

# CONSOLIDATED INCOME STATEMENT

for the year ended 31 December 2010

	Notes	2010 €m	2009 €m
<b>Continuing operations</b>			
Revenue	5. 7. 1.	5,591	5,156
Other operating income		54	43
Consumption of current programme rights		(1,676)	(1,673)
Depreciation, amortisation and impairment		(195)	(179)
Other operating expenses	7. 2.	(2,706)	(2,577)
Impairment of goodwill and of disposal group and amortisation of fair value adjustments on acquisitions of subsidiaries and joint ventures	8. 2. 8. 10.	(60)	(88)
Gain/(loss) from sale of subsidiaries, other investments and re-measurement to fair value of pre-existing interest in acquiree	7. 3.	(7)	-
<b>Profit from operating activities</b>		<b>1,001</b>	<b>682</b>
Share of results of associates	8. 4.	40	25
<b>Earnings before interest and taxes ("EBIT")</b>		<b>1,041</b>	<b>707</b>
Interest income	7. 4.	35	32
Interest expense	7. 4.	(25)	(28)
Financial results other than interest	7. 5.	4	23
<b>Profit before taxes</b>		<b>1,055</b>	<b>734</b>
Income tax expense	7. 6.	(268)	(234)
<b>Profit for the year from continuing operations</b>		<b>787</b>	<b>500</b>
<b>Discontinued operations</b>			
Loss for the year from discontinued operations	4.	(57)	(202)
<b>Profit for the year</b>		<b>730</b>	<b>298</b>
Attributable to:			
RTL Group shareholders		611	205
Non-controlling interests		119	93
<b>Profit for the year</b>		<b>730</b>	<b>298</b>
<b>EBITA* (continuing operations)</b>			
		1,111	796
Impairment of goodwill of subsidiaries and joint ventures and of disposal group	8. 2. 8. 10.	(49)	(70)
Impairment of investments in associates	8. 4.	(3)	(1)
Amortisation and impairment of fair value adjustments on acquisitions of subsidiaries and joint ventures		(11)	(18)
Gain/(loss) from sale of subsidiaries, other investments and re-measurement to fair value of pre-existing interest in acquiree	7. 3.	(7)	-
<b>Earnings before interest and taxes ("EBIT")</b>		<b>1,041</b>	<b>707</b>
<b>Earnings per share from continuing operations (in €)</b>			
- Basic		4.34	2.64
- Diluted		4.34	2.64
<b>Earnings per share from discontinued operations (in €)</b>			
- Basic		(0.36)	(1.31)
- Diluted		(0.36)	(1.31)
<b>Earnings per share (in €)</b>			
- Basic	7. 7.	3.98	1.33
- Diluted	7. 7.	3.98	1.33

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 or loss from sale of subsidiaries, other investments and re-measurement to fair value of pre-existing interest in acquiree

# CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2010

	Notes	2010 €m	2009 €m
<b>Profit for the year</b>		<b>730</b>	298
<b>Other comprehensive income</b>			
Foreign currency translation differences		21	(7)
Foreign currency translation differences – associates		19	(9)
Effective portion of changes in fair value of cash flow hedges		26	(16)
Income tax	8. 6.	(14)	7
		12	(9)
Effective portion of changes in fair value of cash flow hedges – associates		–	1
Change in fair value of cash flow hedges transferred to profit or loss		6	1
Income tax	8. 6.	(2)	(1)
		4	–
Fair value gains/(losses) on available-for-sale financial assets	8. 15. 5.	(1)	15
Income tax	8. 6.	–	–
		(1)	15
Defined benefit plan actuarial losses	8. 14.	(5)	(7)
Income tax	8. 6.	1	2
		(4)	(5)
<b>Other comprehensive income for the year, net of income tax</b>		<b>51</b>	(14)
<b>Total comprehensive income for the year</b>		<b>781</b>	284
Attributable to:			
RTL Group shareholders		653	194
Non-controlling interests		128	90
<b>Total comprehensive income for the year</b>		<b>781</b>	284

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# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2010

	Notes	2010 €m	2009 €m
<b>Non-current assets</b>			
Programme and other rights	8. 1.	124	110
Goodwill	8. 1. 8. 2.	2,708	2,661
Other intangible assets	8. 1.	216	308
Property, plant and equipment	8. 3.	373	364
Investments in associates	8. 4.	358	416
Loans and other financial assets	8. 5.	271	265
Deferred tax assets	8. 6.	415	465
		<b>4,465</b>	<b>4,589</b>
<b>Current assets</b>			
Programme rights	8. 7.	913	1,147
Other inventories		38	34
Income tax receivable		61	42
Accounts receivable and other financial assets	8. 8.	2,506	2,486
Cash and cash equivalents	8. 9.	841	395
Assets classified as held for sale	8. 10.	–	23
		<b>4,359</b>	<b>4,127</b>
<b>Current liabilities</b>			
Loans and bank overdrafts	8. 11.	92	75
Income tax payable		115	152
Accounts payable	8. 12.	2,250	2,164
Provisions	8. 13.	206	183
Liabilities directly associated with non-current assets classified as held for sale	8. 10.	–	10
		<b>2,663</b>	<b>2,584</b>
<b>Net current assets</b>		<b>1,696</b>	<b>1,543</b>
<b>Non-current liabilities</b>			
Loans	8. 11.	96	81
Accounts payable	8. 12.	313	332
Provisions	8. 13.	113	131
Deferred tax liabilities	8. 6.	42	58
		<b>564</b>	<b>602</b>
<b>Net assets</b>		<b>5,597</b>	<b>5,530</b>
<b>Equity attributable to RTL Group shareholders</b>		<b>5,013</b>	<b>4,895</b>
<b>Equity attributable to non-controlling interests</b>		<b>584</b>	<b>635</b>
<b>Equity</b>	8. 15.	<b>5,597</b>	<b>5,530</b>

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# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Notes	Share capital €m	Share premium €m	Treasury shares €m	Currency translation reserve €m	Hedging reserve €m	Revaluation reserve €m	Retained earnings €m	Equity attributable to RTL Group shareholders €m	Equity attributable to non-controlling interests €m	Total equity €m
<b>Balance at 1 January 2009</b>	<b>192</b>	<b>6,454</b>	<b>(44)</b>	<b>(190)</b>	<b>11</b>	<b>79</b>	<b>(1,225)</b>	<b>5,277</b>	<b>594</b>	<b>5,871</b>
<b>Total comprehensive income:</b>										
Profit for the year	-	-	-	-	-	-	205	205	93	<b>298</b>
Foreign currency translation differences <b>8. 15. 3.</b>	-	-	-	(15)	-	-	-	(15)	(1)	<b>(16)</b>
Effective portion of changes in fair value of cash flow hedges, net of tax <b>8. 15. 4.</b>	-	-	-	-	(7)	-	-	(7)	(1)	<b>(8)</b>
Fair value gains on available-for-sale financial assets, net of tax <b>8. 15. 5.</b>	-	-	-	-	-	15	-	15	-	<b>15</b>
Defined benefit plan actuarial losses, net of tax	-	-	-	-	-	-	(4)	(4)	(1)	<b>(5)</b>
	-	-	-	(15)	(7)	15	201	194	90	<b>284</b>
<b>Capital transactions with owners:</b>										
Dividends <b>8. 15. 6.</b>	-	-	-	-	-	-	(538)	(538)	(81)	<b>(619)</b>
Equity-settled transactions net of tax <b>8. 15. 7.</b>	-	-	-	-	-	-	2	2	3	<b>5</b>
Transactions on non-controlling interests without a change in control <b>8. 15. 8.</b>	-	-	-	-	-	-	(43)	(43)	1	<b>(42)</b>
Gain of control of M-RTL <b>6. 2.</b>	-	-	-	-	-	3	-	3	26	<b>29</b>
Derivatives on equity instruments <b>8. 15. 9.</b>	-	-	-	-	-	-	1	1	2	<b>3</b>
Transactions on treasury shares of associates	-	-	-	-	-	-	(1)	(1)	-	<b>(1)</b>
	-	-	-	-	-	3	(579)	(576)	(49)	<b>(625)</b>
<b>Balance at 31 December 2009</b>	<b>192</b>	<b>6,454</b>	<b>(44)</b>	<b>(205)</b>	<b>4</b>	<b>97</b>	<b>(1,603)</b>	<b>4,895</b>	<b>635</b>	<b>5,530</b>
<b>Total comprehensive income:</b>										
Profit for the year	-	-	-	-	-	-	611	611	119	<b>730</b>
Foreign currency translation differences <b>8. 15. 3.</b>	-	-	-	57	-	-	(25)	32	8	<b>40</b>
Effective portion of changes in fair value of cash flow hedges, net of tax <b>8. 15. 4.</b>	-	-	-	-	11	-	-	11	1	<b>12</b>
Change in fair value of cash flow hedges transferred to profit and loss, net of tax	-	-	-	-	4	-	-	4	-	<b>4</b>
Fair value losses on available-for-sale financial assets, net of tax <b>8. 15. 5.</b>	-	-	-	-	-	(1)	-	(1)	-	<b>(1)</b>
Defined benefit plan actuarial losses, net of tax	-	-	-	-	-	-	(4)	(4)	-	<b>(4)</b>
	-	-	-	57	15	(1)	582	653	128	<b>781</b>
<b>Capital transactions with owners:</b>										
Dividends <b>8. 15. 6.</b>	-	-	-	-	-	-	(538)	(538)	(182)	<b>(720)</b>
Equity-settled transactions net of tax <b>8. 15. 7.</b>	-	-	-	-	-	-	3	3	3	<b>6</b>
Transactions on non-controlling interests without a change in control <b>8. 15. 8.</b>	-	-	-	-	-	-	2	2	(1)	<b>1</b>
Transactions on non-controlling interests with a change in control <b>8. 15. 8.</b>	-	-	-	-	-	-	-	-	3	<b>3</b>
Derivatives on equity instruments <b>8. 15. 9.</b>	-	-	-	-	-	-	(2)	(2)	(2)	<b>(4)</b>
	-	-	-	-	-	-	(535)	(535)	(179)	<b>(714)</b>
<b>Balance at 31 December 2010</b>	<b>192</b>	<b>6,454</b>	<b>(44)</b>	<b>(148)</b>	<b>19</b>	<b>96</b>	<b>(1,556)</b>	<b>5,013</b>	<b>584</b>	<b>5,597</b>

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

# CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December 2010

	Notes	2010 €m	2009 €m
<b>Cash flows from operating activities (including discontinued operations)</b>			
Profit before taxes from continuing operations		1,055	734
Profit before taxes from discontinued operations		(57)	(216)
		998	518
Adjustments for:			
– Depreciation and amortisation		196	196
– Value adjustments, impairment and provisions		134	435
– Equity-settled share-based payments expenses		6	5
– Loss/(gain) on disposal of assets		32	(8)
– Financial results including net interest expense and share of results of associates		(29)	(16)
Use of provisions	8. 13.	(62)	(76)
Working capital changes		148	(67)
Income taxes paid		(293)	(224)
<b>Net cash from operating activities</b>		<b>1,130</b>	<b>763</b>
– thereof from/(used in) discontinued operations		2	(51)
<b>Cash flows from investing activities (including discontinued operations)</b>			
Acquisitions of:			
– Programme and other rights		(96)	(78)
– Subsidiaries and joint ventures net of cash acquired	6. 4.	(30)	(14)
– Other intangible and tangible assets		(131)	(130)
– Other investments and financial assets		(18)	(28)
Current deposit with shareholder	8. 8. 10. 1.	(254)	–
		(529)	(250)
Proceeds from the sale of intangible and tangible assets		19	19
Disposal of:			
– RTL Shop, net of cash disposed of		–	(2)
– Discontinued operation, net of cash disposed of	4.	108	–
– Other subsidiaries and joint ventures net of cash disposed of	6. 6.	4	2
Proceeds from the sale of associates, other investments and financial assets	8. 8.	403	56
Current deposit with shareholder	8. 8. 10. 1.	–	60
Interest received		22	18
		556	153
<b>Net cash from/(used in) investing activities</b>		<b>27</b>	<b>(97)</b>
– thereof from/(used in) discontinued operations		99	(12)
<b>Cash flows from financing activities (including discontinued operations)</b>			
Interest paid		(13)	(29)
Transactions with non-controlling interests	6. 4.	(1)	(42)
Proceeds from loans		64	109
Repayment of loans		(43)	(64)
Net change in bank overdraft		(1)	(1)
Dividends paid		(721)	(631)
<b>Net cash used in financing activities</b>		<b>(715)</b>	<b>(658)</b>
– thereof used in discontinued operations		(2)	(25)
<b>Net increase in cash and cash equivalents</b>		<b>442</b>	<b>8</b>
<b>Cash and cash equivalents at beginning of year</b>		<b>395</b>	<b>383</b>
Effect of exchange rate fluctuation on cash held		4	4
<b>Cash and cash equivalents at end of year</b>		<b>841</b>	<b>395</b>

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