



## **Summary of Group results**

3U Group (IFRS)		9-month comparison January 1-September 30 2010 2009	
Sales	(in EUR million)	62.54	70.77
EBITDA (earnings before interest, taxes and amortisation)	(in EUR million)	7.21	10.73
EBIT (earnings before interest and taxes)	(in EUR million)	1.43	3.93
EBT (earnings before tax)	(in EUR million)	1.65	3.03
Net income/loss for the period	(in EUR million)	2.26	1.09
Earnings per share (undiluted)	(in EUR)	0.05	0.02
Earnings per share (diluted)	(in EUR)	0.05	0.02
Equity ratio	(in %)	52.17	49.31

3U Group (IFRS)		Quarterly comparison July 1-September 30 2010 2009	
Sales	(in EUR million)	20.62	22.41
EBITDA (earnings before interest, taxes and amortisation)	(in EUR million)	1.71	4.17
EBIT (earnings before interest and taxes)	(in EUR million)	-0.21	1.93
EBT (Ergebnis vor Steuern)	(in EUR million)	-0.11	1.65
Net income/loss for the period	(in EUR million)	0.33	0.81
Earnings per share (undiluted)	(in EUR)	0.01	0.02
Earnings per share (diluted)	(in EUR)	0.01	0.02
Equity ratio	(in %)	52.17	49.31

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### 2 Letter to our Shareholders

#### Dear Shareholders,

Global economic recovery in most markets of the three large economic regions; Europe, North America and East Asia, was stronger in recent months than what was predicted by leading financial research institutes. Significant growth can be attributed to global stimulus programmes. In addition, policy measures put in place to stabilise financial markets coupled with the swift reaction by central banks have contributed to increased confidence.

Emerging markets, in particular, contributed significantly to global financial stimulus through investments in infrastructure and industry. Germany was one of the main beneficiaries during the first half of 2010 with its strong export industry. The International Monetary Fund (IMF) places the German economy in a substantial growth phase. In its early October forecast for the world economy, IMF experts said they anticipate a 3.3 % 2010 growth rate for Germany. For 2011 they predict 2.0 %. As such, they have increased the numbers presented in their last forecast in July, in which they predicted a growth rate of 1.4 % for 2010, and one of 1.6 % for 2011.

The individual segments of the 3U Group are affected by the general economic framework to varying degrees. While the Telephony Division is near non-cyclical, the economic recovery is providing a positive outlook for LambdaNet, as its customers start to revise their crisis-driven reluctance to invest. The new Renewable Energy Division is significantly influenced by political decisions, while, in the current year, the Services Division mainly provided internal deliverables.

#### 2010: a year of transition

The year 2010 is a year of transition for our company. Significant resources have been shifted within the 3U Group, which has contributed to the establishment of a new organisational structure. With our four-pillar strategy, we are committed to the two long-standing divisions of Telephony and Broadband/IP, as well as to expanding the sectors of Renewable Energy and Services in furthering the development of the Group.

The positive developments seen during the reporting period shows that we are on the right track. In Telephony, as well as in the Broadband/IP department, we continue to generate high revenue. This has for many years burdened Group results but today it contributes significantly to the reported positive results. Particularly satisfying is that the measures implemented through LambdaNet have also contributed to increased customer satisfaction. LambdaNet achieved highest scores in each observed case in a recently performed customer satisfaction survey.

Not the least thanks in part to the high profits recorded in the two core divisions, we were able to equip the two new segments with personnel and resources, and we can now ensure that we are optimally prepared for our anticipated growth. Indeed, such considerable changes within an enterprise like we plan to do, are very carefully and with due diligence prepared, still there is no blueprint for this, but it rather concerns a fluent process. Thus we have positioned the segment Renewable Energies already much broader today than we had originally planned just twelve months ago. The same is true for the Solar Energy Power Plant whose realisation at the Group's headquarters is being moved to the end of the first quarter 2011. Here we have reached the conviction that it is in the medium and long term interest of the Group to realise one developing platform, which permits to experience it

personally, instead of establishing just a functional construction. Thus the new business segments which have just come out of the starting blocks, dispose of the same infrastructure as organisations which are already much bigger. Accordingly we have consciously renounced sales and earnings in the short term and instead, have laid the foundation for a long term successful development of these areas. Since we are pursuing a long-term strategy – and to use the same metaphor we see ourselves more as marathon-runners rather than sprinters – we firmly believe that our investments in the new divisions are without alternative.

#### Share repurchasing commenced

The board of 3U HOLDING AG has, by resolution of the AGM of August 28, 2009, decided to grant authority to repurchase 10 % of own shares on the stock exchange during the period from July 19, 2010 to February 27, 2011. At the end of the third quarter of 2010, the Company had already bought back some 3 % of share capital.

The 3,244,714 own shares, representing 6.93 % of the nominal capital, that the Company has acquired prior to February 20, 2009 during a previous repurchase of shares on the stock market and a subsequent public repurchase offer, were collected at this year's AGM for submission to the commercial register. The implementation of the capital reduction was entered into the commercial register on October 25, 2010. The Company share capital is now only 43,597, 526.

We are confident that we will be able to follow this profitable path and would be pleased if you would continue to accompany us in this development.

Marburg, November 2010

The Management Board

Michael Schmidt

Michael Göbel

### 4 The 3U share

#### The 3U share at a glance

International Securities Identification Number (ISIN)	DE0005167902
Wertpapierkennnummer (WKN) [Securities Identification Number]	516790
Stock exchange symbol	UUU
Transparency level	Prime Standard
Designated sponsor	BankM – Repräsentanz der biw Bank für Investments und Wertpapiere AG
Initial listing	November 26, 1999
Authorised capital in EUR at September 30, 2010	EUR 51,402,240.00
Authorised capital in shares at September 30, 2010	51,402,240
Registered share capital in EUR at September 30, 2010	EUR 46,842,240.00
Registered share capital in shares at September 30, 2010	46,842,240
Share price at September 30, 2010*	EUR 0.75
Share price high in period from January 1 to September 30, 2010*	EUR 0.94 (January 13, 2010)
Share price low in period from January 1 to September 30, 2010*	EUR 0.62 (May 7 and July 1, 2010)
Market capitalisation at September 30, 2010	EUR 35,131,680.00
Earnings per share at September 30, 2010	EUR 0.05

The third quarter of 2010 has been largely gratifying for the stock markets. Cyclical stocks, in particular raw materials and industrial stocks, carried the recovery and showed a disproportionate development. Nevertheless, there are still uncertainties about the prospect of the global economy, as U.S. financial indicators have recently been surprisingly negative.

Along with good German financial data, the Prime All Share Index increased by about 5 % in the third quarter of 2010. 3U shares gained 17.2 % in the same period.

The positive performance of the 3U shares was due to improved business figures, which should also come out of the July repurchase programme.

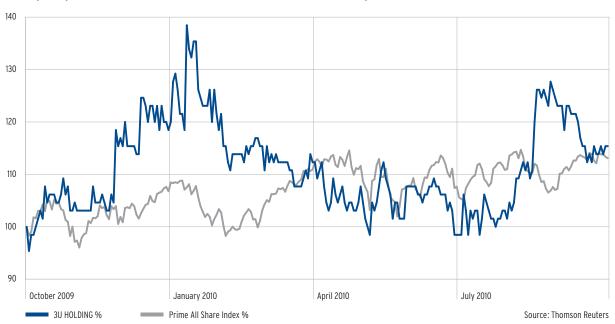
The board of 3U HOLDING AG has, by resolution of the AGM of August 28, 2009, decided to grant authority to repurchase 10 % of own shares on the stock exchange during the period from July 19, 2010 to February 27, 2011. At the end of the third quarter of 2010, the Company had already bought back some 3 % of share capital.

#### Annual General Meeting confirms management strategy

This year's AGM meeting was held on August 19, 2010 in the city of Marburg. All agenda items were approved with an overwhelming majority of at least 99.8 %. This included a decision to authorise acquisition of own shares, as well as creating conditional capital to issue stock options to board members, executives and employees under a stock option plan.

#### **Share price**

Share price performance of the 3U shares\* from October 1, 2009 to September 30, 2010 vs. Prime All Share Index



<sup>\*</sup>Daily closing price Xetra

#### **Shareholders**

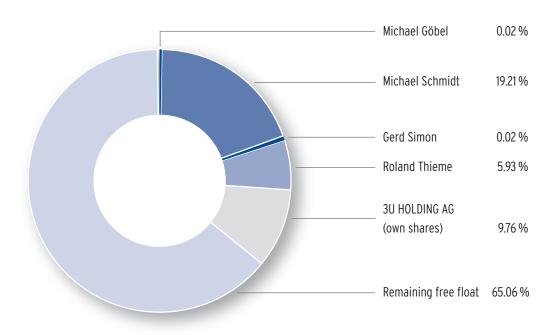
As of September 30, 2010, members of the governing bodies held the following shares with full voting and dividend rights:

Members of the Management Board	
Michael Schmidt	8,999,995 shares
Michael Göbel	8,500 shares
Total Management Board	9,008,495 shares

Members of the Supe	rvisory Board	
Ralf Thoenes	(Chairman)	0 shares
Gerd Simon	(Vice Chairman)	10,000 shares
Stefan Thies		0 shares
Total Supervisory Boa	ırd	10,000 shares

Associated persons		
Roland Thieme	(Director of investments in the Telephony segment)	2,778,330 shares
Total associated persons		2,778,330 shares

Own shares of 3U HOLDING AG	
Number of own shares	4,572,727 shares



### **Corporate governance report**

The German Corporate Governance Code has been in existence in Germany since 2002. It was last updated in June 2010 and contains regulations, recommendations and suggestions for good and responsible corporate management. The purpose of the Code is to create greater transparency, thus increasing the confidence of investors, customers, employees and the public in the corporate management of German companies. 3U HOLDING AG welcomes the German Corporate Governance Code (GCGC). It serves the interests of the companies and its investors.

#### **Declaration of conformity**

In 2010, as in previous years, the Management and Supervisory Boards of 3U HOLDING AG discussed the contents of the Corporate Governance Code at length and decided that the recommendations are largely observed.

3U HOLDING AG submitted the declaration of conformity required according to the German Stock Corporation Act on March 23, 2010. It can be viewed on its website (www.3u.net) under the path "Investor Relations/Corporate Governance".

#### **Deviations from the recommendations**

#### **D&O** insurance

There is currently no deductible for the D&O insurance as recommended in Section 3.8 of the German Corporate Governance Code for members of the Supervisory Board. However it is planned that a deductible will be stipulated in the upcoming insurance period (see section 3.8 of the GCGC).

#### Composition of the Management Board

The Management Board of 3U HOLDING AG consists of two persons. 3U HOLDING AG currently believes that it is not necessary for the Management Board to have a chairman or spokesman (see section 4.2.1 of the GCGC).

#### Age limits for members of the Management Board and Supervisory Board

In sections 5.1.2 and 5.4.1, the GCGC recommends the specification of age limits for members of the Management Board and Supervisory Board. This recommendation is not observed. It constitutes an inappropriate infringement of the right of shareholders to choose members of the Supervisory Board. The Supervisory Board would similarly be restricted in their choice of suitable members for the Management Board if an age limit were imposed for members of the Management Board. 3U HOLDING AG is of the opinion that the introduction of a rigid age limit is not an appropriate selection criterion for finding the most suitable applicants. The emphasis should instead be on the individual skills and experience of the applicant.

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### **Report on business development**

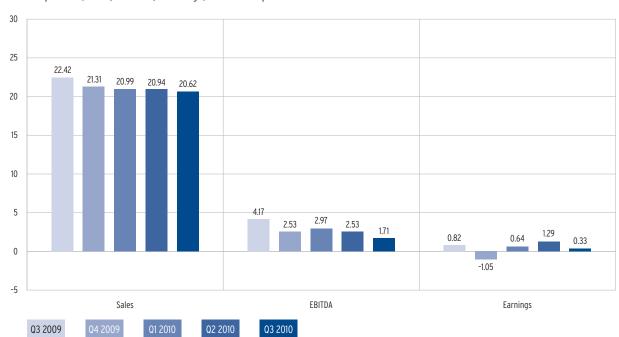
#### **Earnings**

Group revenues at EUR 62.54 million declined markedly in the first nine months of the 2010 financial year in comparison to the corresponding period of the previous year (EUR 70.77 million). Telephony in particular was responsible for this decline, but it was nevertheless able to assert itself well in a rapidly shrinking market, and thanks to its consistent focus on results, continued to make the largest contribution to Group earnings. In addition, the segment Renewable Energies contributed less to Group sales than originally planned, because available resources were used increasingly in projects which will contribute only in the medium term to the enterprise success. Thus the main focus lay, on the one hand, on the set up of a national distribution network, and on the other hand the companies in the segment Renewable Energies cover a bigger share of the value added chain than forecasted at the beginning of the year.

At EUR 7.21 million, EBITDA was well below the EBITDA for the first nine months of the previous year (EUR 10.73 million). Beside the lower result contribution from the segment Telephony also a partial purchase price restitution of the 3U TELECOM INC (USA) and compensation payments to former Board Members contributed to it. The latter will lead to financial relief in the future, because the posts of the Board Members were given to longtime employees of 3U and synergies were lifted accordingly. In addition, other one-off expenses arose, in particular in connection with the agreement achieved in the third quarter with the former owners and managers of OneTel Telecommunication GmbH. Within the scope of the arrangement all existing lawsuits were settled. Earnings were charged by TEUR 340 through this. In return the Company gets back 1,242,240 own stocks (current equivalent: approx. EUR 1.0 million) which will be incorporated in Group earnings, nevertheless not affecting net income. Without these one-off expenses EBITDA would have been approximately EUR 1.1 million higher than the amount stated after nine months.

Net income of EUR 2.26 million was significantly higher than that for the corresponding period in the previous year (EUR 1.09 million). These are due in particular to a positive development of the financial result and tax refunds for previous years.





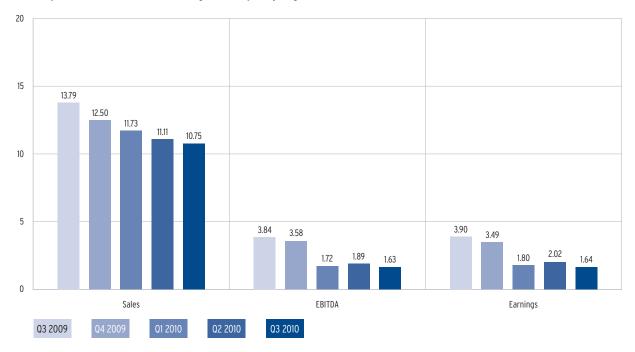
The segments and activities of the Holding are represented in the following with their external sales exclusively. Furthermore it is to be noted that the income taxes are carried by the controlling company 3U HOLDING AG as far as fiscal unity exists. Due to this type of presentation the segments Services as well as the Holding activities that have rendered their results very largely within the Group, show high deficits whereas the results of the Telephony segment in particular is more positive.

#### Telephony segment

The segment Telephony continues to be very profitable despite the expected definite decline in sales. The segment Telephony produced 53.7 % of the Group's sales.

Sales in the Telephony segment decreased in the first half-year of 2010 from EUR 44.33 million to EUR 33.59 million in comparison to the same period in 2009. The decline of sales was again significantly lower than in previous quarters. Because of one-off expenses, like the settlement with the former managers of OneTel Telecommunication GmbH, the writing off of ICA receivables from Deutsche Telekom AG as well as expenses for other accounting periods, EBITDA dropped accordingly from EUR 9.33 million to EUR 5.24 million and earnings decreased from EUR 9.15 million to EUR 5.46 million.

#### Development (sales, EBITDA, earnings) - Telephony segment in EUR million



#### Broadband/IP segment

The Broadband/IP segment represented legally by LambdaNet Communications Deutschland AG and its subsidiaries has a 43.4 % share in Group revenues.

The turnaround of LambdaNet was achieved with the synergetic measures such as the centralisation of administrative functions, accounting and bundling of Group-embracing technology platform resources as well as marketing activities, which were decided in the fourth quarter of 2009. Accordingly the financial figures developed favourably in the first nine months of the business year 2010.

During the first nine months of the current financial year, LambdaNet realised sales of EUR 27.15 million. Sales therefore improved by 2.7 % as compared with the previous year (EUR 26.44 million). EBITDA at EUR 7.07 million was almost twice as high as the figure for the corresponding period in the previous year (EUR 3.57 million). Net income was at EUR 0.80 million, while in the previous year a negative nine months net income of EUR 4.03 was reported. It should be also taken into consideration that there were unique expenditures, e.g. within the scope of personnel changes, which affected negatively the result in the third quarter of 2010.

#### Development (sales, EBITDA, earnings) - Broadband/IP segment in EUR million



#### **Segment Services**

This segment encompasses the activities of 3U DYNAMICS GmbH, RISIMA Consulting GmbH and SEGAL Systems GmbH.

Sales and marketing resources, which are deployed group-wide for several affiliated companies and which are offered increasingly to external customers are bundled under 3U DYNAMICS GmbH. The personnel transfer of sales and marketing staff of 3U TELECOM GmbH to 3U DYNAMICS GmbH took place with effect from July 1, 2010. The RISIMA Consulting GmbH is a management consultancy, which so far worked exclusively for the Group, but plans to offer its services to external mandates in the future. SEGAL Systems GmbH comprises of the former IT departments of 3U TELECOM GmbH and LambdaNet Communications Deutschland AG. It focuses on the development and sales of standard and individual software. This segment hasn't generated significant external sales so far. The resources in this segment were further developed.

Therefore sales in the first half year 2010 after consolidation turn out low with EUR 0.05 million (previous year: EUR 0.00 million). Consequently EBITDA is with EUR -1.98 million (previous year: EUR -0.98 million) negative, as well as net income at EUR -2.08 million (previous year: EUR -1.22 million).

Development (sales, EBITDA, earnings) - segment Services in EUR million



#### **Segment Renewable Energies**

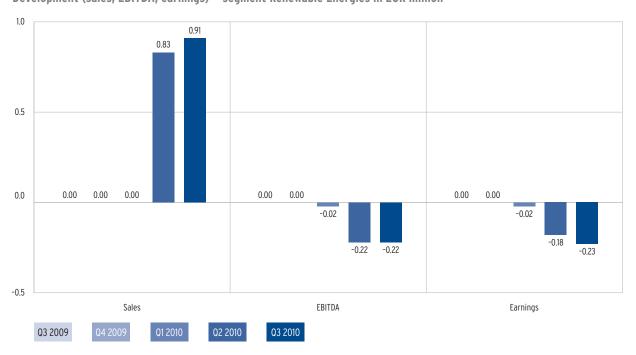
The segment Renewable Energies comprises of the activities of 3U SOLAR Systemhandel AG, EuroSun Vacuum-Solar-Systems GmbH as well as the currently not operating 3U Solarkraft Friedrichstraße GmbH.

3U SOLAR Systemhandel AG is a commercial enterprise specializing in solar system technology (thermal solar systems for solar powered heating, control, heat storage and heat distribution and photovoltaic systems). The spectrum ranges from the singlefamily house to the large-scale solar plant. EuroSun Vacuum-Solar-Systems is a company for the development, production and sale of electrical industry products and environmental technology goods, among others for thermal solar plants.

The segment Renewable Energies contributes less to Group sales than forecasted at the beginning of the year. This is due to the fact, on the one hand that available resources were used increasingly in projects which will contribute only in the medium term to the Company success. While at the beginning of the year the business plan for this area intended essentially only one trader active in the solar sphere, the Subsidiaries today cover nearly the whole value added chain, from the production via consulting to sales. In addition, it is to be noted that the sales development in the Renewable Energies segment is not influenced slightly by political decision makers: On the one hand, by decisions to solar subsidies and supporting measures, on the other hand about the approval practise of building applications.

During the first nine months of 2010 the Renewable Energies segment generated sales of EUR 1.74 million, an EBITDA of EUR -0.46 million and earnings of EUR -0.43 million.





#### Holding

The Holding comprises of the holding activities as well as technical research and development in connection with the planed Solar Energy Power Plant (SEPP).

For the realisation of the SEPP project considerable personnel resources were built up in a competence team. These will pay off, above all, in the medium term when the reference project is finished, and the services can be marketed externally.

The Holding reports sales of EUR 0.02 million, EBITDA of EUR -2.66 million and net income of EUR -1.37 million for the reporting period.

Development (sales, EBITDA, earnings) - Holding in EUR million



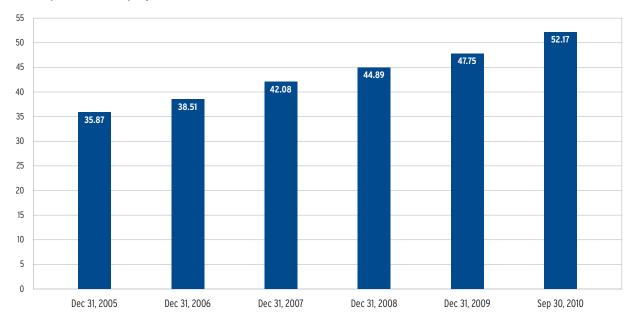
#### **Assets and financial position**

The financial portfolio of 3U HOLDING AG is presently exclusively invested in call accounts and short-term time deposits at the Baden-Württembergische Bank, at Sparkasse Marburg-Biedenkopf, at Volksbank Mittelhessen and IKB Deutsche Industriebank AG.

As at September 30, 2010, cash and cash equivalents have fallen from EUR 33.29 million to EUR 26.87 million compared with the end-of-period date of December 31, 2009. In addition to the serving of leasing obligations in the Broadband/IP segment and the investments – particularly in the new Group headquarters and the development of new business units – in essence the share buyback programme, the build-up of accounts receivable, advance payments for network rentals and the reduction of debts (besides the short term leasing liabilities, trade payables, short term tax provisions with characteristics of liabilities) led to the decrease in liquid funds.

The stability of 3U HOLDING AG is clearly demonstrated by its equity ratio, which continues to be very solid. It has improved on a continual basis since the year 2005 and at midyear exceeded the 50 % mark for the first time. At September 30, 2010 the equity ratio was 52.17 % as opposed to 47.75 % on December 31, 2009.

#### Development in the equity ratio (in %)



Overview balance sheet items	September 30, 2010		Decem	December 31, 2009	
	TEUR	%	TEUR	%	
Fixed assets	26,207	35.3	27,805	35.5	
Other long-term assets	1,524	2.0	507	0.7	
Prepaid network rents – long-term	1,417	1.9	1,269	1.6	
Non-current assets	29,148	39.2	29,581	37.8	
Working capital	42,952	57.8	47,395	60.5	
Prepaid network rents – short-term	2,209	3.0	1,340	1.7	
Assets "held for sale"					
and assets under liquidation	0	0.0	4	0.0	
Current assets	45,161	60.8	48,739	62.2	
Assets	74,309	100.0	78,320	100.0	
Equity attributable to					
the shareholders of 3U HOLDING AG	38,813	52.2	37,394	47.8	
Minority interests	-45	0.0	14	0.0	
Long-term provisions and liabilities	18,572	25.0	18,664	23.8	
Long-term liabilities	57,340	77.2	56,072	71.5	
Current provisions and liabilities	16,969	22.8	22,248	28.4	
Short-term liabilities	16,969	22.8	22,248	28.4	
Liabilities	74,309	100.0	78,320	100.0	

The balance sheet total as at September 30, 2010 was EUR 74.31 million (December 31, 2009: EUR 78.32 million). The reasons for the decrease in comparison to the previous year are on the active side essentially to be found in the lesser investments compared to the write offs of the noncurrent assets and on the passive side the repatriation of liabilities, here in particular leasing obligations.

Non-current assets amounted to EUR 29.15 million as per September 30, 2010 (December 31, 2009: EUR 29.58 million). Thus the proportion of non-current assets reported in the balance sheet rose to 39.2 % (December 31, 2009: 37.8 %). There were significant changes in fixed assets, which declined from EUR 25.07 million per December 31, 2009 to EUR 23.34 million per September 30, 2010 due to write-downs according to plan as well as the long-term assets which increased from EUR 0.51 million by EUR 1.01 million to EUR 1.52 million in the same period.

Current assets amounted to EUR 45.16 million per September 30, 2010 (December 31, 2009: EUR 48.74 million). Liquid funds, which fell from EUR 33.29 million per December 31, 2009 to EUR 26.87 million, had a decisive influence on this decline.

The proportion of current assets reported in the balance sheet was 60.8 % as at September 30, 2010 (December 31, 2009: 62.2 %).

Equity has increased slightly since the beginning of the year, due to the positive period results. As against the previous EUR 37.41 million (per December 31, 2009), EUR 38.77 million is reported on September 30, 2010.

Long-term provisions and liabilities remained almost constant with EUR 18.57 million as at September 30, 2010 compared to December 31, 2009 (EUR 18.66 million). While the long term leasing liabilities and prepaid network rents decreased by EUR 1.62 million, long term liabilities with banks increased by EUR 1.65 million, due to the taking up of a long-term loan in order to finance the building of the new Group headquarters.

The current provisions and liabilities declined against December 31, 2009 from EUR 22.25 million to EUR 16.97 million. The repatriation of debts and availment of reserves in connection with the restructuring concept carried out at LambdaNet in particular were the reasons for this.

The 3U Group was also in a position to meet its payment obligations at all times.

Operating cash flow during the first six months of the current financial year was EUR -2.17 million (previous year: EUR 6.58 million). The main cause for this are advance payments on network rentals and the reduction of liabilities (short term leasing liabilities, trade payables, short term tax provisions with characteristics of liabilities and the build-up of accounts receivables).

Cash flow statement (in TEUR)	Sep 30, 2010	Sep 30, 2009
Cash flow	-6,408	-4,335
Cash flows from operating activities	-2,166	6,577
Cash flows from investing activities	-3,411	-2,485
Cash flows from financing activities	-831	-8,427
Changes in cash and cash equivalents	-6,408	-4,335
Cash and cash equivalents at beginning of period	33,289	35,474
Cash and cash equivalents at end of period	26,871	31,128

#### Statement concerning the financial situation

The Management Board views the financial situation of the enterprise at the time of the drawing up of this report as positive overall. We essentially reached our performance targets in the segment Telephony in 2010. The substantial restructuring measures, which included staff reductions, contributed so that earnings in the segment Broadband/IP came in higher than our business plan from the beginning of the year forecasted. Due to its solid financial and net asset position, the 3U Group is in a strong position to continue developing positively.

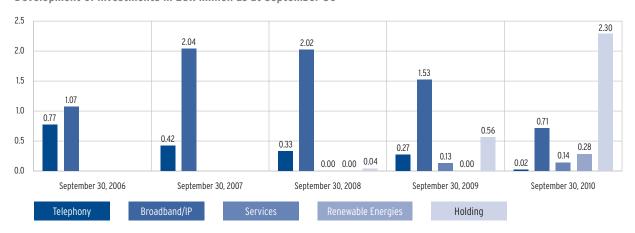
#### **Investments**

During the first nine months of 2010, investments totalling EUR 3.45 million were made within the Group (previous year: EUR 2.49 million).

EUR 0.02 million were invested in the Telephony segment (previous year: EUR 0.27 million); EUR 0.71 million were invested in the Broadband/IP segment (previous year: EUR 1.53 million). Investments were mainly into expanding the technical offices and integration of new customers. This accounted for all the necessary maintenance and expansion investments. The investments in the segments Services and Renewable Energies add up to EUR 0.14 million resp. EUR 0.28 million after EUR 0.13 million resp. EUR 0.00 million in the first nine months of 2009. The investment sum of EUR 2.30 million in the reporting period (2009: 0.56 million) flowed mainly into the new Group head office as well as in the development of new business fields.

Investments totalling EUR 4.5 million have been planned for the existing business areas for the 2010 financial year.

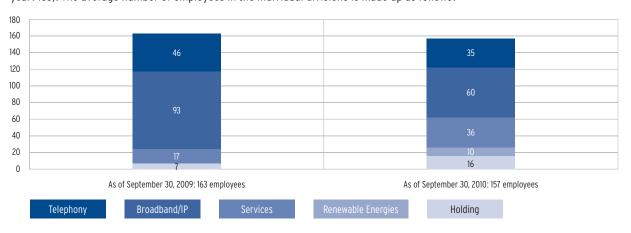
#### Development of investments in EUR million as at September 30\*



<sup>\*</sup>Until 2007 the segments Services and Renewable Energies as well as the Holding were accounted for in the segment Telephony.

#### Staff \*

On the financial statement date the 3U Group employed 159 people (previous year: 166). The nine-month average was 157 (previous year: 163). The average number of employees in the individual divisions is made up as follows:



The remuneration system is broken down into fixed and variable elements. Share options shall be issued to employees within the context of a new share option programme in the fourth quarter of 2010.

#### **Non-financial performance indicators**

It is above all the men and women that work for 3U HOLDING AG and its portfolio companies that are responsible for our business success. Their identification with the Company and commitment to its goals are therefore a top priority.

The potential of our personnel is promoted and fostered, among other things, through a high degree of own responsibility. Our employees have the opportunity to take part in a large number of internal and external training and development programmes. Their bond with the Company is reinforced by a series of measures in which social aspects are at centre-stage. In addition, the Company supports health care for its employees with appropriate programmes.

<sup>\*</sup>Full-time equivalents

#### **Detailed information on stock option programmes**

There is no active stock option programme as at September 30, 2010.

However, such is the beginning of the fourth quarter of 2010. By resolution of the AGM of August 19, 2010, company share capital was up to EUR 4,684,224.00 (Conditional Capital I) by issuing a maximum of 4,684,224 dividend-paying bearer shares with a conditional nominal value of EUR 1.00 each.

This conditional capital increase serves only the granting of shares to employees and directors of the Company or its Subsidiaries, as they exercise rights granted to them under the new employee stock option plan.

#### **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 December 31, 2009.

#### Report on risks and opportunities

As of September 30, 2010, there were no material changes in risks and their assessment as reported in detail in the 2009 annual financial report.

#### Significant events since the end of the interim reporting period

The board decided on June 25, 2010, that pursuant to the authorisation of the AGM of August 28, 2007, regarding the stock market share repurchasing and the public repurchase offer prior to February 20, 2009, the Company-acquired shares (3,244,714 own shares, approximately 6.93 % of share capital) were to be collected at the AGM of August 19, 2010. The implementation of the capital reduction was entered into the commercial register on October 25, 2010. The company share capital amounts to EUR 43,597,526.00 since then and is divided into 43,597,526 shares.

By resolution of the AGM of August 19, 2010, company share capital was up to EUR 4,684,224.00 by issuing of maximum 4,684,224 of the dividend-paying bearer shares with a conditional nominal value of EUR 1.00 each. The decision was entered into the commercial register on October 26, 2010.

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#### **Economic outlook**

The world economy has continued to recover during the third quarter of 2010. Emerging markets have accounted for about 70 % of global growth. The situation is different in developed countries. Germany, as European Union growth engine, continued to show high growth rates of around 3 %, while in the U.S., for instance, the growth rate was at historically low levels of about 2 %.

A worldwide decline in economic growth is expected during the fourth quarter of 2010 and during 2011. Leading economic indicators have already shown a slightly declining trend. The main reasons for the slowdown in economic development include the phasing out of economic programmes in most industrialised countries; the increased deficit-slashing measures in many countries, and the tightening of monetary- and economic policies in emerging markets.

The German economy will display robust behaviour in comparison to other European economies, and will move at a good level during the remaining months of 2010 and 2011. While exports are the main contributors to the 2010 upswing, domestic demand is expected to have an increasing effect on continued positive economic development in 2011. Leading economic research institutes predict in their 2010 autumn forecast a 3.5 % growth in gross domestic product in the full year of 2010, and a 2.0 % growth in 2011.

The phase-out of fiscal- and monetary stimulus programmes in the major economies continues to pose an economic risk. To what extent this reflects a new slide into recession depends largely on whether self-supporting forces can support the economic recovery.

Furthermore, growing doubts about the solvency of highly indebted countries have lead to a "contagion" in the financial markets of countries with more solid budgets. As such, through increasing interest on government bonds, affected countries would be forced to implement restrictive fiscal policies, which would have a negative effect on economic development.

#### Telecommunications outlook

Of the total 2010 revenue generated in German telecommunications, amounting to around EUR 61 billion, fixed-line networks accounted for EUR 33 billion and the mobile market for EUR 24.3 billion.

The German Telkom remained the dominant provider in fixed-line market, which has declined by 3.5 %, with its 55 % share of sales.

Customers of German Telkom competitors make more phone calls every year. Five years ago the daily average in the fixed-line networks was 286 million minutes; in 2010 the number is 397 million minutes. The increase of eight million minutes in the previous year is above average of the 80.1% increase in total connections (2009: 70.7%)

The proportion of call-by-call and pre-selection dropped this year due to an increase in the use of flat rates; but pre-selection operators still make up one-fifth of competitor minutes. That translates into nearly 80 million minutes per day.

The VATM (Association of Telecommunications and Value-Added Services Association) is working hard to ensure that the regulatory order, which Deutsche Telekom AG is committed to, will allow call-by-call and pre-selection in the new All-IP networks, and that it will be timely implemented, so that consumers can continue to use the models in the new networks.

#### **Future growth drivers**

As a management and investment company, sustainable operating profitability in the new developed business fields Renewable Energies and Services as well as in the existing segments of Telephony and Broadband/IP is our priority.

The Group places great importance on the organic development of the renewable energy sector, on one hand, and taking over enterprises that strengthen this field through their innovative strength and good prospects of growth on the other. As an opportunistic investor, the Group will be able to avail itself of opportunities that arise. The existing financial situation and the slim line costs structure create the financial background that enables us to operate successfully in the investment business.

The 3U Group is on its way to develop into a successful investment company, which in addition to the areas of telecommunications/broadband and renewable energies focuses on innovative technologies and services.

#### Outlook for the 3U Group

While the earnings development comes in after plan, it becomes clear due to the circumstances, explained in the chapter earnings position, that sales and EBITDA will lie under the prediction expressed at the beginning of the year by EUR 2 million, resp. EUR 3 million. Therefore the Management Board expects the 3U Group to realise external sales of around EUR 83 million, an EBITDA of around EUR 10 million, and a net income of around EUR 3 million for 2010. The forecast for 2011 is being kept unchanged. For 2011 the Management Board expects sales to be between EUR 82 million and EUR 90 million, EBITDA between EUR 12 million and EUR 14 million, and a Group result between EUR 3.5 million and EUR 5 million.

Due to strong fluctuations in the call-by-call market, a medium-term prognosis for the market is difficult. The Management Board expects the negative development to continue in the 2010 and 2011 financial years, and on the whole is expecting increased volatility in the market.

The goal of all activities is to sustainably increase the value of the 3U Group for its shareholders, but also for its employees. The success of these efforts should be reflected in the continued positive progress of the performance of the 3U share. Building onto the successful business operations of the subsidiary companies in the telephony segment as well as the far-reaching restructuring of LambdaNet, there will be good opportunities, arising from organic growth in the areas of renewable energy and from the acquisition of further investment participations, to realise an above-average share performance.

In regard to the estimates and expectations set out here, we would like to point out the possibility that the actual future results may deviate substantially from the expectations pertaining to projected development.

Marburg, November 11, 2010

The Management Board

Michael Schmidt

Michael Göbel

# Consolidated balance sheet as of September 30, 2010 (IFRS)

Assets 3U Group (in TEUR)	Sep 30, 2010	Dec 31, 2009
Long-term assets	29,148	29,581
Intangible assets	1,983	2,551
Property, plant and equipment	23,336	25,072
Financial assets	888	182
Deferred tax assets	1,407	0
Other non-current assets	117	507
Prepaid network rentals – long-term	1,417	1,269
Current assets	45,161	48,739
Inventories	671	196
Trade receivables	13,328	11,502
Other current assets	2,082	2,408
Cash and cash equivalents	26,871	33,289
Prepaid network rentals – current	2,209	1,340
Assets in liquidation*	0	4
Total assets	74,309	78,320

Shareholders' equity and liabilities 3U Group (in TEUR)	Sep 30, 2010	Dec 31, 2009
Shareholders' equity	38,768	37,408
Issued capital		
(conditional capital TEUR 4,684; previous year: TEUR 4,560)	46,842	46,842
Capital reserve	21,499	21,499
Own shares	-2,413	-1,436
Adjustment item for currency difference	-18	-12
Retained earnings	-29,499	-29,536
Net income/loss attributable to the shareholders of 3U HOLDING AG	2,402	37
Total shareholders' equity attributable to the shareholders of 3U HOLDING AG	38,813	37,394
Minority interests	-45	14
Long-term provisions and liabilities	18,572	18,664
Long-term provisions	5,182	5,045
Long-term liabilities due to banks	2,166	513
Long-term lease liabilities	9,624	10,801
Network rentals received – long-term	1,600	2,038
Deferred taxes	0	267
Current provisions and liabilities	16,969	22,248
Current provisions	1,567	825
Current tax provisions	1,582	3,987
Current liabilities due to banks	0	0
Trade payables	6,518	7,760
Current lease liabilities	2,039	2,367
Other current liabilities	5,226	7,283
Network rentals received – current	38	26
Total shareholders' equity and liabilities	74,309	78,320

# **26** Consolidated income statement (IFRS)

3U Group (in TEUR)	Quarterly report July 1-September 30 2010 2009		9-month report January 1-September 30 2010 2009	
Sales	20,617	22,414	62,543	70,765
Other earnings	1,862	444	3,860	1,354
Costs of materials	-13,496	-13,874	-41,249	-46,213
Gross profit or loss	8,983	8,984	25,154	25,906
Staff costs	-2,954	-2,849	-8,192	-8,740
Other operating expenses	-4,317	-1,968	-9,748	-6,439
EBITDA	1,712	4,167	7,214	10,727
Depreciation and amortisation	-1,919	-2,240	-5,781	-6,799
EBIT	-207	1,926	1,433	3,928
Income from financial assets	102	-280	213	-902
EBT	-105	1,646	1,646	3,026
Income tax expense	431	-832	612	-1,937
Consolidated net income/loss	325	814	2,257	1,089
Thereof attributable to				
the shareholders of 3U HOLDING AG	382	814	2,402	1,089
Thereof attributable to minority interests	-57	0	-145	0

3U Group	Quarterly report July 1-September 30 2010 2009		9-month report January 1-September 30 2010 2009	
Number of shares	46,842,240	46,842,240	46,842,240	46,842,240
Buyback of own shares in November 2008	-208,872	-208,872	-208,872	-208,872
Buyback of own shares in December 2008	-271,379	-271,379	-271,379	-271,379
Buyback of own shares in January 2009	-327,813	-327,813	-327,813	-327,813
Buyback of own shares in February 2009	-38,077	-38,077	-38,077	-38,077
Buyback via public buyback offer	-2,398,573	-2,398,573	-2,398,573	-2,398,573
Buyback of own shares in July 2010	-151,526	0	-151,526	0
Buyback of own shares in August 2010	-964,692	0	-964,692	0
Buyback of own shares in September 2010	-211,795	0	-211,795	0
Weighted average number of ordinary shares for basic earnings per share	42,912,274	43,597,526	43,369,109	44,175,427
Effect of dilutive potential of ordinary shares: options*	0	1,732,500	0	1,732,500
Weighted average number of ordinary shares for diluted earnings	42,912,274	43,597,526	43,369,109	44,175,427
Earnings per share				
Earnings per share, undiluted (in EUR)	0.01	0.02	0.05	0.02
Earnings per share, diluted (in EUR)	0.01	0.02	0.05	0.02

<sup>\*</sup>At September 30, 2010 no stocks option program exists.

### 28 Statement of income and accumulated earn

January 1-September 30, 2010

3U Group (in TEUR)	Jan 1-Sep 30 2010	Jan 1-Sep 30 2009
Earnings after taxes	2,257	1,089
Attributable to 3U HOLDING AG shareholders	2,402	1,089
Attributable to minority interests	-145	0
Directly in equity comprised changes		
Exchange rate differences	-6	0
Tax on earnings	0	0
Change of the value comprised in equity (exchange rate differences)	-6	0
Earnings from derivative financial instruments	0	0
Income taxes	0	0
Change of the value comprised in equity (derivative financial instruments)	0	0
Sum of the in equity comprised changes after taxes	-6	0
Attributable to 3U HOLDING AG shareholders	-6	0
Attributable to minority interests	0	0
Total earnings of the period	2,257	1,089
Attributable to 3U HOLDING AG shareholders	2,402	1,089
Attributable to minority interests	-145	0

## 30 Statement of changes in equity (IFRS)

3U Group (in TEUR)	Issued capital	Capital reserve	Reserve for currency differences	
As of Jan 1, 2009	46,842	21,296	-12	
Consolidated profit	0	0	0	
Reserves for own shares	0	-1,233	0	
Changes taken directly to equity	0	0	0	
Alteration basis of consolidation	0	0	0	
As of Dec 31, 2009	46,842	20,063	-12	

3U Group (in TEUR)	Issued capital	Capital reserve	Reserve for currency differences	
As of Jan 1, 2010	46,842	20,063	-12	
Consolidated profit	0	0	0	
Reserves for own shares	0	-977	0	
Changes taken directly to equity	0	0	-6	
Alteration basis of consolidation	0	0	0	
As of Sep 30, 2010	46.842	19.086	-18	

Retained earnings	Net income/loss attributable to 3U HOLDING AG shareholders	Shareholders' equity attributable to 3U HOLDING AG shareholders	Minority interests	Total shareholders' equity
-29,536	0	38,590	0	38,590
0	37	37	1	38
0	0	-1,233	0	-1,233
0	0	0	0	0
0	0	0	13	13
-29,536	37	37,394	14	37,408

Retained earnings	Net income/loss attributable to 3U HOLDING AG shareholders	Shareholders' equity attributable to 3U HOLDING AG shareholders	Minority interests	Total shareholders' equity
-29,499	0	37,394	14	37,408
0	2,402	2,402	-145	2,257
0	0	-977	0	-977
0	0	-6	0	-6
0	0	0	86	86
-29,499	2,402	38,813	-45	38,768

# 32 Cash flow statement (IFRS)

3U Group (in TEUR)	Jan 1-Sep 30 2010	Jan 1-Sep 30 2009
Net income/loss for the period	2,257	1,089
+/- Depreciation/write-ups of fixed assets	5,781	6,785
+/- Increase/decrease of provisions	-1,527	1,421
-/+ Profit/loss on disposal of long-term assets	-65	-1
-/+ Increase/decrease in inventories and trade receivables	-2,206	1,178
+/- Increase/decrease in trade payables	-1,241	-2,770
-/+ Changes to other receivables	720	-1,061
+/- Changes to other payables	-2,152	732
+ Change in network rentals prepaid and received	-1,444	-601
- Tax revenue	-1,383	0
+/- Other non-cash changes	-906	-195
Cash flows from operating activities	-2.166	6,577
+ Inflows from disposals of property, plant and equipment	65	0
- Outflows for investments in property, plant and equipment	-3,372	-2,406
- Outflows for investments in intangible assets	-104	-79
Cash flows from investing activities	-3,411	-2,485
Sum carried forward	-5,577	4,092

3U Group (in TEUR)	Jan 1-Sep 30 2010	Jan 1-Sep 30 2009
Sum carried forward	-5,577	4,092
- Cash outflow to companies' owner and minority partners (dividends, purchase of own shares, equity capital payback,		
other disbursements)	-978	-1,531
+ Cash inflow from the issuance of debit and borrowing of money	1,653	0
- Outflows from the repayment of bonds and (finance) loans	0	-5,343
- Repayment of lease liabilities	-1,506	-1,553
Cash flows from financing activities	-831	-8,427
Increase/reduction in cash and cash equivalents	-6,408	-4,335
+/- Changes in cash and cash equivalents due to exchange rate changes, scope of consolidation and valuation	-10	-11
Cash and cash equivalents at beginning of period	33,289	35,474
Cash and cash equivalents at end of period	26,871	31,128

# Explanatory notes to the consolidated financial statements as of September 30, 2010

#### General information about the Group

3U HOLDING AG (subsequently also referred to as 3U or Company), headquartered in Marburg, was founded in 1999 as a result of the 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 Register of Companies there, under HRB number 4680.

On October 31, 2007, the name of the Company was changed from 3U TELECOM AG to 3U HOLDING AG on the basis of a resolution by the Annual General Meeting on August 28, 2007. In accordance with the resolution by the extraordinary General Meeting on January 15, 2007, the object of the Company was changed to the management of its own assets, the acquisition, management and sale of investments in German and foreign companies as well as the supply of management and advisory services and other services for Subsidiaries and associated companies and third parties.

The business activities of 3U HOLDING AG and its Subsidiaries are asset management and the provision of telecommunication services in the Telephony and Broadband/IP segments.

Furthermore 3U has expanded its activities in the field of Renewable Energies, IT services and consulting. These are reported in the segments Renewable Energies and Services.

The address of the registered office of the Company is: Frauenbergstraße 31-33, 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 December 31, 2009 were applied unchanged for the interim statements as of September 30, 2010.

For details of the order situation and the development of costs and prices please refer to the section "Report on business development" in the interim Group management report.

All stock options given in the year 2005 expired on March 9, 2010. Due to the fact that the share price was quoted well below the strike price during the exercise period March 9, 2007 till March 9, 2010 no stock options from the 2004/2005 stock option plan were exercised.

For details to the number of employees please refer to the section "Staff" in the interim Group management report.

For details to significant events since the end of the interim reporting period please refer to the section "Significant events since the end of the interim reporting period" in the interim Group management report.

There were no extraordinary developments in business with related parties and the Company in the first nine months of 2010 as against the previous year. For information about individual business relations, please refer to our Annual Report of December 31, 2009, Section 8.3.

#### **Basis of consolidation**

Compared with December 31, 2009 the following changes to the basis of consolidation have arisen:

With effect from January 1, 2010 25.004 % of the shares in SEGAL Systems GmbH, Marburg, were sold. 3U HOLDING AG hold afterwards a 74.996 % share in this company.

The company RISIMA Consulting GmbH, with its registered office in Marburg, was founded in accordance with Memorandum of Association dated January 29, 2010. 3U HOLDING AG holds an 80 % share.

A 74.996 % shareholding was acquired in EuroSun Vacuum-Solar-Systems GmbH, Frankenhardt, by way of an agreement dated March 26, 2010. The registered office was changed to Marburg and the object of the enterprise reformulated.

3U DYNAMICS GmbH with registered office in Marburg was also founded on March 26, 2010. Die 3U HOLDING AG has a 60 % shareholding in this company.

Shares of 3U MOBILE GmbH which were given to third parties in the first guarter of 2010 were repurchased with effect of July 1, 2010. Now the company once again is fully consolidated by 3U.

As at September 30, 2010 in addition to 3U HOLDING AG 17 (December 31, 2009: 14) subsidiary companies both within the country and outside its borders in which 3U HOLDING AG has a direct or indirect majority of votes, will be comprised.

The liquidation of CityDial GmbH is concluded. The company ceased to exist.

Spider Telecom GmbH and myFairPartner Limited, London, continue to be consolidated "at equity" by 3U.

#### **Segment reporting**

In its interim consolidated financial statements as of September 30, 2010, 3U reports on the segment of Telephony. This comprises the call-by-call, pre-selection, value-added and scheduling services in the wholesale area. This segment comprises the companies 010017 Telecom GmbH, 3U MOBILE GmbH, 3U TELECOM GmbH (Marburg, Germany), 3U TELECOM GmbH (Vienna, Austria), Discount Telecom S&V GmbH, fon4U Telecom GmbH, LineCall Telecom GmbH und OneTel Telecommunication GmbH.

In addition, 3U also operates the segment of Broadband/IP, legally combined under LambdaNet.

In the segment Renewable Energies all activities in this field are combined. It legally consists of the companies 3U SOLAR Systemhandel AG, EuroSun Vacuum-Solar-Systems GmbH and 3U Solarkraft Friedrichstraße GmbH.

The segment Services is comprises of 3U DYNAMICS GmbH, RISIMA Consulting GmbH and SEGAL Systems GmbH.

The HOLDING activities as well as technical research projects and developing work in connection with the planned Solar Energy Power Plant (SEPP) are summarised into Holding.

Segment reporting January 1-September 30, 2010 (in TEUR)	Telephony	Broad- band/IP	Services	Renew- able Energies	Holding	Group
Total sales	42,439	28,498	49	1,736	17	72,738
Intercompany sales (inter-/intra-segment sales)	-8,851	-1,345	0	0	0	-10,195
External sales	33,588	27,153	49	1,736	17	62,543
Other operating income	2,676	807	95	97	184	3,860
Costs of materials	-24,240	-15,406	0	-1,599	-4	-41,249
Gross profit or loss	12,024	12,554	144	234	197	25,154
Staff costs	-1,683	-2,747	-1,793	-429	-1,540	-8,192
Other operating expense	-5,098	-2,740	-328	-264	-1,317	-9,748
EBITDA	5,243	7,067	-1,977	-459	-2,660	7,214
Depreciation	-216	-5,360	-75	-19	-111	-5,781
EBIT	5,027	1,707	-2,052	-478	-2,771	1,433
Group EBIT						1,433
Financial result						213
Thereof: Profit/loss of companies included at equity						706
Taxes on income						612
Consolidated net income/loss						2,257
Thereof attributable to the shareholders of 3U HOLDING AG						2,402
Thereof attributable to minority shareholders						-145

Segment reporting January 1-September 30, 2009 (in TEUR)	Telephony	Broad- band/IP	Services	Renew- able Energies	Holding	Group
Total sales	57,738	27,129	2	0	1	84,869
Intercompany sales (inter-/intra-segment sales)	-13,415	-689	0	0	0	-14,104
External sales	44,323	26,440	2	0	1	70,765
Other operating income	746	506	4	0	99	1,354
Costs of materials	-31,150	-15,063	0	0	0	-46,213
Gross profit or loss	13,918	11,883	6	0	99	25,906
Staff costs	-2,078	-5,039	-690	0	-934	-8,740
Other operating expense	-2,514	-2,808	-293	-4	-820	-6,439
EBITDA	9,327	4,037	-977	-4	-1,655	10,727
Depreciation	-228	-6,399	-114	0	-57	-6,799
EBIT	9,098	-2,363	-1,091	-4	-1,712	3,928
Group EBIT						3,928
Financial result						-901
Thereof: Profit/loss of companies included at equity						-1
Taxes on income						-1,937
laxes on income						-1,731
Consolidated net income/loss						1,089
Thereof attributable to the shareholders of 3U HOLDING AG						1,089
Thereof attributable to minority shareholders						0

The Management Board of 3U stipulates sales and the consolidated segment result before financing and income taxes as major performance indicators for a segment's business success, since it considers them crucial to a sector's success.

The intercompany sales represent the sales between the segments. These are eliminated. All other business transactions between the segments were already eliminated within the items concerned and only the consolidated values are thus presented there.

In the column Group, the 3U Group recognises in addition items that by definition are not elements of the segment result. The financial result is composed of interest income and interest expenses as well as the income of companies included according to the at-equity method. The interest income is the result of investments of liquidity that are not allocated to the segments. The interest expense is largely based upon financing in the Broadband/IP segment. The taxes on income are also not included in the segment result, as the tax expense may only be allocated to legal entities.

The following cash flow data were produced for the 3U Group (all amounts in TEUR):

Cash flow data 2010 (in TEUR)	Telephony	Broadband/ IP	Services	Renewable Energies	Holding
Cash flows from operating activities	5,400	3,524	-1,997	-889	-8,203
Cash flows from investing activities	34	-423	-159	-361	-2,503
Cash flows from financing activities	0	-1,506	0	0	675

Cash flow data 2009 (in TEUR)	Telephony	Broadband/ IP	Services	Renewable Energies	Holding
Cash flows from operating activities	5,985	3,559	-666	-3	-2,298
Cash flows from investing activities	-268	-1,525	-132	0	-560
Cash flows from financing activities	0	-6,896	0	0	-1,531

For the purposes of monitoring earnings power and allocating resources between the segments, the Management Board scrutinises the material, intangible and financial assets allocated to the individual segment. Goodwill was allocated to the segments subject to reporting requirements.

(In TEUR)	Sep 30, 2010	Dec 31, 2009
Assets		
Telephony segment	12,317	12,521
Broadband/IP segment	25,555	29,100
Services segment	440	257
Renewable Energies segment	1,063	111
Holding	8,064	3,038
Total segment assets	47,438	45,027
Assets not allocated	26,871	33,289
Total consolidated assets	74,309	78,320
Liabilities		
Telephony segment	6,821	7,052
Broadband/IP segment	24,231	26,981
Services segment	276	191
Renewable Energies segment	125	-2
Holding	4,087	6,690
Total segment liabilities	35,541	40,912
Reconciliation (shareholder's equity/minority interests)	38,768	37,408
Total consolidated liabilities/shareholder's equity	74,309	78,320

The liquid funds are not allocated to any segment.

The uniform Group accounting policies and methods of calculation were applied in the segment reporting. Telecom services between segments are subject to adherence of the arm's length principle and therefore Group wide calculated at prices that would be agreed with third parties. Basically, the prize comparison method is applied and with Group specific effects added. Administrative and other services are calculated as cost allocations.

(In TEUR)		ion and amortisa an 1-Sep 30		Investments Jan 1-Sep 30	
	2010	2009	2010	2009	
Telephony segment	216	228	24	269	
Broadband/IP segment	5,360	6,399	707	1,525	
Services segment	75	114	138	132	
Renewable Energies segment	19	0	285	0	
Holding	111	57	2,295	560	

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# **42** Responsibility statement

#### Responsibility statement according to § 37y WpHG i. V. m. § 37w Abs. 2 Nr. 3 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, November 11, 2010

The Management Board

Michael Schmidt

Michael Göbel

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## **Financial calendar**

**Contact** 

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- Analysts' conference
   "Deutsches Eigenkapitalforum Herbst 2010"
   Frankfurt am Main
   November 24, 2010
- Publication of the 2010 Annual Report March 31, 2011
- Publication of report on Q1 2011 May 13, 2011
- Publication of report on Q2 2011
   August 15, 2011
- Publication of report on Q3 2011 November 15, 2011

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# **Imprint**

Published by 3U HOLDING AG Frauenbergstraße 31-33 35039 Marburg

**Photographs** David Maurer (title)

Font Interstate by Tobias Frere-Jones (manufacturer: The Font Bureau)

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### **Disclaimer**

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 AG 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**

### **3U HOLDING AG**

#### **Telephony**

#### 010017 Telecom GmbH Marburg, Germany

#### **3U MOBILE GmbH** Marburg, Germany

#### **3U TELECOM GmbH** Marburg, Germany

#### **3U TELECOM GmbH** Vienna, Austria

#### **Discount Telecom** S&V GmbH Marburg, Germany

#### fon4U Telecom GmbH Marburg, Germany

#### LineCall Telecom GmbH Marburg, Germany

#### OneTel **Telecommunication GmbH** Marburg, Germany

#### Spider Telecom GmbH\* Marburg, Germany

### Broadband/IP

#### LambdaNet Communications **Deutschland AG** Hannover, Germany

#### LambdaNet Communications Austria GmbH Vienna, Austria

#### LambdaNet Communications s.r.o. Městec Králové, Czech Republic

#### **Services**

#### **3U DYNAMICS GmbH** Marburg, Germany

#### myFairPartner Limited\* London, Great Britain

#### **RISIMA Consulting GmbH** Marburg, Germany

#### **SEGAL Systems GmbH** Marburg, Germany

### **Renewable Energies**

#### **3U SOLAR** Systemhandel AG Marburg, Germany

#### 3U Solarkraft Friedrichstraße GmbH Marburg, Germany

#### EuroSun Vacuum-Solar-Systems **GmbH** Marburg, Germany

<sup>\*&</sup>quot;At equity" included investments



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