



Development of the business

The business development of Your Family Entertainment AG (YFE) continues to be characterised by the expansion of new distribution / sales channels in the ongoing business year 2010.

As well as the increasing demand in Eastern Europe and in the Middle East, growth in the German-speaking market was also recorded.

The expansion of coverage for the TV channel "yourfamily" was and continues to be these strategic focus. For this reason, the cooperation with the Baden-Wurttemberg based cable network operator Kabel BW was intensified.

After the successful start of the mobile TV Channel "Cosmo&Wanda" in the first half of 2010 the second themed mobile channel "Landmaus&Stadtmaus" was launched in Austria together with Hutchison 3G Austria GmbH.

Profit Situation

The sales revenue of Your Family Entertainment AG increased during the period of 1st January to 30th September 2010 by €277K (+17.1%) from €1,619K to €1,896K.

The EBITDA as of the end of September 2010 is positive.

The profit and liquidity situation meets expectations.

Outlook for the financial year 2010

The outlook for the financial, assets and profit position of the 2010 business year is positive.



**Auditors' review and statements
regarding the future**

This interim report has neither been audited in accordance with § 317 of the German Commercial Code (HGB) nor has it been subject to review by the auditors of the annual financial statements.

This interim report also contains statements relating to the future which are based on the management's current evaluation of future developments.

Such statements are subject to uncertainties and risks which are beyond the influence of Your Family Entertainment AG.

Should such uncertainties or risks occur, or should the assumptions on which these future-oriented statements are based prove to be incorrect, the actual results could differ considerably from results explicitly stated or implicitly contained in these statements. Your Family Entertainment AG neither intends nor does it assume a particular obligation to update statements relating to the future in order to adjust them in accordance with events or developments occurring after the date of this interim report.

Munich, November 18th 2010

Your Family Entertainment AG
The Board of Management

Dr. Stefan Piëch

Your Family Entertainment AG

Your Family Entertainment AG, Munich, belongs to the most long-established companies in Germany both in the production and in the licensing of entertainment programmes for children, young people and families.

Everyday and trendsetting technologies, like IPTV, VoD and DVB-H are used as transmission media.

The own children and family channel 'yourfamily' shows animated series and exciting adventure films with interesting and well-known characters, like Urmel, Fix & Foxi, Tobias Totz, Dragon Hunters, Enid Blyton and many more. The programme encompasses choices of an educational nature for pre-school children, top quality animated series for children, right the way up to entertaining programmes for the whole family. Thereby Your Family Entertainment, which used to trade under the name RTV Family Entertainment AG and has its origins in the Ravensburger AG, above all focuses on top quality programmes for the whole family.

Your Family Entertainment AG is quoted in the regulated market on the Frankfurt stock exchange (WKN: 540 891/ISIN: DE 000540 8918, abbr.: RTV).

Board of Management:

- Dr. Stefan Piëch

Supervisory Board:

- Dr. Hans-Sebastian Graf von Wallwitz (Chairman)
- Johannes Thun-Hohenstein (Deputy Chairman)
- Dr. Andreas Aufschnaiter

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