3-Month Report 2009

united internet

Dear shareholders, employees and friends of United Internet!

Despite the recession and the related weakness of the online advertising sector, United Internet got off to a successful start in its fiscal year 2009.

Consolidated sales of United Internet AG grew by 5.3%, from € 402.0 million to € 423.4 million, compared with the same period last year. Earnings before interest, taxes, depreciation and amortization (EBITDA) were slightly up on last year at € 83.5 million (prior year: € 83.2 million), as were earnings before interest and taxes (EBIT) at € 70.7 million (prior year: € 70.4 million). Due to negative profit contributions of associated companies and higher interest expenses, earnings per share (EPS) amounted to € 0.16 (compared with € 0.19 in the previous year).

The figures for the first quarter of 2009 underline the strength of our business model, although recession-motivated budget cuts by advertisers and the resulting pressure on margins obviously left their mark on our Online Marketing segment.

In our dominant “Product” segment – with the brands GMX, WEB.DE, 1&1, Fasthosts, InterNetX and the newly acquired united-domains AG (as of March 1, 2009) – we raised the number of fee-based customer contracts by 290,000, compared with December 31, 2008, to stand at 8.24 million on March 31, 2009. Growth was particularly strong in the product lines “Information Management” and “Webhosting”. In “Information Management” we added 50,000 new contracts in the first quarter of 2009 to reach 1.41 million. There was growth of 240,000 contracts to 3.86 million in “Webhosting” – due in part to the initial consolidation of united-domains. Outside Germany, the number of webhosting contracts grew by 50,000 to 1.98 million. In our DSL business, the number of DSL connections remained unchanged from year-end at a total of 2.82 million, although the proportion of complete DSL packages in the first quarter grew by a further 270,000 to 1.05 million. Sales in the Product segment rose by 7.7% to € 372.8 million. EBITDA and EBIT were both slightly up on the prior-year figures at € 77.9 million and € 65.7 million, respectively.

Whereas our Product business has proven to be highly resistant to the economic crisis, the key financial figures of our “Online Marketing” segment have been adversely impacted by the noticeable fall in advertising spending and changes in the policy and algorithms of our most important partner in the search engine sector. As expected, all key figures were clearly down on the previous year: segment sales reached € 50.4 million (-9.7%), while EBITDA and EBIT stood at € 3.0 million (-43.4%) and € 2.5 million (-47.9%), respectively.

Against the backdrop of our successful start to fiscal year 2009, we confirm our forecasts and expect slight growth in sales at Group level. Despite the expected ongoing weakness of the online advertising business, we also expect to maintain the record levels of EBITDA and EBIT achieved in fiscal year 2008 in the current year.

Montabaur, May 13, 2009

Ralph Dommermuth
CEO

Contents

Selected key figures acc. to IFRS

		Jan.–March 2009	Jan.–March 2008
Sales	€ millions	423.4	402.0
Earnings before interest, taxes, depreciation and amortization (EBITDA)	€ millions	83.5	83.2
Earnings before interest and taxes (EBIT)	€ millions	70.7	70.4
Net income	€ millions	37.9	45.1
Employees	number	4,610	4,097
Share price as of end of March (Xetra)	€	6.29	13.36
Earnings per share	€	0.16	0.19

Quarterly development	Q2 2008 € millions	Q3 2008 € millions	Q4 2008 € millions	Q1 2009 € millions	Q1 2008 € millions
Sales	412.4	407.4	427.8	423.4	402.0
EBITDA	88.6	77.7	69.3	83.5	83.2
EBIT	75.6	64.2	46.4	70.7	70.4
Net income	45.2	–103.8*	–108.0*	37.9	45.1

* Consolidated earnings figures for Q3/2008 and Q4/2008 include negative, non-recurring and non-cash effects from valuation measures of € 145.6 million and € 129.8 million, respectively.

Management report for the first three months of 2009

Economic environment

Financial market crisis becoming global economic crisis

The International Monetary Fund (IMF) believes that the global economy is currently in the deepest recession since the Great Depression of the early 1930s. In its World Economic Outlook published in mid April 2009, the IMF forecasts a decline in global output of 1.3% – and thus the first negative figure in decades. The IMF is thus considerably more pessimistic than in its March outlook, when it was still predicting a decline of 0.5 to 1.0%.

The IMF expects the economies of the industrial nations to shrink by 3.8%, and those of the Euro zone by 4.2%.

The approximately 11% fall in global trade expected by the IMF will hit exporting nations, such as Germany, particularly hard. The German government has thus forecast the sharpest fall in economic output this year since the Federal Republic was founded, with an expected decline of 6%. In its forecast published in late April, the government concurs with the opinion of leading economic research institutes, which had also forecast a decline of around 6% a few days previously. Up to this date, the German government had been forecasting a fall in GDP of 2.25%. According to government figures, unemployment will grow by around 450,000 in 2009 to an average of approximately 3.7 million.

(Still) only limited impact of economic crisis on ITC markets

The economic crisis is (still) only having a limited impact on the high-tech industry in the field of information technology, telecommunications and digital consumer electronics (ITC). This was confirmed by a representative survey of the ITC sector, which the German ITC association BITKOM (Bundesverband Informationswirtschaft, Telekommunikation und neue Medien e.V.) presented in early March 2009 at the CeBIT 2009 fair in Hanover. According to the survey, 55% of companies questioned had so far felt no direct effects of the crisis on their business. The others reported lower sales or fewer new orders than expected before the crisis. Although the association expects the German ITC market to match its prior-year sales level of around € 144.6 billion, it has announced that it will review its forecasts after the first quarter in view of the uncertain economic situation.

The most important ITC markets for United Internet – DSL, webhosting and online marketing – reported varying progress in the first three months of 2009.

Following a significant dip in the pace of growth for the German DSL market in 2008 – despite overall growth of 2.4 million connections to 20.9 million (2007: +4.1 million new connections) – all experts are expecting a further reduction in pace for 2009. Recently published figures of the major DSL providers confirm these expectations.

The international hosting market also continues to grow. According to calculations of RegistrarSTATS.com, the number of registered generic top-level domains around the world (such as .com, .net, .org) grew by 2.1 million in the first three months of 2009 to reach a total of 109.4 million domains – an increase of 2% over December 31, 2008. The German top-level domain ".de" is also enjoying strong demand in 2009 – despite a comparatively high online presence already achieved among consumers and businesses – and grew by over 230,000 (+1.8%) to 12.68 million domains in the first three months.

In contrast to the more non-cyclical DSL and Webhosting sectors, the economic crisis has hit the advertising market even harder than was expected in December. The agency group Zenith Optimedia has thus made a strong downward adjustment to its forecast for the development of advertising investments. According to the latest survey of "Advertising Expenditure Forecast", the company expects a total decline in global advertising spending of 6.9% in 2009 – compared with a forecast of minus 0.2% in December 2008. The crisis is also leaving its mark on the German advertising market – although the decline of 5.5% forecasted is still not quite as severe as in some neighboring countries. Central and Eastern Europe have been hit particularly hard with an average year-on-year decline of 13.9%. Zenith Optimedia has also observed sharp falls in North America (-8.3%) and Western Europe (-6.7%). According to Zenith, the internet will be the only advertising medium in which more money is invested in 2009 than in 2008. However, the double-digit growth rates of former years have been assigned to history for now: global growth of "only" 8.6% is expected, with an increase of 1.1% in Germany. As Zenith also believes that the number of websites has grown approximately twice as fast as online advertising expenditure, there is a growing surplus of advertising space. The consequence: prices and margins in the online advertising market are coming under increasing pressure.

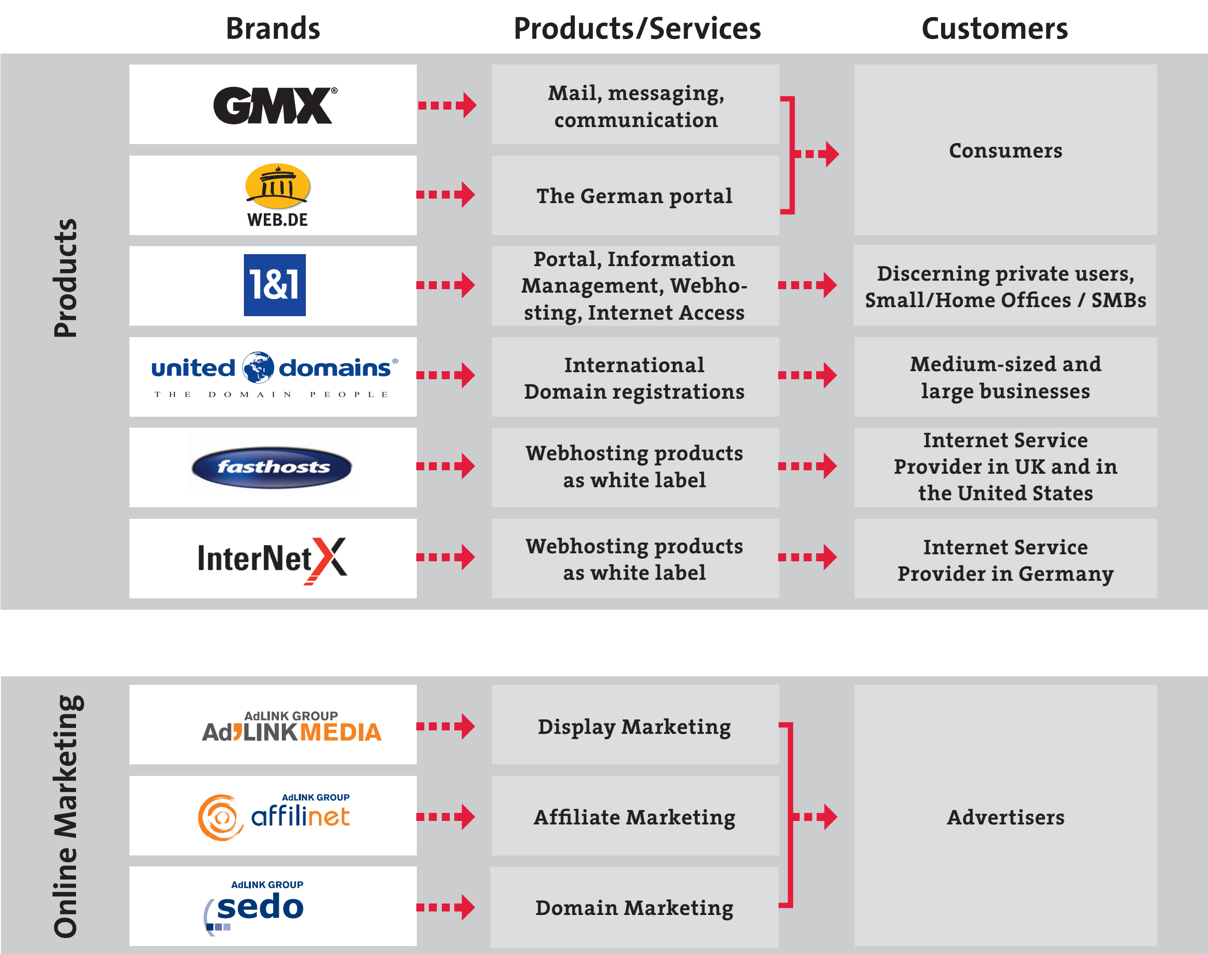
Business development

With over 8.2 million customer contracts, United Internet AG is a leading international Internet Service Provider. Following the acquisition of united-domains AG, completed in early March 2009, United Internet currently operates in two business fields especially through its nine brands:

In the “Product” segment, our value-added internet services and fast DSL connections are directed at private users, small offices / home offices and enterprises. These groups are served directly by the brands GMX, WEB.DE, 1&1 and united-domains. In addition, we also market our webhosting products as white-label solutions to other ISPs – indirectly – via resellers. Apart from this subscription business, we market the reach of our portals to e-commerce suppliers and advertisers via United Internet Media.

In our “Online Marketing” segment, we are mainly represented by the brands AdLINK Media, affilinet and Sedo. In this segment we offer various marketing and sales solutions to advertisers: Display Marketing via AdLINK Media, Affiliate Marketing via affilinet and Domain Marketing via Sedo.

Segments and brands



Qualitative growth in DSL

As expected, the number of customer contracts in our DSL business remained unchanged at 2.82 million, compared with year-end 2008. Of great importance for our customer retention efforts is the conversion of existing DSL customers to all-inclusive packages. In this respect we were highly successful in the first quarter of 2009 with the addition of a further 270,000 contracts, bringing the total to 1.05 million.

Successful international expansion

In the Product segment, we operate our "Webhosting" business in Germany, the UK, France, the USA, Austria and Spain. We also serve customers in numerous other countries via our international order page. In our non-German markets, we added 50,000 new customer contracts in the first three months of 2009 and held 1.98 million contracts as of March 31, 2009.

The international expansion of the Online Marketing segment is a key element of our overall concept. In addition to the USA, our brands are represented in 13 European countries.

The Group's non-German sales grew by € 0.8 million in the period under review and contributed € 52.7 million (prior year: € 51.9 million) to total consolidated revenues.

Acquisition of united-domains

United Internet signed an agreement on December 12, 2008 with the former owner of united-domains AG, LYCOS Europe N.V., concerning the acquisition of united-domains AG. In the run-up to the transaction, the value of united-domains AG was set at around € 34 million. The final purchase price will be determined after united domains AG has posted its annual financial statements for fiscal year 2008 and an accrual account based on the date of completion. The preliminary purchase price was settled fully in cash – whereby € 7 million is held in escrow as a security guarantee for United Internet.

Following approval from the respective anti-trust authorities, united-domains AG was first consolidated in March 2009 into the quarterly financial statements of United Internet AG.

united-domains is a specialist for fast and easy registration of domain names, offering over 150 global domain endings. This profitable company was founded in August 2000 and has since established itself as one of Europe's leading domain registries. The company continues to be led by its founders Florian Huber, Alexander Helm and Markus Eggensperger, who acquired a total of around 15% of the company's shares in a second transaction.

Employees

United Internet employed a total of 4,610 people at the end of March 2009 (December 31, 2008: 4,565), of which 945 (December 31, 2008: 947) were employed outside Germany.

Share and dividend

With a stock quote of € 6.29 on March 31, 2009, the United Internet AG share price was exactly the same as on December 31, 2008 – and thus performed better than the comparative TecDAX index, which fell 5.6% in the first quarter of 2009.

No dividend will be paid to shareholders for the fiscal year 2008. The balance sheet loss will be carried forward.

Segment development

Product segment

The United Internet Group's dominant business in the first quarter of 2009 was once again its Product segment representing 88.0% of total sales, with the main brands GMX, WEB.DE, 1&1, InterNetX and Fasthosts – as well as united-domains consolidated as of March 2009.

Thanks to a business model based largely on electronic subscriptions, the segment enjoyed further growth – although the fall in advertising expenditure also affected the growth of our portal marketing business. The conversion of DSL customers to our all-inclusive packages – of particular importance for customer retention – places an initial burden on earnings. Despite these burdens, however, sales in this segment grew by 7.7% to € 372.8 million. EBITDA and EBT were both slightly up on the previous year at € 77.9 million and € 65.7 million, respectively. Customer acquisition costs continue to be charged directly as expenses.

Our very healthy key financials are closely linked with the dynamic growth of our customer base. As of March 31, 2009 we had 8.24 million fee-based customer contracts (December 31, 2008: 7.95 million).

These are divided among three product lines:

- **Information Management** with professional e-mail solutions, messaging, address management, Pocket Web and 0700 numbers
- **Webhosting** with domains, home pages, dedicated and virtual servers, and e-shops
- **Internet-Access** with DSL connections (including internet telephony and video-on-demand), as well as mobile and narrowband access.

Our brands not only generate revenues from subscription contracts; an increasing proportion of income also results from our online advertising and e-commerce activities. United Internet Media, the marketing company for our GMX, WEB.DE and 1&1 portals and our shopping portal SmartShopping.de, provides advertisers and agencies in Germany with a reach of around 50% of all German internet users, as well as high-quality, targeted marketing and innovative advertising instruments.

Our family of brands provides unique market coverage in Germany:

GMX
GMX targets private users with its Information Management products. 8.5 million unique users per month make GMX one of the leading providers of mail, messaging and communication solutions. In addition to its free products, GMX also offers fee-based value-added services.

In the period under review GMX focused in particular on improving its international reach in the current target markets Austria, Switzerland, the USA, the UK and France. A “Download Area” was launched with around 10,000 free and 800 paid-for programs, as was MailXchange – a web-based solution for professional e-mail communication in teams.

WEB.DE
With 12.9 million unique visitors, WEB.DE is one of Germany’s most frequently visited websites and is “the” German internet portal for many users. WEB.DE also offers free basic services and fee-based products, including the WEB.DE Club.

In the first quarter of 2009, WEB.DE launched its so-called “WEB.DE Navigator”. The feature allows the safe and convenient bundling of a user’s entire internet communication in a single place. A variety of web services for communication and shopping and the respective log-ins (e. g. forums, blogs or different communities) can be centrally administered straight from the user’s personal FreeMail mailbox.

1&1
1&1 is the brand for discerning private users, the self-employed and SMEs requiring Information Management, Webhosting and Internet Access. 1&1 is No. 3 in Germany’s DSL sector and the world’s leading hosting company, currently active in 6 countries.

Key topics for 1&1 in the first quarter were the launch of the 1&1 Sector Homepage and 1&1 DSL HomeNet. 1&1’s Sector Homepage enables small companies to create a professional website in just a few minutes without any prior knowledge. 1&1 DSL HomeNet is a solution for home networking, which enables users to wireless connect and use the internet, phone and entertainment content, as well as photos, films and songs stored on the web or user’s own hard drive, on various end devices.

Quarterly development of customer contracts
in millions

Customer contracts	31.12.2008	31.03.2009	Change
Information Management	1.36	1.41	+ 0.05
Webhosting	3.62	3.86	+ 0.24
- thereof abroad	1.93	1.98	+ 0.05
Internet Access	2.97	2.97	+ 0.00
- thereof DSL	2.82	2.82	+ 0.00
- DSL complete packages	0.78	1.05	+ 0.27
- Resale-/T-DSL	2.04	1.77	– 0.27
Total	**7.95**	**8.24**	**+ 0.29**

Annual development of customer contracts
in millions

Customer contracts	31.03.2008	31.03.2009	Change
Information Management	1.24	1.41	+ 0.17
Webhosting	3.31	3.86	+ 0.55
- thereof abroad	1.63	1.98	+ 0.35
Internet Access	2.83	2.97	+ 0.14
- thereof DSL	2.70	2.82	+ 0.12
- DSL complete packages	0.20	1.05	+ 0.85
- Resale-/T-DSL	2.50	1.77	– 0.73
Total	**7.38**	**8.24**	**+ 0.86**

united-domains
The united-domains brand is a specialist for international domain registration, offering over 150 domain endings – from .ar (for Argentina) to .za (for South Africa). The company mainly targets mid-size to large corporations, but also private users.

In the first quarter, united-domains focused in particular on the launch of the new ".tel" domain. With the aid of a .tel domain, companies can publish their contact data directly under a memorable URL.

InterNetX
United Internet's reselling activities in Germany are all conducted through InterNetX. The company markets hosting products to ISPs and multimedia agencies (resellers), who in turn market them under their own name and for their own account.

In the period under review, InterNetX further expanded its reseller network. InterNetX now serves over 19,000 resellers for which it hosts over 2.4 million domains and over 1,200 servers.

Quarterly development
in € millions

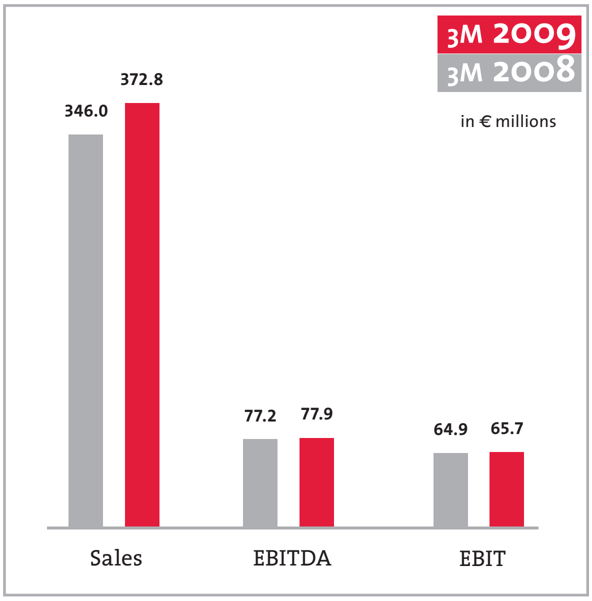
	Q2 2008	Q3 2008	Q4 2008	Q1 2009	Q1 2008
Sales	356.6	359.1	371.1	372.8	346.0
EBITDA	85.1	73.5	62.8	77.9	77.2
EBIT	72.7	60.5	50.0	65.7	64.9

Fasthosts
Fasthosts is our reseller brand in the UK and the USA. Fasthosts markets hosting products to over 5,000 ISPs and multimedia agencies (resellers), who sell these to end users under their own name. Fasthosts is also active in the direct marketing of products to consumers and companies.

In the first three months of 2009, Fasthosts focused on expanding its customer base and establishing its recently established reselling business in the USA.

Outlook
For our Product business, we are confident that our long-term international expansion strategy will continue to make good progress and that we can maintain our growth with the aid of further product innovations, such as the 1&1 Sector Homepage. The same applies to the marketing of our Information Management solutions, for which we expect further growth in contracts. In view of our innovative products, such 1&1 DSL HomeNet, and attractive price-performance ratio, we also see good opportunities for our DSL business. In particular, we expect further successful growth from the migration of our customers to all-inclusive packages – of great importance to us with regard to customer retention. We also expect further growth in the marketing of our portals GMX, WEB.DE and 1&1 – albeit at a slower rate than in the past due to the current cyclical weakness of the market.

Financial figures for the Product segment



Online Marketing

Our Online Marketing segment offers advertisers a variety of marketing and sales solutions: Display Marketing via AdLINK Media, Affiliate Marketing via affilinet and Domain Marketing via Sedo. In contrast to the marketing of our own portals in the Product segment, this segment focuses predominantly on the marketing of third-party domains and websites – in 13 European nations and the USA.

Whereas our Product business has proven to be highly resistant to the economic crisis, the key financial figures of our "Online Marketing" segment have been adversely impacted by the noticeable fall in advertising spending and changes in the policy and algorithms of our most important partner in the search engine sector (since the second quarter of 2008). As expected, all key figures were noticeably down on the previous year: segment sales reached € 50.4 million (-9.7%), while EBITDA and EBIT stood at € 3.0 million (-43.4%) and € 2.5 million (-47.9%), respectively. Despite considerably more difficult circumstances than last year, the segment with the brands AdLINK Media, affilinet and Sedo still succeeded in making a positive contribution to earnings. In total, the segment accounted for 11.9% of the United Internet Group's total sales in the first quarter of 2009.

AdLINK Media

AdLINK Media is one of Europe's largest independent marketers of online advertising. The company's business model is based on an online advertising network of high-reach websites, which it markets to advertisers.

In the period under review, the company focused mainly on the expansion of its advertising network. As a result, the number of ad impressions generated by the network grew from 10.3 billion (December 31, 2008) to an average of 10.6 billion in the period under review.

Quarterly development
in € millions

	Q2 2008	Q3 2008	Q4 2008	Q1 2009	Q1 2008
Sales	55.6	48.1	56.6	50.4	55.8
EBITDA	4.7	1.2	1.7	3.0	5.3
EBIT	4.1	0.7	–8.1	2.5	4.8

affilinet

affilinet brings together suppliers of affiliate programs and website operators. It profits from the contacts and sales initiated via the network on a purely performance-oriented basis.

In the period under review, affilinet focused on gaining new program suppliers and expanding its network: the number of affiliate programs was raised to over 1,600 in the period under review. At the same time, the network was increased to 480,000 active websites.

Sedo

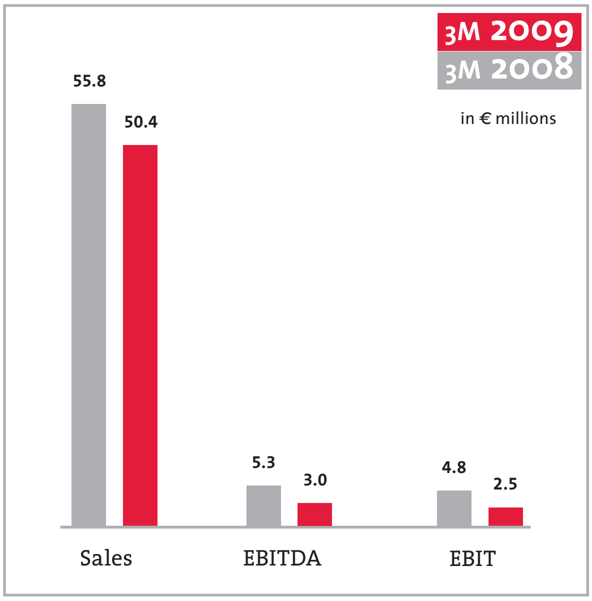
Sedo operates the global domain trading platform "sedo.com", which currently trades 13.7 million domains – following an adjustment in the course of a quality and efficiency initiative conducted by Sedo in the first quarter of 2009.

In its "domain parking" business, Sedo markets some of these domains (6.6 million) to advertisers on behalf of the domain owners.

Outlook

In view of the slump in advertising spending, and the resulting pressure on prices and margins, as well as the significant reductions in the forecasts of market researchers, we expect a difficult year for our Online Marketing business in 2009.

Financial figures for the Online Marketing segment



Assets, liabilities, financial position and profit or loss

Successful start despite adverse economic climate

Despite the recession and the related weakness of the online advertising market, United Internet got off to a good start in its fiscal year 2009. Consolidated sales of United Internet AG were up 5.3% on the previous year, from € 402.0 million to € 423.4 million.

In the Product segment, there was strong growth of 7.7%, from sales of € 346.0 million in the previous year to € 372.8 million in the period under review. Customer growth was particularly encouraging in the product lines “Information Management” and “Webhosting” (also due in part to the initial consolidation of united-domains AG). In our DSL business, the number of DSL connections remained unchanged from year-end at a total of 2.82 million, as expected. However, we were once again very successful in our attempts to convert existing customers to all-inclusive DSL packages – of great importance for customer retention – with the addition of a further 270,000 contracts in the first quarter of 2009.

In the “Online Marketing” segment, our key financial figures were adversely impacted by the noticeable fall in advertising spending and changes in the policy and algorithms of our most important partner in the search engine sector. As a result, segment sales fell by 9.7% to € 50.4 million, compared with the previous year which was still unaffected by these factors.

Consolidated gross margin fell from 39.7% in the previous year to 36.9%. The main reason were the high expenses for converting customers to all-inclusive packages – which represent an initial burden on earnings – and the current strong pressure on margins in the field of online advertising.

Quarterly development
in € millions

	Q2 2008	Q3 2008	Q4 2008	Q1 2009	Q1 2008
Sales	412.4	407.4	427.8	423.4	402.0
EBITDA	88.6	77.7	69.3	83.5	83.2
EBIT	75.6	64.2	46.5	70.7	70.4

Due to reduced advertising expenditure and lower gross new customer figures in our DSL business, sales and marketing expenses fell from € 66.8 million (16.6% of sales) in the prior-year quarter to € 62.6 million (14.8%). Thanks to economies of scale, administrative expenses grew more slowly than sales in the period under review, from € 19.7 million (4.9% of sales) to € 20.2 million (4.8%).

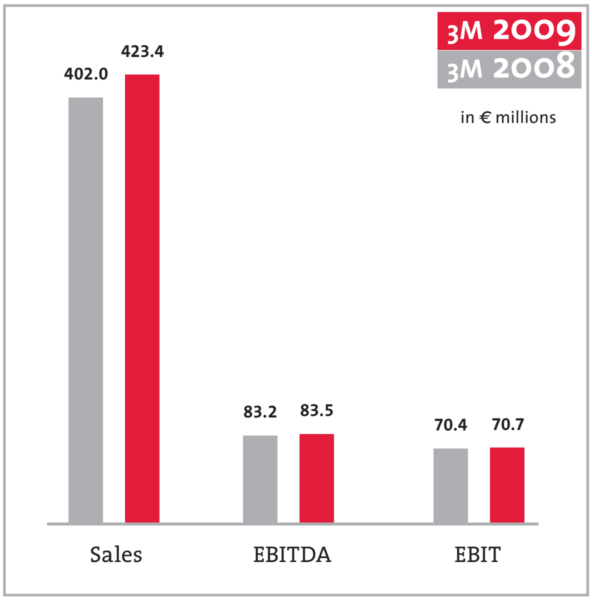
Earnings before interest, taxes, depreciation and amortization (EBITDA) were slightly up on last year at € 83.5 million (prior year: € 83.2 million), as were earnings before interest and taxes (EBIT) at € 70.7 million (prior year: € 70.4 million).

Earnings before taxes (EBT), net income and earnings per share (EPS) were burdened by negative profit contributions of associated companies (€ -5.1 million compared with € -0.2 million in the first quarter of 2008), as well as by higher interest expenses (€ -8.9 million compared with € -5.5 million). As a result of these burdens, EBT fell from € 64.8 million to € 56.7, net income from € 45.1 million to € 37.9 million and EPS from € 0.19 to € 0.16.

Operative cash flow of € 57.9 million

Due in part to the fall in net income, cash flow from operating activities fell from € 62.9 million to € 57.9 million.

Group financial figures



Net cash flow from operating activities fell from € 42.3 million to € 24.4 million, mainly as a result reduced trade payables as of the balance sheet date.

Net cash flow for investing activities amounted to € 41.2 million in the period under review, whereby the acquisition of united-domains AG accounted for the major share (€ 32.8 million). In the prior-year period there was net cash flow for investing activities of € 89.8 million, whereby the acquisition of shares in associated companies (mainly Versatel, virtual minds und BW2) accounted for € 82.2 million. An amount of € 6.5 million (prior year: € 5.6 million) was invested in intangible assets and property, plant and equipment.

Cash flow from financing activities was dominated by the redemption of loans amounting to € 8.6 million in the first quarter of 2009, whereas the first quarter of 2008 was dominated by the assumption of new loans (€ 100.2 million) and disbursements for the purchase of treasury shares (€ -51.6 million).

Reduction in bank liabilities

Compared with December 31, 2008, the balance sheet total grew from € 1,102.0 million to € 1,125.5 million as of March 31, 2009 – mainly as a result of the acquisition of united-domains AG. Goodwill accounted for € 378.9 million of total assets at the end of 2008 and for € 408.5 million at the end of March 2009. Around € 319 million of goodwill is attributable to the highly profitable Product segment. Following the acquisition of united-domains AG, cash and cash equivalents fell from € 55.4 million to € 30.7 million. Trade payables fell from € 170.7 million to € 138.2 million as of the balance sheet date, and bank liabilities were down from € 544.4 to € 535.0 million. As of March 31, 2009, United Internet AG held 22 million treasury shares. After deduction of these treasury shares, the Group's equity ratio amounted to 16.4% as of March 31, 2009 (compared with 13.2% on December 31, 2008).

Risk report

Over and above the statutory requirements, United Internet AG attaches great importance to its holistic risk management system. Our monitoring system identifies, classifies and evaluates risks using standard procedures and defining clear responsibilities. We not only regard efficient and forward-looking risk management as an important tool to anticipate dangerous developments, but as an important and value-adding responsibility. The risk management culture we have introduced enables us to deal with risks proactively.

During the first three months of 2009, the overall risk situation remained mostly stable when compared with the risk report provided as part of the annual financial statements 2008. Due to United Internet's ongoing strict alignment as an Internet Service Provider, the major risks for the Company's future assets, liabilities, financial position and profit or loss focus on the areas of supplier dependency, technology and software systems, as well as on competition. We judge the probability of these identified risks as low to limited.

Depending on the future share price development of our listed investments, there may be (non-cash) burdens from writedowns / impairments in our non-operating business – as happened in the third and fourth quarters of 2008.

There were no risks which directly jeopardized the continued existence of United Internet in the period under review, neither from individual risks nor from the overall risk situation.

Subsequent events

There were no major events subsequent to the reporting period which had a significant impact on the business development of United Internet.

Opportunities and outlook

Turnaround in the global economy not expected before 2010

In its World Economic Outlook published in mid April 2009, the IMF forecasts a decline in global output of 1.3% – and thus the first negative figure in decades. The IMF is thus considerably more pessimistic than in its March outlook, when it was still predicting a decline of 0.5 to 1.0%.

According to the IMF, the global economic outlook will be more optimistic in 2010 with renewed growth of 1.9%. Important for the turnaround, however, is that the respective authorities undertake decisive steps to restore confidence in the financial markets. The IMF expects the industrial nations and the USA to reach zero growth in 2010, while the Euro zone will still be in decline at minus 0.4%.

In view of the slight increase (0.6%) in world trade expected for 2010, the German economy may also recover slightly. The German government thus expects economic growth of 0.5% in 2010 – as Federal Economics Minister Karl-Theodor zu Guttenberg announced in late April 2009. The German government is therefore more optimistic than the leading economic research institutes, which expect the economy to shrink by 0.5%. In terms of unemployment, the German government expects a further increase of 900,000 in 2010 to an average of 4.6 million.

IT companies facing uncertain business development

The economic crisis is (still) only having a limited impact on the high-tech industry. This was confirmed by a representative survey of the ITC sector, which the German ITC association BITKOM presented on the eve of the CeBIT fair in March 2009. According to the survey, 55% of companies questioned had so far felt no direct effects of the crisis on their business. 46% of companies expect a turnaround in their sector already in 2009. 42% expect a marked improvement in 2010 and only 5% not until 2011. The others reported lower sales or fewer new orders than expected before the crisis. Against this backdrop, the association confirmed its sales forecast for 2009. In other words, it expects the total German market for information technology, telecommunications and digital consumer electronics to maintain its prior-year level of around € 144.6 billion. In view of the uncertain economic situation, however, the association announced that it would review its forecasts after the first quarter.

Growth in broadband connections to continue

In a forecast announced in Berlin in late February 2009, the sector association BITKOM predicted that the German market for fixed-line internet access would grow by 4.2% to € 13.8 billion in 2009 and thus reach new record levels. BITKOM based its expectations on the current forecasts of market research institute EITO. Despite the economic slump, sales with private internet access alone are expected to grow by 7.5% to € 8.8 billion in 2009.

According to the study “LIFE - Digitales Leben”, published in late February, the trend toward broadband connections will continue – albeit with slightly flatter growth curves. The experts forecast growth to 36 million broadband connections in Germany by 2015 and data transmission speeds of over 100 Mbit/s in some cases. The experts also expect mobile broadband connections (UMTS) to quadruple to 41 million by 2015.

Above all, this rapid growth means increasing bandwidths and thus an improved performance of the broadband network. Without this development, attractive applications like internet telephony, internet TV or video-on-demand would simply not be possible. The user equates increased speed with greater convenience and new application possibilities. This “market driver” will continue to play a key role for web-based applications – such as “software-as-a-service” and “cloud computing”. Bandwidths must, and will, continue to grow. According to BITKOM calculations, the internet’s global data volume is already growing at an annual rate of 50-60%.

The ongoing spread of broadband connections will also positively impact many other markets in which we operate. With the growing household penetration of broadband internet access, we can offer new and innovative products and services which users can access without any drop in performance. At the same time, our online portals GMX, WEB.DE und 1&1 and marketing brands AdLINK Media, Sedo and affilinet will be able to use increasingly data-intensive advertising formats.

Further growth for webhosting and online advertising expected

Market researchers also predict continuing growth for the webhosting industry. Gartner and IDC forecast annual growth rates of 15% and 16% until 2010. In their European Managed Webhosting Forecast of October 2007, the experts of IDC predicted growth of 10.4% to USD 4.6 billion in 2009 – in the B-to-B hosting sector alone. Good growth opportunities are forecast for all European markets in which we operate: Germany (+8.4%), the UK (+10.4%), France (+9.9%), Austria (+11.3%) and Spain (+12.4%). New web-based services – subsumed under the terms “software-as-a-service” and “cloud computing” – will further strengthen this “outsourcing trend” (toward internet-based and away from PC-based applications).

The online advertising market is also expected to continue its growth – although a temporary but significant downturn is expected in 2009 as a result of the global economic problems. Most experts believe that the overall importance of online advertising within the total advertising mix will continue to grow. The “Marketers‘ Internet Ad Barometer 2008” report shows that eight out of ten European advertisers will invest more heavily in online advertising in the coming years. The study commissioned by the European Interactive Advertising Association, the association of pan-European online marketers and technology service providers, questioned marketing executives of leading European companies. According to the report, almost three quarters of all advertisers questioned in Europe (2008: 73%; 2006: 52%) used the internet increasingly as an advertising medium. Over one third of these deciders regard the internet as an essential channel for their marketing. In 2006 this proportion was just 17%. 82% of those companies which raised their online advertising budget in 2008, moved part of their media budget from print, TV and direct marketing to the internet.

Opportunities for United Internet

Thanks to our successful positioning in the growth markets of DSL, Webhosting, Portals and Online Marketing, we expect good growth opportunities for the remaining months of 2009. Due to the difficulty of forecasting the future economic development at present, however, all such forecasts are subject to uncertainty.

All in all, we expect a slight increase in Group sales for 2009. After reaching new record levels for EBITDA and EBIT in fiscal year 2008, we aim to maintain these earnings ratios at the prior-year level in fiscal year 2009 – despite the weakness of the online advertising market.

Consolidated Financial Statements as of March 31, 2009

Balance Sheet in €k

	March 31, 2009	December 31, 2008*
ASSETS		
Current assets		
Cash and cash equivalents	30,679	55,372
Accounts receivable and other assets	115,815	119,066
Inventories	18,292	19,048
Prepaid expenses	33,017	28,791
Loans to joint ventures	1,700	0
Other assets	19,058	12,737
	218,561	**235,014**
Non-current assets		
Shares in associated companies / joint ventures	217,812	221,684
Other financial assets	75,283	72,785
Property, plant and equipment	86,828	86,494
Intangible assets	110,119	97,512
Goodwill	408,502	378,876
Deferred tax asset	8,344	9,632
	906,888	**866,983**
Total assets	**1,125,449**	**1,101,997**
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade accounts payable	138,204	170,743
Liabilities due to banks	66,539	16,069
Advance payments received	6,579	6,453
Accrued taxes	35,631	33,855
Deferred revenue	120,554	106,401
Other accrued liabilities	5,446	4,513
Other liabilities	52,959	57,065
	425,912	**395,099**
Non-current liabilities		
Convertible bonds	74	74
Liabilities due to banks	468,417	528,301
Deferred tax liabilities	22,482	17,351
Other liabilities	23,501	15,592
	514,474	**561,318**
Total liabilities	**940,386**	**956,417**
Equity		
Capital stock	251,469	251,469
Additional paid-in capital	164,718	163,896
Accumulated profit	43,405	5,619
Treasury stock	–264,987	–264,987
Revaluation reserves	7,225	10,002
Currency translation adjustment	–25,050	–28,692
Equity attributable to shareholders of the parent company	**176,780**	**137,307**
Minority interests	8,283	8,273
Total equity	**185,063**	**145,580**
Total liabilities and equity	**1,125,449**	**1,101,997**

* Adjusted - see note 2 of the 3-month report 2009

Consolidated Financial Statements as of March 31, 2009

Income statement in €k

	2009 January–March	2008 January–March
Sales	423,352	401,969
Cost of sales	–267,130	–242,468
Gross profit	**156,222**	**159,501**
Selling expenses	–62,627	–66,786
General administrative expenses	–20,164	–19,734
Other operating income / expenses	1,607	2,977
Amortization of intangible assets	–4,365	–5,539
resulting from company acquisitions	**70,673**	**70,419**
Operating result	–8,939	–5,452
Result from at-equity companies	–5,078	–180
Pre-tax result	**56,656**	**64,787**
Income taxes	–18,752	–19,669
Net income before minority interests	**37,904**	**45,118**
Attributable to		
- minority interests	118	362
- shareholders of United Internet AG	37,786	44,756

Result per share of shareholders of United Internet AG (in €)		
- basic	0.16	0.19
- diluted	0.16	0.19
Weighted average shares (in Million units)		
- basic	229.47	230.85
- diluted	229.50	231.61

Statement of comprehensive income		
Net income before minority interests	37,904	45,118
Results directly included in equity		
- currency translation adjustment	3,642	–8,008
- market value changes of available for sale securities after taxes	–2,739	–7,936
	903	**–15,944**
Total net income	**38,807**	**29,174**
Attributable to		
- minority interests	156	66
- shareholders of United Internet AG	38,651	29,108

Consolidated Financial Statements as of March 31, 2009

Development of segments

1. quarter 2009	Product segment €k	Online-Marketing segment €k	Head Office / Investments €k	Reconcile €k	United Internet Group €k
Total revenue	375,156	52,000	1,274	–	–
- thereof internal revenue	2,387	1,594	1,097	–	–
External revenue	372,769	50,406	177	–	423,352
EBITDA	77,946	3,044	2,534	–	83,524
EBIT	65,690	2,495	2,488	–	70,673
Financial result				–8,939	–8,939
Results from at-equity companies				–5,078	–5,078
EBT				**–**	**56,656**
Tax expenses				–18,752	–18,752
Net Income					**37,904**
Investments in intangible assets, property, plant and equipment	6,376	83	6		6,465
Amortization/depreciation of intangible assets, property, plant and equipment	12,256	549	46		12,851
Number of employees	4,088	494	28		4,610
- thereof domestic	3,361	276	28		3,665
- thereof abroad	727	218	0		945

1. quarter 2008	Product segment €k	Online-Marketing segment €k	Head Office / Investments €k	Reconcile €k	United Internet Group €k
Total revenue	348,445	57,097	1,395	–	–
- thereof internal revenue	2,483	1,262	1,223	–	–
External revenue	345,962	55,835	172	–	401,969
EBITDA	77,165	5,343	705	–	83,213
EBIT	64,942	4,829	648	–	70,419
Financial result				–5,452	–5,452
Results from at-equity companies				–180	–180
EBT				**–**	**64,787**
Tax expenses				–19,669	–19,669
Net Income					**45,118**
Investments in intangible assets, property, plant and equipment	5,369	249	3		5,621
Amortization/depreciation of intangible assets, property, plant and equipment	12,223	514	57		12,794
Number of employees	3,572	493	32		4,097
- thereof domestic	2,936	262	32		3,230
- thereof abroad	636	231	0		867

Consolidated Financial Statements as of March 31, 2009

Development of changes in shareholder's equity in €k

	Capital stock		Additional paid-in capital	Accumulated profit
	Share	€k	€k	€k
Balance as of January 1, 2008	**251,433,972**	**251,434**	**160,095**	**171,688**
Employee stock ownership programme AdLINK			183	
Employee stock ownership programme United Internet			557	
Changes of market value of available disposal financial instruments after taxes				
Withdrawal of treasury shares				
Currency translation adjustment				
Net income 2008				44,756
Change amount of holding				
Balance as of March 31, 2008	**251,433,972**	**251,434**	**160,835**	**216,444**
Balance as of January 1, 2009	**251,433,972**	**251,469**	**163,896**	**5,619**
Employee stock ownership programme AdLINK			54	
Employee stock ownership programme United Internet			768	
Changes of market value of available disposal financial instruments after taxes				
Currency translation adjustment				
Net income 2009				37,786
Profit distribution				
Change amount of holding				
Balance as of March 31, 2009	**251,433,972**	**251,469**	**164,718**	**43,405**

	Capital stock		Revaluation reserves	Currency translation	Equity attributable to shareholders of the parent company	Minority interests	Total equity
	Share	€k	€k	€k	€k	€k	€k
	18,000,000	**–213,338**	**9,411**	**–7,726**	**371,564**	**12,377**	**383,941**
					183		183
					557		557
			–7,640		–7,640	–296	–7,936
	4,000,000	–51,649			–51,649		–51,649
				–8,008	–8,008		–8,008
					44,756	362	45,118
					0	21	21
	22,000,000	**–264,987**	**1,771**	**–15,734**	**349,763**	**12,464**	**362,227**
	22,000,000	**–264,987**	**10,002**	**–28,692**	**137,307**	**8,273**	**145,580**
					54	5	59
					768		768
			–2,777		–2,777	38	–2,739
				3,642	3,642		3,642
					37,786	118	37,904
					0	–151	–151
					0		0
	22,000,000	**–264,987**	**7,225**	**–25,050**	**176,780**	**8,283**	**185,063**

Consolidated Financial Statements as of March 31, 2009

Cash flow in €k

	2009 January–March	2008 January–March
Cash flow from operating activities		
Net income	37,904	45,118
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization of intangible assets and property, plant and equipment	8,486	7,255
Amortization of intangible assets resulting from company acquisitions	4,365	5,539
Compensation expenses from employee stock option plans	827	740
Results of at-equity companies	5,078	180
Change in deferred taxes	3,609	465
Non-cash expenses / income	–2,364	3,622
Operative cash flow	**57,905**	**62,919**
Change in assets and liabilities		
Change in receivables and other assets	–1,313	29,444
Change in inventories	756	2,328
Change in deferred expenses	–1,226	589
Change in trade accounts payable	–32,998	–54,081
Change in advance payments received	126	541
Change in other accrued liabilities	0	486
Change in accrued taxes	1,507	3,851
Change in other liabilities	–3,057	–3,235
Change in deferred income	2,729	–528
Change in assets and liabilities, total	**–33,476**	**–20,605**
Cash flow from operating activities	**24,429**	**42,314**

	2009 January–March	2008 January–March
Cash flow from investing activities		
Capital expenditure for intangible assets and property, plant and equipment	–6,465	–5,621
Purchase of further shares in affiliated companies	0	–1,822
Purchase of shares in affiliated companies	–32,817	0
Purchase of shares in associated companies	–1,000	–82,206
Investments in other financial assets	0	–12,750
Payments of loans granted to joint ventures	–1,700	4,000
Payments of loans granted	0	–76
Disposal of assets	65	34
Repayments of associated companies	727	8,612
Cash flow from investment activities	**–41,190**	**–89,829**
Cash flow from financing activities		
Purchase of treasury stock	0	–51,649
Change in bank liabilities	–8,613	100,192
Repayed loans to associated companies	0	–2,800
Minority interests	0	3,548
Payments to minorities	–151	0
Payment of convertible bonds	–1	0
Cash flow from financing activities	**–8,765**	**49,291**
Net increase in cash and cash equivalents	–25,526	1,776
Cash and cash equivalents at beginning of fiscal year	55,372	59,770
Currency translation adjustments of cash and cash equivalents	833	–1,593
Cash and cash equivalents at end of fiscal year	**30,679**	**59,953**

1 Information on the company

United Internet AG is a service company operating in the telecommunication and in-formation technology sector with registered offices at Elgendorfer Strasse 57, 56410 Montabaur, Germany. The company is registered at the district court of Montabaur under HR B 5762.

2 Significant accounting, valuation and consolidation principles

The condensed consolidated interim report for the period from January 1, 2009 to March 31, 2009 was prepared in accordance with IAS 34 "*Interim Financial Reporting*"

A condensed reporting format was chosen for the presentation of this consolidated interim report, as compared with the consolidated financial statements, and is thus to be read in connection with the consolidated financial statements as of December 31, 2008. With the exception of the new IFRS standards and interpretations described below, the accounting and valuation principles applied in the consolidated financial statements as of December 31, 2008 were adopted without change for the preparation of this consolidated interim report.

IFRS 8 – Operating Segments
IFRS 8 was released in November 2006 and is to be applied for the first time in the reporting period beginning on or after January 1, 2009. IFRS 8 requires the disclosure of information about a company's operating segments and replaces the former *IAS 14 Segment Reporting*. IFRS 8 follows the so-called management approach according to which reporting only conforms to the financial information the company's executives use for the internal management of the company. Decisive are the internal reporting and organizational structures as well as such financial values considered when deciding on the allocation of resources and the evaluation of profitability.

IAS 1 – Presentation of Financial Statements
The revised standard IAS 1 was released in September 2007 and is applicable for the reporting period beginning on or after January 1, 2009. The revised version of the standard includes material changes to the presentation and disclosure of financial information in the financial statements. In future, only transactions with shareholders in their capacity as providers of equity capital may be disclosed in the statement of changes in equity. Other changes in equity are to be disclosed in the presentation of "comprehensive income" for the period, which can be presented either in one single statement or in the form of two statements (a profit and loss statement and a comprehensive income statement).

Retrospective adjustments
The amendments to the IFRS standards from the Improvement Project 2008 were released in May 2008 and are first applicable for fiscal years beginning on or after January 1, 2009. With regard to IAS 1, for example, it was clarified that assets and liabilities classified as held-for-trading according to *IAS 39 Financial Instruments: Recognition and Measurement*, are not automatically to be classified as current assets or liabilities in the balance sheet. The term "current" is based solely on the accrual criteria contained in IAS 1. The standard is to be applied retrospectively.

The United Internet Group holds an interest hedging instrument which does not meet the requirements of IAS 39 on *Hedge Accounting* and is recognized "at fair value through profit or loss". The negative fair value amounted to € 6,671k as at December 31, 2008 and was disclosed under other current assets. The prior-year figure was adjusted and an amount of € 4,700k was reclassified from other current assets to other non-current assets.

The application of other IFRS standards and interpretations applied for the first time in the period under review had no significant effect on the Group's assets, financial position and earnings.

This consolidated interim report was not audited according to Sec. 317 HGB nor reviewed by an auditor.

The consolidated interim report includes all subsidiaries and associated companies.

3 Investments and business combinations

In a contract dated December 12, 2008, United Internet Beteiligungen GmbH acquired shares in united-domains AG – subject to approval from the respective anti-trust authorities. Following the approval of the anti-trust authorities on January 30, 2009, the acquisition was completed on February 27, 2009. The preliminary purchase price was settled fully in cash; the preliminary acquisition costs amount to € 33,951k and include both the purchase price and directly assignable costs of € 134k. Of the preliminary purchase price, an amount of € 7,000k is held as a security guarantee for United Internet. The final purchase price will be determined after united-domains AG has posted its annual financial statements for fiscal year 2008. united-domains AG will continue to be run by its founders, who acquired a total shareholding of 15% in united-domains AG after the acquisition. Payment for these shares has been deferred. In the course of this share acquisition, the founders were also granted a put option for their shares, which cannot be exercised until 2014. The purchase prices will be determined mainly by the company's profit development.

The preliminary fair values of identifiable assets and liabilities as of the date of acquisition are as follows:

	€k
Cash payment	33,817
Receivable from deferred purchase price	-5,100
Liability from option agreement	5,100
Purchase price	**33,817**
Ancillary acquisition costs	134
Preliminary acquisition costs	**33,951**

	Fair values T€	Carrying values T€
Brand	2,000	0
Customer base / order backlog	13,400	0
Property, plant and equipment	345	345
Cash and cash equivalents	1,762	1,762
Other assets	1,439	1,439
Customer receivables	318	318
Prepaid expenses	3,000	3,000
Deferred tax assets	2,100	2,100
Deferred tax liabilities	-4,620	0
Deferred revenue	-10,417	-10,417
Trade payables	-457	-457
Other liabilities	-1,496	-1,496
Accrued taxes	-269	-269
	7,105	**-3,675**
Goodwill	**26,846**	
Preliminary acquisition costs	**33,951**	

Goodwill of € 26,846k results from expected synergies from the company acquisition.

Cash disbursements resulting from the company acquisition are as follows:

	T€
Cash disbursements	33,951
Assumed cash and cash equivalents	1,762
Actual cash disbursements	**32,189**

On February 25, 2009 a purchase agreement was signed concerning the acquisition of a domain parking business by Sedo USA. Under the terms of the agreement, the customer base, the brand and all attendant software of the domain parking service provider were acquired. The preliminary acquisition costs amount to € 628k and comprise directly assignable costs of € 10k. The transaction resulted in goodwill of € 101k.

The consolidated group remains otherwise unchanged from the consolidated financial statements as at December 31, 2008.

Explanations of income statement items

4 Segment reporting

According to IFRS 8, the identification of operating segments to be included in the reporting process is based on the so-called management approach. External reporting should therefore be based on the Group's internal organization and management structure, as well as internal financial reporting to the "Chief Operating Decision Maker". In the United Internet Group, the Management Board is responsible for assessing and controlling the success of the various segments.

In line with the positioning of the United Internet Group, these segments are: the Product segment, Online Marketing segment and Head Office/Investments segment.

Transactions between segments are charged at market prices.

Segment reporting of United Internet AG in the reporting period of 2009 is shown in the table on page 17.

5 Personnel expenses

Personnel expenses amounted to € 45,727k (prior year: € 40,948k) in the reporting period of 2009. At the end of March 2009, United Internet employed a total of 4,610 people, of which 945 were employed outside Germany. The number of employees at the end of March 2008 amounted to 4,097, of which 867 were employed outside Germany.

6 Depreciation and amortization

Depreciation and amortization of intangible assets and property, plant and equipment amounted to € 8,486k (prior year: € 7,255k). Amortization of capitalized intangible assets resulting from business combinations amounted to € 4,365k (prior year: € 5,539k).

Total depreciation and amortization thus amounted to € 12,851k in the reporting period of 2008 (prior year: € 12,794k).

7 Financial result

The financial result mainly comprises of financial expenses from the use of loans in connection with the acquisition of strategic holdings in Versatel, Drillisch and MSP (freenet).

Explanations of balance sheet items

Explanations are only given for those items which display material changes in the amounts presented as compared with the last consolidated financial statements.

8 Shares in associated companies / joint ventures

The following table gives an overview of the development of shares in associated companies / joint ventures:

	2009 €k
Carrying amount at the beginning of the fiscal year	221,684
Additions	1,000
Adjustments	
– Shares in result	–5,078
– Other	933
Disposals	–727
	217,812

The addition to shares in associated companies results mainly from further investments in the European Founders Fund No. 1. Other adjustments totaling € 933k refer to negative profit contributions of associated companies with an investment value of € 0k. The negative profit contributions of associated companies with an investment value of € 0k are only considered if the associated companies were provided with long-term loans or if there are credit / liability commitments. The disposal results from capital repayments of European Founders Fund No. 1.

9 Other financial assets

The development of these shares was as shown in the table on the next page above.

Please refer to Note 3 with regard to additions to other financial assets.

	Jan. 1, 2009 €k	Additions €k	Amortization of revaluation reserve not recognized in income		Currency effects €k	Disposal €k	Mar. 31, 2009 €k
			Recycling €k	Addition €k			
Goldbach shares	12,047			413			12,460
Drillisch shares	8,909			–3,193			5,716
Afilias shares	7,726						7,726
Portfolio companies of EFF No. 3	41,816						41,816
Others	2,287	5,168			120	–10	7,565
	72,785	**5,168**	**0**	**–2,780**	**120**	**–10**	**75,283**

10 Property, plant and equipment, intangible assets and goodwill

A total of € 6,465k (prior year: € 5,621k) was invested in property, plant and equipment and intangible assets during the interim reporting period. Investments focused mainly on the expansion of infrastructure and the data centers.

The increase in intangible assets results mainly from the purchase of united-domains AG. We refer to Note 3.

The increase in goodwill of € 29,626k resulted mainly from the purchase of further shares in united-domains AG (€ 26,846k). Foreign currency translation effects led to a rise in goodwill of € 2,679k in the Product segment.

Goodwill amounted to € 408,502k and is presented for each business segment of United Internet:

	2009 €k	2008 €k
Product segment	319,095	289,570
Online Marketing segment	89,407	89,306
	408,502	**378,876**

11 Liabilities due to banks

Non-current liabilities due to banks result mainly from a syndicated loan granted to United Internet AG with a term until September 13, 2012. The total credit line amounts to € 500.0 million. No special collateral was required for the syndicated loan. The entire credit line is divided into a Tranche A amounting to € 300.0 million and a Tranche B of € 200.0 million. Tranche A is to be redeemed from March 14, 2010 in six equal installments. Tranche B is a revolving syndicated loan. The syndicated loan has a term until September 13, 2012.

A promissory note loan ("Schuldscheindarlehen") of € 150.0 million was negotiated on July 23, 2008. The loan is redeemable on maturity and divided into a Tranche A of € 78.0 million with a term until July 23, 2011 and a Tranche B of € 72.0 million with a term until July 23, 2013. No special collateral was required for this promissory note loan. Interest on the loan is variable. The face interest rate for the 3-month interest period is tied to the EURIBOR rate plus a margin p. a.

Working capital loans for United Internet AG amounting in total to € 55.0 million have terms ending in June 2009 and September 2009, or are available until further notice.

A further amount of € 130 million is also available until September 13, 2012 from the unutilized portion of the syndicated loan.

12 Other current liabilities

Other current liabilities consist mainly of liabilities due to the tax office, as well as salary and social security liabilities.

13 Other non-current liabilities

Non-current liabilities result mainly from minority interests of the partnerships EFF No. 2 and EFF No. 3, from the liability arising from interest hedging, and from the option agreement in connection with a put option from the purchase of remaining shares in united-domains AG. We refer to Note 3.

14 Capital stock

As of March 31, 2009, fully paid capital stock amounted to € 251,469,184, divided into 251,469,184 registered shares each having a theoretical share in the capital stock of € 1.

As of March 31, 2009, the Company held a total of 22.0 million treasury shares or 8.75% of current capital stock. Treasury shares reduce equity capital and are not entitled to dividend payments.

15 Revaluation reserve

The decrease in revaluation reserves resulted from the subsequent valuation of shares in Goldbach and Drillisch. Profits and losses from subsequent valuation to fair value are recognized directly in equity capital at net value, i. e. less deferred taxes. Please see Note 9 for details.

Other items

16 Transactions with related parties

United Internet AG is subject to significant influence, as defined by IAS 24, from Mr. Ralph Dommermuth, the major shareholder, as well as from the members of the Management Board and Supervisory Board.

There is no change in the circle of related parties as compared with the consolidated financial statements as at December 31, 2008.

The number of shares in United Internet AG held by members of the Management Board and Supervisory Board is shown in the following table:

Shareholding (units)	March 31, 2009
Management Board	
Ralph Dommermuth	92,000,000
Norbert Lang	576,128
	92,576,128
Supervisory Board	
Kurt Dobitsch (Chairman)	–
Kai-Uwe Ricke	–
Michael Scheeren	700,000
	700,000

United Internet's premises in Montabaur are leased from Mr. Ralph Dommermuth. The resulting rent expenses are customary and amounted to € 436k in the reporting period 2009 (prior year: € 394k).

The United Internet Group can also exert a material influence on its associated companies and joint ventures.

There were no significant transactions during the period under review.

17 Subsequent events

There were no significant events subsequent to the balance sheet date which may have resulted in a different representation of the Company's assets, financial position and earnings.

Montabaur, May 13, 2009

United Internet AG

Ralph Dommermuth   Norbert Lang

Financial calendar 2009

March 26, 2009	Annual financial statements for fiscal year 2008
March 26, 2009	Press and analyst's conference
May 13, 2009	3-Month Report 2009
May 26, 2009	Annual Shareholder's Meeting in Frankfurt am Main, Alte Oper
August 13 2009	6-Month Report 2009
August 13, 2009	Press and analyst's conference
November 12, 2009	9-Month Report 2009

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