy-back programme began on 6 November 2008 and will be completed by no later than 27 February 2009.

Marburg, November 2008

The Management Board



Michael Schmidt



Oliver Zimmermann

Summary of the 3U share

International Securities Identification Number (ISIN)	DE0005167902
Wertpapierkennnummer (WKN) <i>[Securities Identification Number]</i>	516790
Stock exchange symbol	UUU
Trading segment	Prime Standard
Designated sponsor	AXG Investmentbank AG
Initial listing	26 November 1999
Registered share capital in EUR	€ 46,842,240.00
Number of shares	46,842,240
Share price on 30 September 2008*	€ 0.53
Share price high in period from 1 January to 30 September 2008*	€ 0.84 (2 and 4 January 2008)
Share price low in period from 1 January to 30 September 2008*	€ 0.51 (29 September 2008)
Market capitalisation at 30 September 2008	€ 24,826,387.20
Earnings per share (basic) at 30 September 2008	€ -0.05

In the third quarter of 2008, the financial market crisis reached its worst moment up to now. Multi-billion losses and bankruptcies of leading American banks unsettled the market across the world and resulted in a substantial decline in prices on the stock exchanges, particularly in September 2008. According to a current estimate from the Bundesbank in October 2008, the intensified financial market crisis also directly impacted German economic growth. Thus the German economy stagnated in the third quarter of 2008 for the first time. In contrast, private consumption developed positively. According to the Bundesbank, household spending stabilised during the reporting period thanks to the decrease in the price of oil and employment growth.

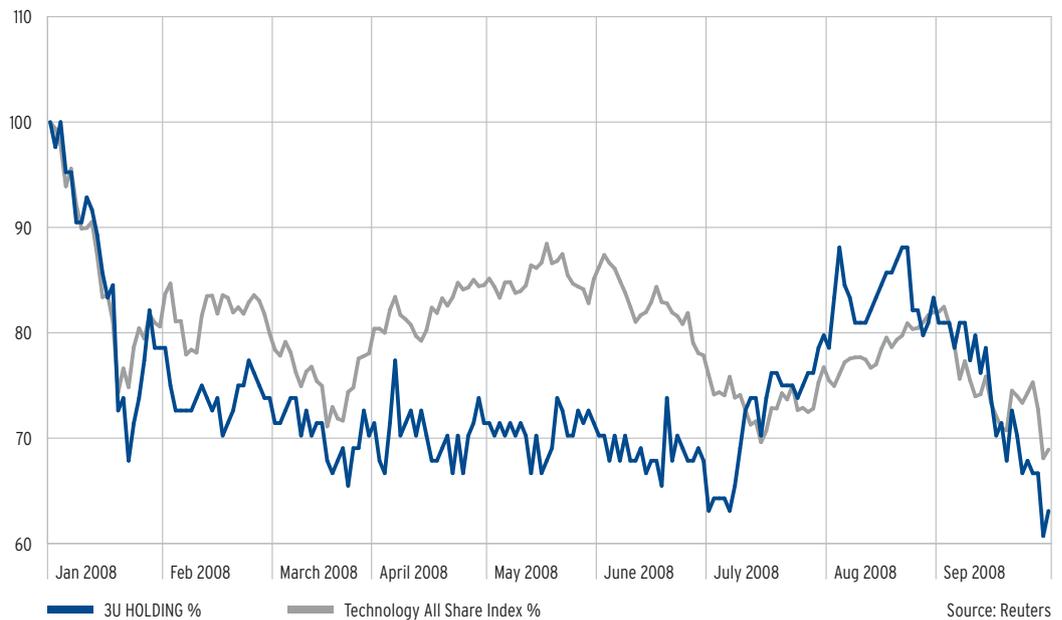
The leading German index, the DAX, dropped from a high of 6,609 points on 11 August 2008 to a new annual low of 5,807 points on 29 September 2008. In the third quarter of 2008, the Technology All Share Index lost 9.2 % and closed at 825 points on 30 September 2008, just over the annual low of 815 points.

In the reporting period, the 3U HOLDING AG share price was volatile. The share started the third quarter on 1 July 2007 with a price of € 0.53 and proceeded to recover up to € 0.68. Then on the last days of trading of the third quarter of 2008 it fell again to € 0.53. From 1 July 2008 to 30 September 2008, a total of 7,204,523 3U HOLDING AG shares were traded on the electronic trading system Xetra and floor trading at the Frankfurt Stock Exchange, which corresponds to an average daily trading volume of 109,653 shares.

*Daily closing price Xetra

Share price

Price performance of 3U shares* against the Technology All Share Index from 1 January 2008 until 30 September 2008



Investor relations

Various positive reports about 3U HOLDING AG's good business development and Buy recommendations for our Company's share document our dialogue with opinion leaders in the financial and business press. The exchange with institutional and private investors and analysts also continued. An example of this work is the second issue of our IR Newsletter which was published on 16 September 2008. Those shareholders interested can receive this by email or download it from the Investor Relations section of the 3U HOLDING website.

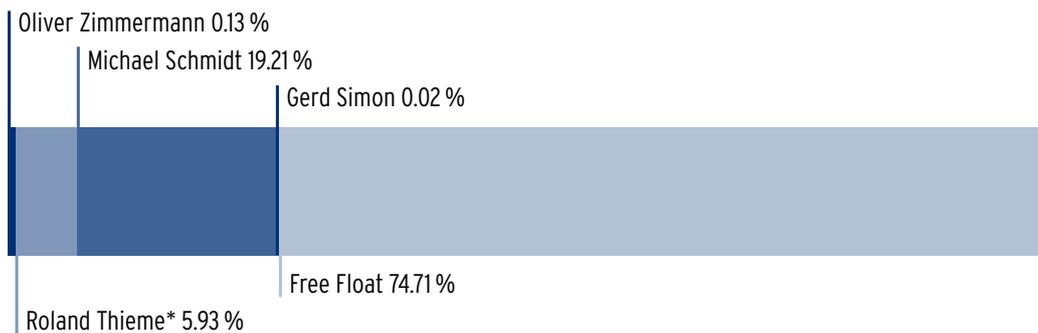
*Daily closing price Xetra

Shareholder structure

As of 30 September 2008, members of the governing bodies held the following shares with full voting and dividend rights:

Management Board	
Michael Schmidt	8.999.995 shares
Oliver Zimmermann	59.584 shares
Management Board total	9.059.579 shares

Supervisory Board		
Ralf Thoenes	(Chairman)	0 shares
Gerd Simon	(Deputy Chairman)	10.000 shares
Peter Coch		0 shares
Supervisory Board total		10.000 shares



*Manager of investments in the fixed-line telephony segment

The bank and credit crisis also affected the disposal process of 3U HOLDING AG investments. From the point of view of the Management Board, at the current moment in time it is not possible to generate an appropriate purchase price for held-for-sale investments. For this reason, current sales processes have been abandoned. In line with the accounting provisions of the International Financial Reporting Standards (IFRS), the held-for-sale status applicable to LambdaNet Communications Deutschland AG and 3U TELECOM GmbH Austria is to be relinquished. In accordance with these IFRS provisions, revenues from the held-for-sale companies were not consolidated in the consolidated financial statements during the past few quarters, but rather only the net results for the period. Depreciation and amortisation of these investments were neutralised at group level. By lifting the held-for-sale status, the companies affected will be fully consolidated again and the suspended depreciation and amortisation will be retrospectively performed as of 30 September 2008. At LambdaNet depreciation and amortisation to be performed retrospectively amounts to € 7.24 million. At the same time, a negative earnings contribution amounting to € 2.90 million results from the retrospective recognition of the suspended depreciation and amortisation from 2007.

3U TELECOM INC. in Henderson, USA is still reported as a held-for-sale company – in the first nine months of the current financial year it generated an earnings contribution totalling € 0.53 million.

For the reasons given, the figures reported as at 30 September 2008 are virtually impossible to compare against the communicated figures from the previous periods. In the presentation on business development, the figures were prepared in such a way as if a held-for-sale position had never existed so as to show the actual business development in a better fashion and to make respective figures comparable. The company in the USA is not included in the following figures.

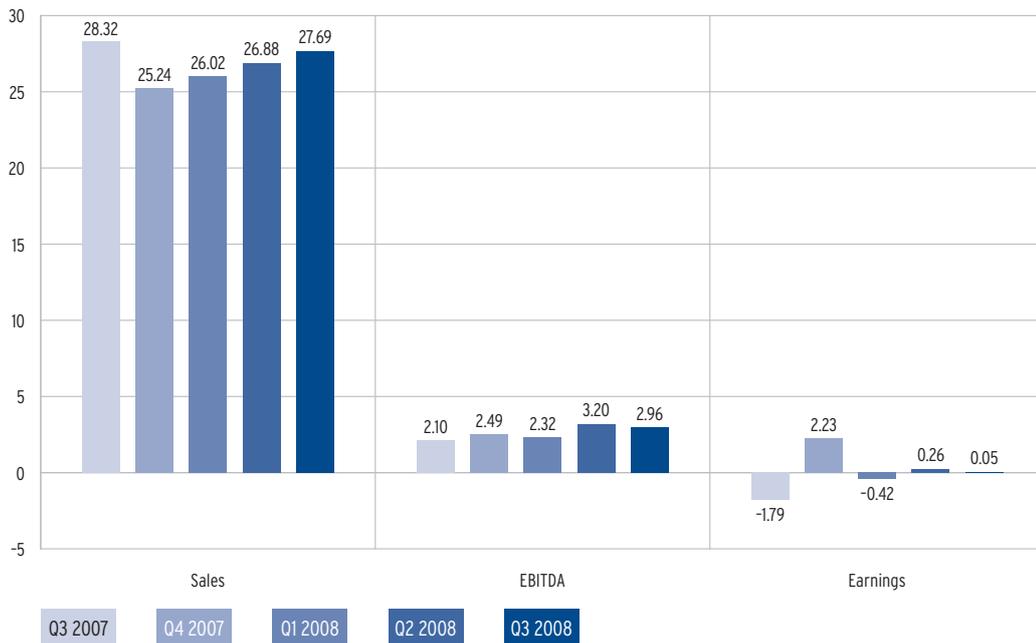
Results of operations

Group

As expected, at € 80.59 million, consolidated revenues in the first nine months of the current financial year were down year-on-year (€ 83.04 million). Our consistent attention on profit was the focus of activities. However, sales have increased moderately and steadily in the last four quarters.

Both EBITDA and earnings have improved. In the first nine months of 2008, EBITDA was € 8.48 million, which is 13 % above the EBITDA of the corresponding period in the previous year (€ 7.49 million). In the first nine months, earnings improved in comparison with the corresponding period of the previous year by almost € 5 million to € -0.11 million (previous year: € -4.49 million).

Development (sales, EBITDA, earnings) – 3U Group (continued operations) in € million*



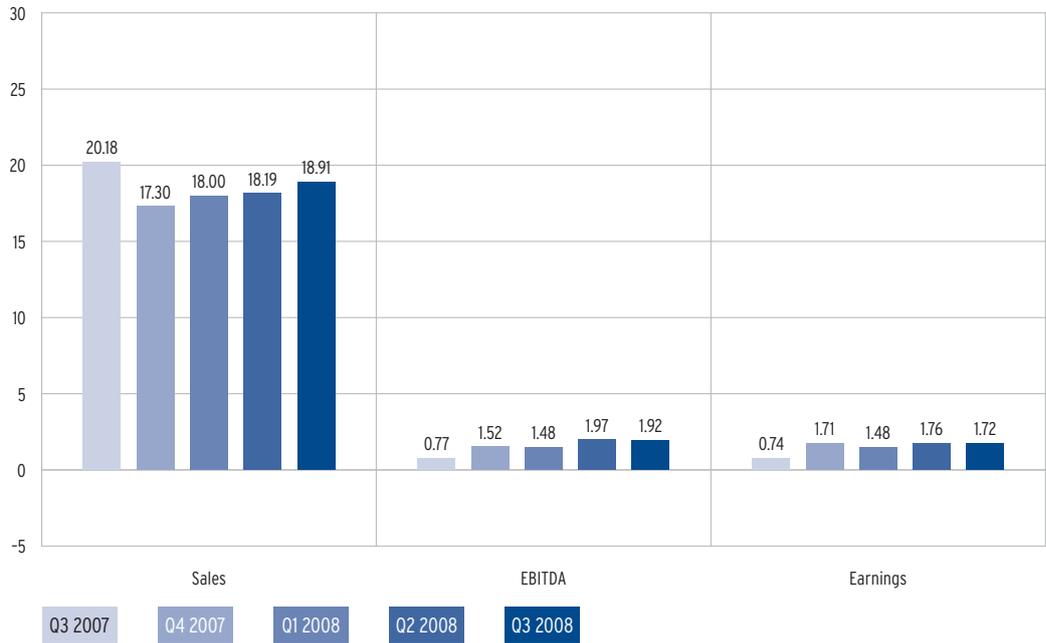
*The comparative figures (sales, EBITDA and earnings) of the previous period have been adjusted for discontinued operations. The EBITDA figures were adjusted for 2007 to take into account the non-recurring positive non-recurring effects of € 1.38 million in income from investment securities (Q4 2007).

Fixed-line telephony segment

The development of our investments in the fixed-line telephony segment show how right it was not only retain these investments, but to align them vigorously on a results-oriented basis. The focus was the fixed-line telephony segment, with an accent still being the call-by-call and wholesale areas. We are reaping the benefits of our strategy of consistent focussing on sustainability and profitability instead of maximising market share. The wholesale area also benefited from bundling and gaining new, high volume customers.

As expected, sales in the first nine months of 2008 declined in comparison to the same period of 2007 from € 57.81 million to € 55.10 million, but EBITDA increased in the comparable period by 231% from € 1.62 million to € 5.37 million. Earnings increased in the same period from €1.14 million by 335% to € 4.96 million.

Development (sales, EBITDA, earnings) – fixed-line telephony segment (continued operations) in € million*

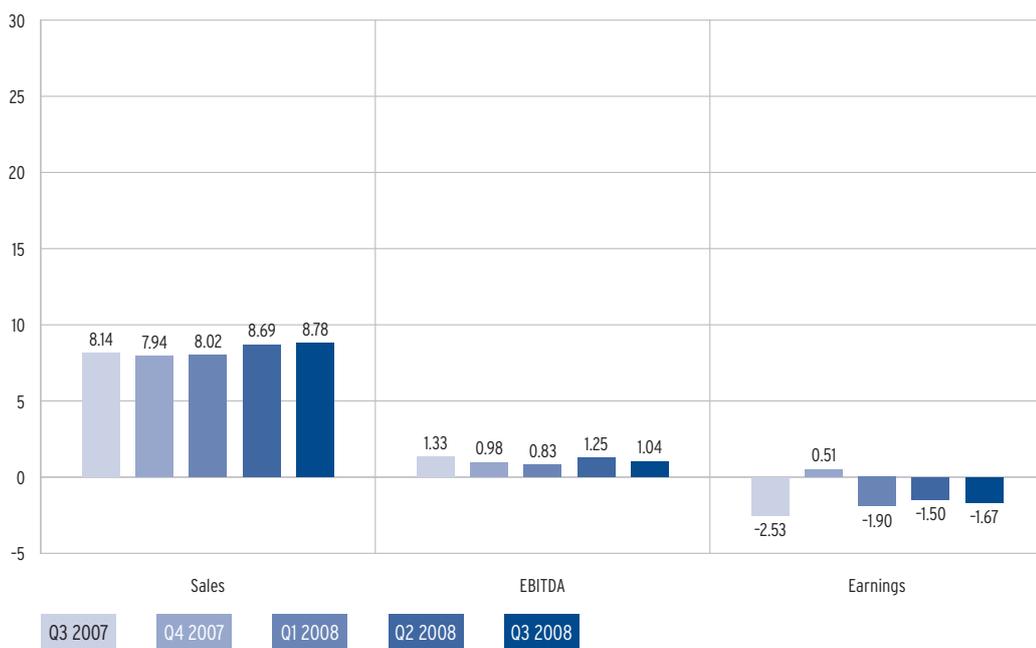


*The comparative figures (sales, EBITDA and earnings) of the previous period have been adjusted for discontinued operations.

Broadband/IP segment

The broadband/IP segment is currently represented solely by LambdaNet Communications Deutschland AG. The corporate sales unit has been strengthened thanks to increasing demand for virtual private network services (VPN). This stabilisation has led to an increased market presence. In the first nine months of the current financial year, maintaining a focus on results through optimisation was also an essential strategic focus of activities at LambdaNet. For instance, through the application of CRM and quotation systems, the efficiency of the offer process was increased, the optimisation of processes aimed at achieving gains in efficiency and increasing quality in order processing and provision of services successfully implemented, the buying process optimised and costs relating to pre-product costs and network structure reduced.

Development (sales, EBITDA, earnings) – Broadband/IP segment in € million



In the next quarters, LambdaNet expects sustained growth in the VPN segment for business customers. Due to increasing demand for co-location services and carrier sales, marketing and sales activities in these areas have been intensified.

In the first nine months of the current financial year, LambdaNet generated total sales of € 25.49 million, with the individual quarters of 2008 proving to be fairly constant with sales of between € 8 million and € 9 million. We also believe the coming quarters will be of this magnitude. Sales in the first nine months of 2008 were thus somewhat up compared with the first nine months of 2007 (€ 25.23 million).

In the first nine months of 2008, EBITDA declined year-on-year from € 5.88 million to € 3.12 million. This decline comes primarily as a result of advance costs for new customer orders and the expansion of personnel in order to implement the planned growth in sales. Moreover, EBITDA was affected by increased consulting costs involved in a performance improvement project. Earnings improved during this period from € -6.08 million to € -5.07 million.

Financial and asset position

The financial portfolio of 3U HOLDING AG was regrouped as early as December 2007. Since then, we have no longer invested in shares.

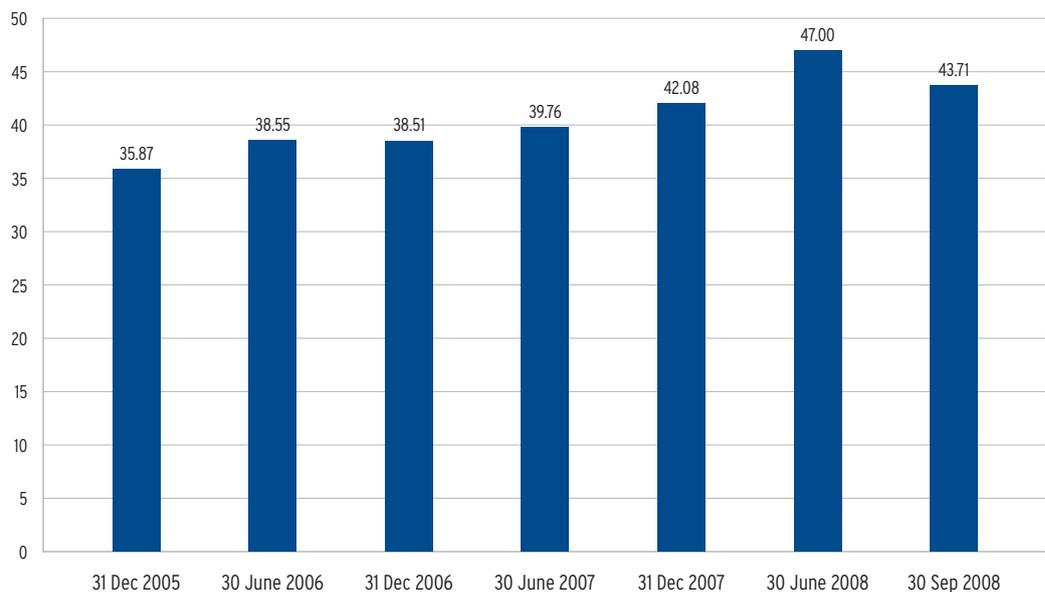
Cash and cash equivalents are currently invested in call money and short-term deposits at Baden-Württembergische Bank, Commerzbank AG and Bayerische HypoVereinsbank AG.

Thus, the share prices which have fallen sharply in the last few weeks have not had a negative impact on the value of 3U HOLDING AG financial assets.

The reclassification of assets held for sale has changed balance sheet ratios considerably. Therefore, comparisons with corresponding periods in the previous year only have a limited amount of significance.

The stability and credit-worthiness of the 3U Group is clearly reflected in the equity ratio. This has continuously improved since 2005 and now continues to stand at over 40 %. As at 30 September 2008, the equity ratio stood at 43.71 %.

Development of equity ratio



Repayments in the amount of € 1.89 million were also made at LambdaNet in the third quarter of 2008. However, cash and cash equivalents in the 3U Group of € 34.88 million were only slightly down as against 30 June 2008 (€ 35.49 million).

On 30 September 2008, total assets were € 90.53 million (31 December 2007: € 99.92 million). Non-current assets as at 30 September 2008 were € 36.37 million (31 December 2007: € 3.81 million). Thus non-current assets at the end of September 2008 accounted for approximately 40 % of total assets, representing a significant increase (31 December 2007: 3.81 %).

Current assets as at 30 September 2008 accounted for 59.83 % of total assets, thus considerably down on the proportion as at 31 December 2007 (96.19 %). This is primarily due to LambdaNet assets which were summarised in the balance sheet item "Assets held for sale" whilst under the held-for-sale status and following the discontinuation of the held-for-sale status have now been re-assigned to individual balance sheet items in fixed and current assets .

Non-current provisions and liabilities as at 30 September 2008 have increased, particularly under the item "Non-current leased liabilities", by approximately € 14 million to € 17.01 million. This is due to the LambdaNet leased liabilities which were previously posted as "Liabilities held for sale".

Current provisions and liabilities declined to € 33.94 million as against 31 December 2007 (€ 57.78 million). They thus account for 37.50 % of total assets, representing a decline (31 December 2007: 57.82 %).

At € 3.36 million, operating cash flow in the first nine months of the current 2008 financial year was down year-on-year by € 0.21 million.

Capital expenditure

During the first nine months of the year, the Group had capital expenditure amounting to € 2.32 million.

We invested € 0.30 million in the fixed-line telephony segment with a focus on network and switching technology.

LambdaNet Communications Deutschland AG had capital expenditure of € 2.02 million between January and September 2008. The focus of capital expenditure was on expanding equipment locations and connecting new customers.

Employees

At 159, the number of people employed by the 3U Group as of 30 September 2008 remained constant as against 31 December 2007.

The number of employees in the continued fixed-line telephony segment as at 30 September 2008 increased as against 31 December 2007 from 62 to 64.

The number of employees in the Broadband/IP segment as at 30 September 2008 was down as against 31 December 2007, from 94 to 92.

3U TELECOM INC., USA, still held for sale as at the reporting date 30 September 2008, continued to employ a staff of three as of 30 September 2008.

Related parties report

There were no extraordinary changes or developments in business relations with related parties in the first nine months of the current financial year as against 31 December 2007.

Report on risks and opportunities

With the judgement of the Federal Administrative Court on 2 April 2008, the regulatory risk recognised in the Annual Report for the year ended 31 December 2007 and in the report on the first quarter of 2008 under contingent liabilities and assets no longer applies.

Moreover, as of 30 September 2008, there were no material changes in risks and their assessment as reported in the 2007 financial year.

Significant events since the end of the interim reporting period

Share buy-back programme

On 31 October 2008, 3U HOLDING AG decided to buy back up to 4,684,224 shares in the Company on the stock exchange in order to utilise the currently low price level. The share buy-back serves all purposes provided for in the authorisation resolution adopted at the Annual General Meeting on 28 August 2007. The share buy-back programme began on 6 November 2008 and should be completed by no later than 27 February 2009.

Spinning off the System development unit

3U HOLDING AG has assigned the System development unit of 3U TELECOM GmbH to a new 100 % subsidiary of 3U HOLDING AG, SEGAL Systems GmbH, which was created by spinning off this unit. This was decided on at an extraordinary Company meeting at the end of August 2008. This was recorded in the Commercial Register on 1 October 2008. By spinning off the System development unit of 3U TELECOM GmbH into SEGAL Systems GmbH, the aim is to create another unit which will perform independently on the market.

18 Outlook

Telecommunications

The strategy of consistently maintaining a focus on results has proved successful. Therefore, we will continue to concentrate on profitable service sectors in the fixed-line telephony segment in the future.

LambdaNet was held for sale over the past few quarters. Even so, we have continuously expanded and optimised business activities. We are continuing to work at improving key operational processes. However, we are also intensifying our sales activities in the area of carrier sales and virtual private networks for business customers against the backdrop of increasing demand.

Management and investment business

As we have done over the past few months, we will continue to examine any investment opportunities with which we are presented intensively and carefully. If we are fully convinced by an investment opportunity in terms of business model, price and risks and opportunities, we will then invest accordingly.

Discussions are currently being held on the conclusion of contracts concerning project development, construction and financing of solar heating plants. We currently anticipate that these discussions will be concluded in the next few months.

Opportunities

3U HOLDING is in a comfortable liquidity situation, having been unaffected by the financial crisis. In addition, positive earnings contributions have been generated in the fixed-line telephony segment, meaning that we are well-equipped to operate successfully in the management and investment business.

We are anticipating that our share-buy back programme will give a positive impetus to the price performance of the 3U share.

Sales and earnings forecast

Consolidated revenues for the whole of 2008 are expected to be approximately € 102 million.

Taking into account the retrospective recognition of the suspended depreciation and amortisation for the companies which had previously been held for sale, we are anticipating consolidated net income of approximately € -5 million for the 2008 financial year. This includes a negative earnings contribution due to the retrospective recognition of the depreciation and amortisation suspended in 2007 as a result of rules concerning the held-for-sale status.

Consolidated balance sheet as of 30 September 2008 (IFRS)

Assets 3U Group (in T€)	30 September 2008	31 December 2007
Non-current assets	36,368	3,806
Intangible assets	4,101	950
Property, plant and equipment	30,203	1,940
Financial assets*	0	64
Other non-current assets	403	0
Prepaid network rentals – non-current	1,661	852
Current assets	54,157	96,115
Inventories	100	0
Trade receivables	15,473	9,305
Other current assets	1,102	1,015
Current financial assets	0	2,000
Cash and cash equivalents	34,261	32,446
Prepaid network rentals – current	2,440	0
Assets held for sale and assets in liquidation* (disposal groups)	781	51,349
Total assets	90,525	99,921

*These include CityDial GmbH (associated company in liquidation) with T€ 63 (under financial assets in the previous year at T€ 64)

Shareholders' equity and liabilities 3U Group (in T€)	30 September 2008	31 December 2007
Shareholders' equity	39,569	42,043
Issued capital (conditional capital T€ 4,560; previous year: T€ 4,560)	46,842	46,842
Capital reserve	21,499	21,499
Retained earnings	-26,348	-27,989
Net income/loss	-2,635	1,641
Adjustment item for currency difference	-7	-9
Total shareholders' equity attributable to the shareholders of 3U HOLDING AG	39,351	41,984
Minority interests	218	59
Non-current provisions and liabilities	17,013	103
Non-current provisions	103	103
Non-current liabilities due to banks	984	0
Non-current lease liabilities	13,727	0
Network rentals received – non-current	2,199	0
Current provisions and liabilities	33,943	57,775
Current provisions	1,450	1,416
Current tax provisions relating to income tax	1,624	2,150
Current liabilities due to banks	5,792	0
Trade payables	16,618	9,998
Current lease liabilities	2,140	0
Income tax liabilities	290	0
Other current liabilities	5,741	1,268
Network rentals received – current	223	0
Liabilities held for sale (disposal groups)	65	42,943
Total shareholders' equity and liabilities	90,525	99,921

Consolidated income statement (IFRS)

3U Group (in T€)	3-month report		9-month report	
	1 July-30 September 2008	2007	1 January-30 September 2008	2007
Sales	27,665	28,315	80,593	83,038
Cost of sales	-27,398	-25,605	-68,765	-73,592
Gross profit	267	2,710	11,828	9,446
Selling expenses	-1,777	-1,301	-4,291	-3,921
General and administrative expenses	-2,794	-2,482	-7,563	-8,212
Other operating income	276	251	1,542	1,651
Other operating expenses	-1,361	-330	-1,701	-1,107
Depreciation and amortisation on customer portfolios/goodwill	-1,156	0	-1,156	-1,004
Earnings from continued operations before interest and taxes	-6,545	-1,152	-1,341	-3,147
Interest income	367	310	1,039	473
Interest expenses	-610	-654	-1,800	-1,946
Earnings from continued operations before income tax	-6,788	-1,496	-2,102	-4,620
Income tax expense	-396	-60	-908	-91
Earnings from continued operations before minority interests	-7,184	-1,556	-3,010	-4,711
Earnings from discontinued operations	310	116	533	268
Net income/loss for the period	-6,874	-1,440	-2,475	-4,443
Share of net income/loss for the period attributable to minority interests	93	0	160	0
Share of net income/loss for the period attributable to 3U HOLDING AG shareholders	-6,967	-1,440	-2,635	-4,443

3U Group (in €)	3-month report		9-month report	
	1 July-30 September 2008	2007	1 January-30 September 2008	2007
Earnings per share from continued operations				
Earnings per share, basic (in €)	-0.15	-0.03	-0.06	-0.10
Earnings per share, diluted (in €)	-0.14	-0.03	-0.06	-0.09
Earnings per share total				
Earnings per share, basic (in €)	-0.15	-0.03	-0.05	-0.09
Earnings per share, diluted (in €)	-0.14	-0.03	-0.05	-0.09
Earnings per share from discontinued operations				
Earnings per share, basic (in €)	0.00	0.00	0.01	0.01
Earnings per share, diluted (in €)	0.00	0.00	0.01	0.00

24 Cash flow statement (IFRS)

3U Group (in T€)	1 January-30 September	
	2008	2007
Net income/loss for the period (including minority interest) before extraordinary expense	-2,477	-4,443
+/- Depreciation/write-ups of fixed assets	9,954	9,978
+/- Increase/decrease of provisions	-767	1,121
+/- Other non-cash expenses/income	0	-1,494
-/+ Profit/loss on disposal of non-current assets	-214	0
-/+ Increase/decrease in inventories and trade receivables and other assets not attributable to investing or financing activities	-2,837	568
+/- Increase/decrease in trade payables and other liabilities not attributable to investing or financing activities	-301	-2,160
Cash flows from operating activities	3,358	3,570
Of which: Cash flows from operating activities from continued operations	3,191	3,526
Of which: Cash flows from operating activities from discontinued operations	167	44
+ Inflows from disposals of property, plant and equipment	1,131	397
- Outflows for investments in property, plant and equipment	-2,152	-2,299
+ Inflows from disposals of intangible assets	30	0
- Outflows for investments in intangible assets	-180	-11
+ Inflows from disposals of financial assets	0	2,454
- Outflows from additions to financial assets	0	-2,730
Cash flows from investing activities	-1,171	-2,189
Of which: Cash flows from investing activities from continued operations	-1,167	-2,189
Of which: Cash flows from investing activities from discontinued operations	-5	0
Sum carried forward	2,187	1,381

3U Group (in T€)	1 January - 30 September	
	2008	2007
Sum carried forward	2,187	1,381
- Outflows from the repayment of bonds and (finance) loans	-3,553	-2,836
- Repayment of lease liabilities	-2,301	-1,249
Cash flows from financing activities	-5,854	-4,085
Of which: Cash flows from financing activities from continued operations	-5,854	-4,085
Of which: Cash flows from financing activities from discontinued operations	0	0
Increase/reduction in cash and cash equivalents	-3,668	-2,704
+/- Changes in cash and cash equivalents due to exchange rates, scope of consolidation and valuation	0	-79
Cash and cash equivalents at beginning of period from continued operations	38,197	13,660
Cash and cash equivalents at beginning of period from discontinued operations	351	319
Cash and cash equivalents at beginning of period	38,548	13,979
Cash and cash equivalents at end of period from continued operations	34,261	10,906
Cash and cash equivalents at end of period from discontinued operations	619	290
Cash and cash equivalents at end of period	34,881	11,196

Statement of changes in equity (IFRS)

3U Group (in T€)	Issued capital	Capital reserve	Reserve for currency differences	Revaluation reserve
As of 1 Jan 2007	46,842	21,379	-7	1,115
Consolidated profit*	0	0	0	0
Stock options	0	120	0	0
Revaluation securities	0	0	0	593
Income from the disposal of securities	0	0	0	-1,708
Changes taken directly to equity	0	0	-2	0
As of 31 Dec 2007	46,842	21,499	-9	0

3U Group (in T€)	Issued capital	Capital reserve	Reserve for currency differences	Revaluation reserve
As of 1 Jan 2008	46,842	21,499	-9	0
Consolidated profit**	0	0	0	0
Stock options	0	0	0	0
Revaluation securities	0	0	0	0
Income from the disposal of securities	0	0	0	0
Changes taken directly to equity	0	0	2	0
As of 30 Sep 2008	46,842	21,499	-7	0

*Thereof T€ 111 from discontinued operations

**Thereof T€ 533 from discontinued operations

Retained earnings	Share of net income/loss attributable to 3U HOLDING AG shareholders	Share of shareholders' equity attributable to 3U HOLDING AG shareholders	Minority interests	Total shareholders' equity
-27,989	0	41,340	25	41,365
0	1,641	1,641	34	1,675
0	0	120	0	120
0	0	593	0	593
0	0	-1,708	0	-1,708
0	0	-2	0	-2
-27,989	1,641	41,984	59	42,043

Retained earnings	Share of net income/loss attributable to 3U HOLDING AG shareholders	Share of shareholders' equity attributable to 3U HOLDING AG shareholders	Minority interests	Total shareholders' equity
-26,348	0	41,984	59	42,043
0	-2,635	-2,635	160	-2,475
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	2	0	2
-26,348	-2,635	39,351	218	39,569

Notes to the consolidated financial statements as of 30 September 2008 (IFRS)

- | | |
|-------------------------------------|--|
| • Order book | See "Report on Business Development", page 8 et seq. |
| • Development of costs and prices | See "Report on Business Development", page 8 et seq. |
| • Employee participation programmes | No changes as against 2007 financial year |
| • Number of employees | See "Employees", page 14 |

General information about the Group

3U HOLDING AG (hereinafter also 3U HOLDING or the Company), headquartered in Marburg, was founded in 1999 as a result of a change in the form of 3U Telekommunikation GmbH, Eschborn (formerly registered with the Frankfurt am Main District Court, HRB number 47870). The company's registered office was relocated to Marburg in the 2003 financial year. It has since been registered in the Commercial Register there, under HRB number 4680.

On 31 October 2007, the name of the Company was changed from 3U TELECOM AG to 3U HOLDING AG on the basis of the resolution of the Annual General Meeting of 28 August 2007. In accordance with the resolution passed at the extraordinary General Meeting of 15 January 2007, the purpose of the company changed on 29 December 2007 to managing its own assets and the acquisition, management and disposal of investments in companies within and outside Germany, as well as rendering management and consulting services and other services for subsidiaries, investments and third parties. Effective 1 January, 2007, the service sectors held until that date by 3U HOLDING AG were spun off to 3U TELECOM GmbH.

The business activities of 3U HOLDING AG and its subsidiaries are asset management and the provision of telecommunication services in the fixed-line telephony and broadband/IP segments.

The address of the registered office of the Company is:
Neue Kasseler Straße 62F, 35039 Marburg.

Accounting principles

The interim financial report was prepared in accordance with the provisions of the International Financial Reporting Standards (IFRS).

The present interim report has not been reviewed by auditors.

Supplementary disclosures in accordance with IAS 34

The accounting policies and methods of calculation used in the consolidated financial statements as of 31 December 2007 were applied unchanged for the interim statements as of 30 September 2008.

In the past quarter, the Management Board of 3U HOLDING AG has retracted its intention to sell its investments in LambdaNet Communications Deutschland AG as well as 3U TELECOM GmbH Austria. In line with the accounting provisions of the International Financial Reporting Standards (IFRS), the held-for-sale status applicable to LambdaNet Communications Deutschland AG and 3U TELECOM GmbH Austria is to be relinquished. In accordance with these IFRS provisions, revenues from the held-for-sale companies were not consolidated in the consolidated financial statements during the past few quarters, but rather only the net results for the period. Depreciation and amortisation at these investments was neutralised at Group level. By lifting the held-for-sale status, the companies affected will be fully consolidated again and the suspended depreciation and amortisation will be retrospectively performed as of 30 September 2008. Depreciation and amortisation to be retrospectively performed at LambdaNet amounts to € 7.24 million. At the same time, a negative earnings contribution totalling € 2.90 million results from the retrospective recognition of the suspended depreciation and amortisation from 2007.

In addition, please note in respect to accounting that 3U TELECOM INC., Henderson (NV), USA has been recognised as held for sale under IFRS 5. In order to provide readers of the financial statements with a better assessment of the financial impact of the discontinued operations (IFRS 5.30), there has been no consolidation of income and expenses between the continued operations and those held for sale.

The disclosures contained in the Notes below pertain, with the exception of those made expressly under the item "Assets and liabilities held for sale (disposal groups) and discontinued operations", to continued service sectors.

There were no extraordinary developments in business with related parties and the Company in the first nine months of 2008 as against the previous year. For information about individual business relations, please refer to our Annual Report of 31 December 2007, Section 9.3.

Scope of consolidation

No changes to the scope of consolidation occurred as against 31 December 2007. CityDial GmbH is in liquidation.

The following company was reclassified as held for sale:
3U TELECOM INC., Henderson (NV), USA

Segment reporting

The following table gives a general overview of the segments of 3U HOLDING AG for the first nine months of 2008 and 2007.

(In T€)		External sales	Internal sales	Total sales	EBIT	Earnings from investments (equity method)	Scheduled depreciation and amortisation
Continued service sectors							
Continued fixed-line telephony segment	1 Jan - 30 Sep 2008	55,075	21,072	76,147	6,377	0	455
	1 Jan - 30 Sep 2007	57,807	23,267	81,074	2,601	0	734
Continued Broadband/IP segment	1 Jan - 30 Sep 2008	25,490	801	26,291	-6,252	0	9,368
	1 Jan - 30 Sep 2007	25,231	925	26,156	-4,033	0	9,910
Service sectors held for sale							
Operations held for sale in the fixed-line telephony segment	1 Jan - 30 Sep 2008	3,547	247	3,794	424	0	0
	1 Jan - 30 Sep 2007	3,322	43	3,365	274	0	35
Transfer	1 Jan - 30 Sep 2008	0	-22,120	-22,120	-1,465	-2	0
	1 Jan - 30 Sep 2007	0	-24,235	-24,235	-1,715	-2	0
Group including discontinued operations							
	1 Jan - 30 Sep 2008	84,112	0	84,112	-916	-2	9,823
	1 Jan - 30 Sep 2007	86,360	0	86,360	-2,873	-2	10,679

Assets and liabilities held for sale (disposal groups) and discontinued operations

Discontinued operations in the fixed-line telephony segment

As part of the realignment of the Group, the Management Board has entered into sales negotiations over its shares in the 3U company 3U TELECOM INC. in the USA. They were classified in accordance with IFRS 5 as of 31 December 2007.

3U TELECOM INC., USA

The earnings components presented in the consolidated income statement and allocable to discontinued operations are listed below. Comparable figures on earnings have been adjusted to include the operations classified as discontinued in the current business period.

Income statement (in T€)	1 Jan - 30 Sep	
	2008	2007
Sales	3,794	3,365
Other operating income	1,692	1,413
Current expenses	-4,953	-4,510
Earnings before tax	533	268
Taxes	0	0
Total earnings	533	268

Assets held for sale (in T€)	30 Sep 2008
Property, plant and equipment	86
Other non-current assets	56
Current assets	576
Total	718

Liabilities held for sale (in T€)	30 Sep 2008
Other current liabilities	65
Total	65

Sales negotiations continue.

Significant events since the end of the interim reporting period

Please see page 17 of this quarterly report.

**Statement required by Section 37y of the German Securities Trading Act (WpHG)
in conjunction with Section 37w (2) no. 3 of the WpHG**

To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the interim consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the group, and the interim management report of the Group includes a fair review of the development and performance of the business and the position of the Group, together with a description of the principal opportunities and risks associated with the expected development of the Group for the remaining months of the financial year.

Marburg, 21 November 2008

The Management Board



Michael Schmidt



Oliver Zimmermann

34 Financial calendar

- **Analysts' conference**
December 2008
- **Publication of the 2008 Annual Report**
31 March 2009
- **Publication of report on Q1 2009**
26 May 2009
- **Publication of report on Q2 2009**
26 August 2009
- **Publication of report on Q3 2009**
25 November 2009

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This quarterly report contains statements relating to the future which are subject to risks and uncertainties and which are assessments of the management of 3U HOLDING AG and reflect its current opinions with regard to future events. Such predictive statements can be recognised by the use of terms such as “expect”, “assume”, “estimate”, “anticipate”, “intend”, “can”, “plan”, “project”, “will” and similar expressions. Statements relating to the future are based on current and valid plans, estimates and expectations. Such statements are subject to risks and uncertainties, most of which are difficult to estimate and which are generally beyond the control of 3U HOLDING AG. The following are – by no means exhaustive – examples of factors that may trigger or affect a deviation: the development of demand for our services, competitive factors – including price pressure –, technological changes, regulatory measures, risks in the integration of newly acquired companies. If any of these or other risks and uncertain factors occur, or if the assumptions on which the statements are based prove to be incorrect, the actual results of 3U HOLDING may differ materially from those outlined or implied in these statements. The company does not undertake to update predictive statements of this nature.

This quarterly report contains a range of figures which are not part of commercial regulations and the International Financial Reporting Standards (IFRS), such as EBT, EBIT, EBITDA and EBITDA adjusted for special influences, adjusted EBITDA margin, investments (capex). These figures are not intended to substitute the information for 3U HOLDING AG in accordance with the German Commercial Code (HGB) or IFRS. It should be noted that the figures for 3U HOLDING AG which are not part of commercial regulations and the IFRS, can only be compared to the corresponding figures of other companies to a certain extent.

3U Group

Subsidiaries of 3U HOLDING AG in Germany

010017 Telecom GmbH
Neue Kasseler Straße 62F
35039 Marburg

fon4U Telecom GmbH
Neue Kasseler Straße 62F
35039 Marburg

OneTel Telecommunication GmbH
Neue Kasseler Straße 62F
35039 Marburg

3U TELECOM GmbH
Neue Kasseler Straße 62F
35039 Marburg

**LambdaNet Communications
Deutschland AG**
Günther-Wagner-Allee 13
30177 Hannover

Discount Telecom S&V GmbH
Neue Kasseler Straße 62F
35039 Marburg

LineCall Telecom GmbH
Neue Kasseler Straße 62F
35039 Marburg

Foreign subsidiaries of 3U HOLDING AG

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Mariahilfer Straße 123/3
1060 Vienna
Austria

3U TELECOM INC.
2654 W. Horizon Ridge Parkway,
Suite B5-143
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