

# Consolidated income statement

for the year ended 31 December 2007

|  | Notes         | 2007<br>€m | 2006<br>€m   |
|--|---------------|------------|--------------|
| Revenue  | 4. 1.         | 5,707      | 5,640        |
| Other operating income   |               | 71         | 86           |
| Consumption of current programme rights  |               | (2,048)    | (1,968)      |
| Depreciation, amortisation and impairment  |               | (213)      | (217)        |
| Other operating expense  | 4. 2.         | (2,689)    | (2,764)      |
| Impairment of goodwill and amortisation of fair value adjustments on acquisitions of subsidiaries and joint ventures | 5. 2., 5. 10. | (142)      | (14)         |
| Gain from sale of subsidiaries, joint ventures and other investments   | 4. 3.         | 76         | 207          |
| <b>Profit from operating activities</b>  |               | <b>762</b> | <b>970</b>   |
| Share of results of associates   | 5. 4.         | 60         | 72           |
| <b>Earnings before interest and taxes ("EBIT")</b>   |               | <b>822</b> | <b>1,042</b> |
| Net interest income/(expense)  | 4. 4.         | (4)        | 2            |
| Financial results other than interest  | 4. 5.         | 26         | 33           |
| <b>Profit before taxes</b>   |               | <b>844</b> | <b>1,077</b> |
| Income tax income/(expense)  | 4. 6.         | (170)      | 34           |
| <b>Profit for the year</b>   |               | <b>674</b> | <b>1,111</b> |
| Attributable to:   |               |            |              |
| RTL Group shareholders   |               | 563        | 890          |
| Minority interest  |               | 111        | 221          |
| <b>Profit for the year</b>   |               | <b>674</b> | <b>1,111</b> |
| <b>EBITA*</b>  |               | <b>898</b> | <b>851</b>   |
| Impairment of goodwill and of disposal group   | 5. 2., 5. 10. | (133)      | -            |
| Amortisation and impairment of fair value adjustments on acquisitions of subsidiaries and joint ventures             |               | (19)       | (14)         |
| Amortisation of fair value adjustments on acquisitions of associates   | 5. 4.         | -          | (2)          |
| Gain from sale of subsidiaries, joint ventures and other investments   | 4. 3.         | 76         | 207          |
| <b>Earnings before interest and taxes ("EBIT")</b>   |               | <b>822</b> | <b>1,042</b> |
| <b>Earnings per share (in €)</b>   |               |            |              |
| - Basic  | 4. 7.         | 3.67       | 5.79         |
| - Diluted  | 4. 7.         | 3.67       | 5.79         |

The accompanying notes form an integral part of these consolidated financial statements.

\* EBITA represents earnings before interest and taxes excluding impairment of goodwill and of disposal group and amortisation and impairment of fair value adjustments on acquisitions and gain from sale of subsidiaries, joint ventures and other investments

# Consolidated balance sheet

as at 31 December 2007

|   | Notes       | 2007<br>€m   | 2006*<br>€m  |
|---|-------------|--------------|--------------|
| <b>Non-current assets</b>   |             |              |              |
| Programme rights  | 5. 1.       | 80           | 93           |
| Goodwill  | 5. 1. 5. 2. | 3,130        | 3,144        |
| Other intangible assets   | 5. 1.       | 357          | 336          |
| Property, plant and equipment   | 5. 3.       | 341          | 354          |
| Investments in associates   | 5. 2. 5. 4. | 466          | 573          |
| Loans and other financial assets  | 5. 5.       | 542          | 482          |
| Deferred tax assets   | 5. 6.       | 559          | 392          |
|   |             | <b>5,475</b> | <b>5,374</b> |
| <b>Current assets</b>   |             |              |              |
| Programme rights  | 5. 7.       | 1,293        | 1,390        |
| Other inventories   |             | 40           | 46           |
| Income tax receivable   |             | 117          | 122          |
| Accounts receivable   | 5. 8.       | 1,833        | 1,742        |
| Cash and cash equivalents   | 5. 9.       | 535          | 348          |
| Assets classified as held for sale  | 5. 10.      | 18           | 9            |
|   |             | <b>3,836</b> | <b>3,657</b> |
| <b>Current liabilities</b>  |             |              |              |
| Loans and bank overdrafts   | 5. 11.      | 14           | 67           |
| Income tax payable  |             | 238          | 218          |
| Accounts payable  | 5. 12.      | 1,913        | 1,933        |
| Provisions  | 5. 13.      | 113          | 160          |
| Liabilities directly associated with non-current assets classified as held for sale | 5. 10.      | 12           | 1            |
|   |             | <b>2,290</b> | <b>2,379</b> |
| <b>Net current assets</b>   |             | <b>1,546</b> | <b>1,278</b> |
| <b>Non-current liabilities</b>  |             |              |              |
| Loans   | 5. 11.      | 91           | 39           |
| Accounts payable  | 5. 12.      | 306          | 259          |
| Provisions  | 5. 13.      | 110          | 121          |
| Deferred tax liabilities  | 5. 6.       | 83           | 82           |
|   |             | <b>590</b>   | <b>501</b>   |
| <b>Net assets</b>   |             | <b>6,431</b> | <b>6,151</b> |
| <b>Equity attributable to RTL Group shareholders</b>                                |             | <b>5,876</b> | <b>5,629</b> |
| <b>Equity attributable to minority interest</b>                                     |             | <b>555</b>   | <b>522</b>   |
| <b>Equity</b>   |             | <b>6,431</b> | <b>6,151</b> |

The accompanying notes form an integral part of these consolidated financial statements.

\* Restated (see note 1.2.1.)

# Consolidated cash flow statement

for the year ended 31 December 2007

|   | Notes       | 2007<br>€m   | 2006<br>€m   |
|---|-------------|--------------|--------------|
| <b>Cash flows from operating activities</b>   |             |              |              |
| Profit before taxes   |             | 844          | 1,077        |
| Adjustments for:  |             |              |              |
| – Depreciation and amortisation   |             | 170          | 178          |
| – Value adjustments, impairment and provisions  |             | 227          | 132          |
| – Equity-settled share-based payments expenses  |             | 13           | 9            |
| – Gain on disposal of assets  |             | (104)        | (216)        |
| – Financial results including net interest expense and share of results of associates |             | (45)         | (76)         |
| Use of provisions   | 5. 13.      | (78)         | (51)         |
| Working capital changes   |             | 89           | (86)         |
| Income taxes paid   |             | (256)        | (103)        |
| <b>Net cash from operating activities</b>   |             | <b>860</b>   | <b>864</b>   |
| <b>Cash flows from investing activities</b>   |             |              |              |
| Acquisitions of:  |             |              |              |
| – Programme rights  |             | (48)         | (45)         |
| – Subsidiaries and joint ventures net of cash acquired                                | 3. 4.       | 57           | (36)         |
| – Other intangible and tangible assets  |             | (143)        | (113)        |
| – Other investments and financial assets  |             | (168)        | (41)         |
| Current deposit with shareholder  | 5. 8. 8. 1. | (134)        | (486)        |
|   |             | (436)        | (721)        |
| Proceeds from the sale of intangible and tangible assets                              |             | 67           | 26           |
| Disposal of:  | 3. 6.       |              |              |
| – TPS, net of cash disposed of  |             | –            | (70)         |
| – Other subsidiaries and joint ventures net of cash disposed of                       |             | 3            | 12           |
| Proceeds from the sale of associates, other investments and financial assets          |             | 285          | 95           |
| Interest received   |             | 48           | 28           |
|   |             | 403          | 91           |
| <b>Net cash used in investing activities</b>  |             | <b>(33)</b>  | <b>(630)</b> |
| <b>Cash flows from financing activities</b>   |             |              |              |
| Interest paid   |             | (32)         | (12)         |
| Proceeds from loans   |             | 5            | 113          |
| Repayment of loans  |             | (66)         | (76)         |
| Net change in bank overdraft  |             | (1)          | (7)          |
| Dividends paid  |             | (537)        | (235)        |
| <b>Net cash used in financing activities</b>  |             | <b>(631)</b> | <b>(217)</b> |
| <b>Net increase in cash and cash equivalents</b>                                      |             | <b>196</b>   | <b>17</b>    |
| <b>Cash and cash equivalents at beginning of year</b>                                 |             | <b>348</b>   | <b>332</b>   |
| Effect of exchange rate fluctuation on cash held                                      |             | (9)          | (1)          |
| <b>Cash and cash equivalents at end of year</b>                                       |             | <b>535</b>   | <b>348</b>   |

The accompanying notes form an integral part of these consolidated financial statements.

# Consolidated statement of recognised income and expense

for the year ended 31 December 2007

|  | Notes       | 2007<br>€m  | 2006*<br>€m  |
|--|-------------|-------------|--------------|
| Foreign currency translation differences                       |             | (6)         | 1            |
| Change in fair value of cash flow hedges                       |             | (35)        | (39)         |
| Change in fair value of available-for-sale financial assets    | 5. 4. 5. 5. | 2           | 2            |
| Defined benefit plan actuarial gains                           | 5. 14.      | 9           | 10           |
| Income tax on income and expense recognised directly in equity |             | 3           | 6            |
| <b>Income and expense recognised directly in equity</b>        |             | <b>(27)</b> | <b>(20)</b>  |
| Profit for the year  |             | 674         | 1,111        |
| <b>Total recognised income and expense for the year</b>        | 5. 15.1.    | <b>647</b>  | <b>1,091</b> |
| Attributable to:   |             |             |              |
| RTL Group shareholders   |             | 537         | 873          |
| Minority interest  |             | 110         | 218          |
| <b>Total recognised income and expense for the year</b>        |             | <b>647</b>  | <b>1,091</b> |

The accompanying notes form an integral part of these consolidated financial statements.

\* Restated (see note 1.2.1.)