

Jubii Europe N.V.

Interim report
for the six months ended June 30, 2011

Key Figures

		Six months ended June 30, 2011	Six months ended June 30, 2010	Change in %
Revenues	in mln EUR	0.0	0.0	0
EBITDA ¹	in mln EUR	0.0	0.2	(85)
EBIT ¹	in mln EUR	0.0	0.2	(85)
Net profit	in mln EUR	0.2	0.1	55
Shares (total outstanding) ²	number	312,300,000	312,300,000	0
Earnings per share (diluted and undiluted)	in EUR	0.00	0.00	0
Share price (Xetra)	in EUR	0.078	0.08	0

		Six months ended June 30, 2011	Year ended December 31, 2010	Change In %
Cash, cash equivalents and other investments	in mln EUR	34.7	35.5	(2)
Cash ratio (Cash, cash equivalents and other investments/total liabilities)	number	5.3	4.6	15
Shareholders' equity	in mln EUR	33.0	32.8	1
Equity ratio (Shareholders' equity/total assets)	in percent	83.4	81.1	3
Total assets	in mln EUR	39.5	40.4	(2)
Employees ³	number	3	4	(25)

¹ EBITDA is Earnings Before Interest, Taxes, Depreciation, Amortization and Impairment, EBIT is Earnings Before Interest and Taxes.

² Including Treasury shares.

³ Employee figures are presented on full time equivalent basis.

Table of contents

Report to the shareholders	4
1 Message from the CEO	4
2 Economic Development	5
3 Share Information.....	6
<i>Annual Shareholders Meeting</i>	6
<i>Capital Stock</i>	6
<i>Shareholder Structure</i>	6
4 Employees	7
5 Risks and Uncertainties	7
6 Supplemental Report.....	7
7 Outlook.....	7
<i>Responsibilities in respect of the financial statements and half-year report</i>	8
Unaudited Condensed Consolidated Interim Financial Statements	9
Jubii Europe N.V. Unaudited Condensed Consolidated Interim Statements of Financial Position.....	10
Jubii Europe N.V. Unaudited Condensed Consolidated Interim Statements of Comprehensive Income	11
Jubii Europe N.V. Unaudited Condensed Consolidated Interim Statements of Cash Flows.....	12
JUBII Europe N.V. Unaudited Condensed Consolidated Interim Statements of Shareholders' Equity.....	13
Notes to the Unaudited Condensed Consolidated Interim Financial Statements	14
Quarterly Financial Information	17

Report to the shareholders

This report to the shareholders should be read in conjunction with the (consolidated) financial statements and notes thereto. This report contains certain forward-looking statements and information relating to Jubii Europe based on the beliefs of Jubii Europe as well as assumptions made by and information currently available to Jubii Europe. These statements include, but are not limited to, statements about Jubii Europe's strategies, plans, objectives, expectations, intentions, revenues, expenditures and assumptions as well as other statements contained in this report that are not historical facts. When used in this document, words such as "anticipate", "believe", "estimate", "expect", "intend", "plan" and "project" and similar expressions, as they relate to Jubii Europe or its management, are intended to identify forward-looking statements. These statements, which reflect Jubii Europe's current views with respect to future events, are not guarantees of future performance and involve risks and uncertainties that are difficult to predict. Further, certain forward-looking statements are based upon assumptions as to future events that may not prove to be accurate. Investors are cautioned that forward-looking statements contained in this section involve both risk and uncertainty. Several important factors cause actual results to differ materially from those anticipated by these statements.

1 Message from the CEO

Dear Shareholders,

In the past six months Jubii Europe N.V. proceeded with the liquidation process.

After the final dissolution of Jubii UK Ltd. at the beginning of 2011, Jubii Europe N.V. and seven further subsidiaries remain. Apart from Jubii Europe NV and the German subsidiary Jubii Europe GmbH, formal applications for liquidation have been filed for all these companies. The completion of their dissolution now mainly depends on the clarification of tax issues and pending lawsuits. The final closure of these subsidiaries will take up to ten months due to legal requirements.

The two remaining companies, Jubii Europe NV and Jubii Europe GmbH, can only be entered into liquidation once long term contractual obligations in connection with the sale of assets are fulfilled.

In the first six month the company realized a net profit of EUR 0.2 million which is mostly attributable to the reduction of risks and the release of related accruals.

Dr. Fred Wilsdorf
Chief Executive Officer

2 Economic Development

Result analysis

Revenues

JUBII Europe's revenues for the six months ending June 30, 2011 were kEUR 0.

EBITDA

During the six months of 2011, the EBITDA amounted to kEUR 31 compared to kEUR 223 in the same period in 2010.

Ordinary general and administration expenses amounted to kEUR (672) compared to kEUR (821) in the same period 2010.

Financial Result

The net finance income amounted to kEUR 125 generated during the six months of 2011 compared to kEUR (122) for the comparable period in 2010.

Net Result

This results in a net profit of kEUR 155 for the six months ending June 30, 2011 compared to kEUR 94 for the same period in the prior year.

The earnings per share for the six months of 2011 is EUR 0.00 compared to EUR 0.00 for the six months of 2010.

Balance Sheet Analysis

Total assets decreased from EUR 40.4 million as of December 31, 2010 to EUR 39.5 million as of June 30, 2011. Cash, cash equivalents and other investments decreased to EUR 34.7 million as of June 30, 2011 compared to EUR 35.5 million as of December 31, 2010.

Total liabilities as of June 30, 2011 declined to EUR 6.6 million compared to EUR 7.6 million as of December 31, 2010. This is mainly the result of the reduction in short term liabilities.

The above yields a cash ratio of 5.3 (cash, cash equivalents and other investments divided by total liabilities).

Cash Flow Analysis

The consolidated cash flow statements comprise movements of cash and cash equivalents with an original maturity under three months. Other investments with an original maturity greater than three months are classified as short (maturity 3-12 months) and long-term other investments (maturity above 12 months) in the balance sheet.

3 Share Information

The share price remained stable during the period under review.

The highest share price of EUR 0.078 was reached on several days during the six-month period as was the lowest quotation of EUR 0.072.

The average trading volume was 47,000 per day (XETRA).

Annual Shareholders Meeting

The Annual General Meeting of Jubii Europe took place in Amsterdam on May 26, 2011. 64.20 percent of the 311,576,344 ordinary voting shares were represented at this meeting.

The Annual General Meeting approved the 2010 annual financial statements. KPMG Accountants N.V., Amstelveen, was appointed as auditors for the 2011 financial year. The General Meeting of shareholders released the Supervisory Board and the Management Board from liabilities for their duties for the financial year 2010. Juan Rovira de Ossó and Borja García-Alarcón Altamirano resigned from their positions as Supervisory Board directors AA. They are succeeded by Luis Ros Arnal and Manuel Crespo de la Mata. Further the company was authorized to repurchase shares (anticipatory resolution).

Capital Stock

The company's capital stock consists of AA, AB and B shares, each with a par value of EUR 0.01. The average and absolute number of issued and outstanding shares, including 723,656 treasury shares with a nominal value of EUR 7,236.56 totalled 312,300,000. The number of voting shares outstanding therefore amounts to 311,576,344 as of June 30, 2011. The treasury shares were the result of both issuance and acquisition in the context of an indemnification from Spray Ventures in 2002. There are no outstanding and exercisable employee stock options as of June 30, 2011.

Shareholder Structure

	Number of shares as of June 30, 2011	% of voting rights	% of shares	Number of shares as of December 31, 2010	% of voting rights	% of shares
LE Holding Corp. ¹	100,000,000	32.1%	32.0%	100,000,000	32.1%	32.0%
Reinhard Mohn GmbH / Fireball Internet GmbH / Jahr VVG mbH & Co. KG	62,270,000	20.0%	19.9%	62,270,000	20.0%	19.9%
Christoph Mohn Internet Holding GmbH	37,730,000	12.1%	12.1%	37,730,000	12.1%	12.1%
JUBII Europe N.V. (treasury shares)	723,656	0.0%	0.2%	723,656	0.0%	0.2%
Free float	111,576,344	35.8%	35.8%	111,576,344	35.8%	35.8%
Total	312,300,000	100.0%	100.0%	312,300,000	100.0%	100.0%

¹ As of July 2011: LE Holding Corp. a 100% owned subsidiary of Telefónica, S.A., has transferred all shares to its Parent.

4 Employees

During the six months period only a small staff was working mainly in the legal and accounting department of Jubii Europe N.V. and Jubii Europe GmbH taking care of a proper shutdown of the remaining group entities and subsidiaries.

By the end of the period under review, the number of employees translated into full time equivalents was 3. This figure will continue to decrease according to the progression of the shutdown process.

5 Risks and Uncertainties

In our annual report 2010 we have extensively described certain risk categories and risk factors which could have a material adverse effect on our financial position and results. Those risk categories and risk factors are deemed incorporated and repeated in this report by reference. Additional risks not known to us, or currently believed not to be material, could later turn out to have a material impact on our business objectives, income, assets, liquidity or capital resources.

6 Supplemental Report

In July 2011 Jubii Gutersloh S.L.'s (formerly Lycos España Internet Services S.L.) liquidation was finalized and the company struck off the commercial register.

Also in July 2011, LE Holding Corp., a 100% owned subsidiary of Telefónica, S.A., has transferred all shares to its Parent.

7 Outlook

Jubii Europe will continue implementing the shutdown and liquidation of its entities, however a detailed time schedule for the completion of this process can not be published at present.

Haarlem, the Netherlands
August 04, 2011

The Management Board
Jubii Europe N.V.

Responsibilities in respect of the financial statements and half-year report

The Management Board is responsible for preparing the financial statements and the half-year report in accordance with applicable Dutch law and those International Financial Reporting Standards (IFRS) as adopted by the European Union (EU).

The Management Board is required to prepare financial statements for each financial year as well as interim reports, which give a true and fair view of the state of affairs, and of the profit or loss, of the respective companies included in the consolidation. They are responsible for maintaining proper accounting records, for safeguarding assets, and for taking reasonable steps to prevent and detect fraud and other irregularities. The Management Board is also responsible for selecting suitable accounting policies and applying them on a consistent basis, making judgments and estimates that are prudent and reasonable. Applicable accounting standards have been followed and Jubii Europe N.V.'s financial statements, which are the responsibility of the Management Board, are prepared using accounting policies which comply with IFRS.

As required by section 5:25c(2)(c) of the Dutch Financial Supervision Act (Wet op het Financieel Toezicht) and on the basis of the foregoing the Management Board has confirmed that to its knowledge:

- the financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of Jubii Europe N.V. and the undertakings included in the consolidation taken as a whole.
- the half-year report includes a fair view of the position at the balance sheet date, the development and performance of the business during the financial year of Jubii Europe N.V. and undertakings included in the consolidation taken as a whole, together with a description of the principal risks and uncertainties that Jubii Europe N.V. faces.

Management Board

Dr. Fred Wilsdorf, CEO

Jubii Europe N.V.

Unaudited Condensed Consolidated Interim Financial Statements

for the period ended June 30, 2011

Jubii Europe N.V. Unaudited Condensed Consolidated Interim Statements of Financial Position

In thousand Euro	Notes	June 30, 2011	December 31, 2010
ASSETS			
Other non-current assets		4,356	4,356
Total non-current assets		4,356	4,356
Cash and cash equivalents	2	33,278	32,692
Other investments		1,400	2,800
Accounts receivable and other receivables		352	383
Current tax assets		63	52
Prepaid expenses and other current assets		88	123
Total current assets		35,181	36,050
Total assets		39,537	40,406
SHAREHOLDERS' EQUITY AND LIABILITIES			
Share capital		3,123	3,123
Share premium		1,499,541	1,499,541
Treasury shares		(2,052)	(2,052)
Translation reserve		15	(43)
Accumulated deficit		(1,467,809)	(1,469,884)
Unappropriated result		155	2,075
Total shareholders' equity attributable to owners of the Company		32,973	32,760
Accounts payable		1,097	1,123
Provisions	3	4,655	4,969
Current tax liabilities		25	55
Other short-term liabilities		787	1,499
Total current liabilities		6,564	7,646
Total liabilities		6,564	7,646
Total shareholders' equity and liabilities		39,537	40,406

The accompanying notes are an integral part of these unaudited condensed consolidated interim consolidated financial statements

Jubii Europe N.V. Unaudited Condensed Consolidated Interim Statements of Comprehensive Income

In thousand Euro (except share data)	Notes	Six months ended June 30, 2011	Six months ended June 30, 2010	Three months ended June 30, 2011	Three months ended June 30, 2010
Total revenues		0	(3)	0	0
Gross profit/(loss)		1	(7)	0	(1)
General and administration	6	(672)	(487)	(389)	(1,066)
Other operating income/(expenses)	6	701	712	701	(659)
Total operating income/(expenses)		29	225	312	(407)
Profit/(loss) from operations		30	218	312	(408)
Finance income		125	117	95	80
Other finance income/(expenses)		0	(239)	0	147
Net finance income/(expenses)		125	(122)	407	227
Profit/(loss) before tax		155	96	407	(181)
Income tax benefit (expenses)		0	(2)	0	0
Net profit/(loss) from continuing operations		155	94	407	(181)
Net profit/(loss) for the period attributable to owners of the Company		155	94	407	(181)
Foreign currency translation differences from foreign operations		58	561	5	74
Other comprehensive income for the period, net of income tax		58	561	5	74
Total comprehensive income/(loss) for the period attributable to owners of the Company		213	655	412	(107)
Basic/diluted profit/(loss) per share (Euro) - continued operation		0.00	0.00	(0.00)	(0.00)
Basic/diluted profit per share (Euro)		0.00	0.00	(0.00)	(0.00)
Weighted average number of shares outstanding		311,576,344	311,576,344	311,576,344	311,576,344

The accompanying notes are an integral part of these unaudited condensed consolidated interim consolidated financial statements

Jubii Europe N.V. Unaudited Condensed Consolidated Interim Statements of Cash Flows

In thousand Euro	Notes	Six months ended June 30, 2011	Six months ended June 30, 2010
Cash flows from operating activities			
Profit before tax		155	96
Adjustments for:			
Financing income		(276)	(122)
Other		37	514
Change in accounts receivable		50	237
Change in prepaid expenses and other current assets		1,424	88
Change in other non-current assets		0	16
Change in accounts payable		(26)	(760)
Change in current liabilities		(1,056)	(4,280)
Interest received		276	116
Income tax paid		(30)	(2)
Net cash used in operating activities		554	(4,097)
Cash flows from investing activities			
Decrease / (increase) in short and long term deposits		0	(6,700)
Net cash (used)/provided in investing activities		0	(6,700)
Effect of exchange rate changes on cash and cash equivalents		32	36
Decrease/increase in cash and cash equivalents		586	(10,761)
Cash and cash equivalents, beginning of the period		32,692	37,697
Cash and cash equivalents, end of the period		33,278	26,936

The accompanying notes are an integral part of these unaudited condensed consolidated interim consolidated financial statements

Jubii Europe N.V. Unaudited Condensed Consolidated Interim Statements of Shareholders' Equity

In thousand Euro (except share data)	Class AA shares		Class AB shares		Class B shares		Share premium	Treasury shares		Translation reserve
	No. of shares	EUR	No. of shares	EUR	No. of shares	EUR	EUR	No. of shares	EUR	EUR
Balance as of December 31, 2009	62,000,000	620	62,000,000	620	188,300,000	1,883	1,499,541	(723,656)	(2,052)	(262)
Appropriation of the result of previous year										
Translation gain										561
Net profit										
Distribution to shareholders										
Balance as of June 30, 2010	62,000,000	620	62,000,000	620	188,300,000	1,883	1,499,541	(723,656)	(2,052)	299
Translation gain										201
Translation gain due to liquidation activities										(543)
Net profit										
Distribution to shareholders										
Balance as of December 31, 2010	62,000,000	620	62,000,000	620	188,300,000	1,883	1,499,541	(723,656)	(2,052)	(43)
Appropriation of the result of previous year										
Translation gain										(17)
Translation gain due to liquidation activities										75
Distribution to shareholders										
Balance as of June 30, 2011	62,000,000	620	62,000,000	620	188,300,000	1,883	1,499,541	(723,656)	(2,052)	15

In thousand Euro (except share data)	Accumulated deficit	Unappropriated result	Total
	EUR	EUR	EUR
Balance as of December 31, 2009	(1,479,454)	9,570	30,466
Appropriation of the result of previous year	9,570	(9,570)	0
Translation gain			561
Net profit		94	94
Distribution to shareholders			
Balance as of June 30, 2010	(1,469,884)	94	31,121
Translation gain			201
Translation gain due to liquidation activities			(543)
Net profit		1,981	1,981
Distribution to shareholders			
Balance as of December 31, 2010	(1,469,884)	2,075	32,760
Appropriation of the result of previous year	2,075	(2,075)	0
Translation gain			(17)
Translation gain due to liquidation activities			75
Net profit		155	155
Balance as of June 30, 2011	(1,467,809)	155	32,973

The accompanying notes are an integral part of these unaudited condensed consolidated interim financial statements

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

1. Significant accounting policies
2. Cash, cash equivalents and other investments
3. Provisions
4. Related party transactions
5. Commitments and Contingencies
6. Other operating expenses

1. Significant accounting policies

a) The Company

Jubii Europe N.V. (“Jubii Europe” or the “Company” / ISIN NL0000233195 / formerly “LYCOS Europe N.V.”) is a former operator of an international network of websites being wound up. The Company commenced operations in the year 1997 and the companies existing before 2000 were reorganized as subsidiaries of Jubii Europe N.V. in January 2000. The registered office of the Company is in Haarlem, the Netherlands (Jubii Europe N.V., Fonteinlaan 7, 2012 JG Haarlem, the Netherlands). The company announced its liquidation in November 2008 and immediately started the shutdown process.

The consolidated financial statements of the Company comprise the Company and its subsidiaries (together referred to as the “Group”).

b) Accounting policies

These unaudited condensed consolidated interim financial statements are prepared in accordance with IAS 34 “Interim Financial Reporting”. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the Jubii Europe consolidated financial statements for the year ended December 31, 2010. Jubii Europe’s consolidated financial statements are prepared in accordance with International Financial Reporting Standards and its interpretations as adopted by Article 4 of Regulation (EC) No. 1606/2002 of the European Parliament and of the Council of July 19, 2002 on the application of international accounting standards (Official Journal EC L 243 p.1) (“IFRS”).

The preparation of unaudited condensed consolidated interim financial statements in conformity with IFRS requires the management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The accounting policies used in the preparation of the unaudited condensed consolidated interim financial statements are consistent with those used in the consolidated financial statements for the year ended December 31, 2010.

The company further has to apply IFRS 8 “operating segments” as of January 1, 2009. Since the company is currently in the process of discontinuing its operations and liquidating its assets, segment reporting no longer exists. Furthermore since February 2009 all operations and services were stopped.

2. Cash, cash equivalents and other investments

Cash consists of bank balances and call deposits, cash equivalents consist of short-term deposits with an original and remaining maturity of less than three months and other investments consist of deposits with a maturity up to 12 months.

3. Provisions

in thousand Euro	Restructuring	other	total
Balance at January 1, 2011	4.500	469	4.969
Provisions released during the year 2011	(231)	(83)	(314)
Balance at June 30, 2011	4.269	386	4.655

The movement is fully related to the ongoing restructuring process.

4. Related party transactions

The Company engages in various related party transactions with Bertelsmann AG and their subsidiaries, which include expense transactions. These transactions are booked on separate accounts and are generally settled within thirty days of the relevant transaction. The billing rates are set at rates, which approximate fair value.

5. Commitments and Contingencies

Any commitments or contingencies have been provided for in the restructuring provision when appropriate.

Litigation

From time to time, the Company is subject to legal proceedings and claims in the ordinary course of business. Jubii Europe is currently not aware of any legal proceeding or claim that the Company believes will have, individually or in the aggregate, a materially adverse effect on the Company's financial position, results of operations or cash flows. However the risk of potential litigation is still present due to the process of liquidation. As a result, KEUR 386 has been provided for in the period under review. The cases refer to claims for compensation costs resulting from alleged breaches of contracts.

6. Operating income/expenses

Operating expenses comprise of:

In thousand Euro	Six months ended June 30, 2011		
	Ordinary expenses	Restructuring	Total
General and administration	(672)	0	(672)
Other operating income		701	701
Total	(672)	701	29

In thousand Euro	Six months ended June 30, 2010		
	Ordinary expenses	Restructuring	Total
General and administration	(821)	334	(487)
Total	(821)	334	(487)

Haarlem, the Netherlands
August 04, 2011

The Management Board
Jubii Europe N.V.

Quarterly Financial Information (unaudited)

In thousand Euro (except per share data)	Quarter ended March 31, 2007 (restated) ²	Quarter ended June 30, 2007 (restated) ²	Quarter ended September 30, 2007 (restated) ²	Quarter ended December 31, 2007 (restated) ²
Revenues	9,737	10,119	8,750	8,793
EBITDA ¹	(2,926)	(6,122)	(4,106)	(2,333)
EBIT ¹	(3,778)	(11,209)	(4,762)	(3,904)
Net profit/(net loss)	7,610	41,078	(4,619)	(4,015)
Net profit/(net loss) per share basic and diluted in Euro	(0.01)	0.18	(0.01)	(0.00)

In thousand Euro (except per share data)	Quarter ended March 31, 2008 ²	Quarter ended June 30, 2008 ²	Quarter ended September 30, 2008 ²	Quarter ended December 31, 2008 ²
Revenues	6,661	6,341	4,470	4,275
EBITDA ¹	(7,229)	(6,694)	(8,051)	(30,631)
EBIT ¹	(7,866)	(7,223)	(8,565)	(37,685)
Net loss	(5,850)	(3,901)	(7,395)	(35,725)
Net loss per share basic and diluted in Euro	(0.02)	(0.01)	(0.02)	(0.11)

In thousand Euro (except per share data)	Quarter ended March 31, 2009 ³	Quarter ended June 30, 2009 ³	Quarter ended September 30, 2009 ³	Quarter ended December 31, 2009 ³
Revenues	1,158	2,203	34	(133)
EBITDA ¹	(8,433)	(4,190)	(1,689)	296
EBIT ¹	(9,541)	(4,405)	(1,703)	237
Net profit/net loss	16,960	(5,924)	(2,831)	3,698
Net profit per share basic and diluted in Euro	0.05	(0.02)	(0.01)	0.01

In thousand Euro (except per share data)	Quarter ended March 31, 2010	Quarter ended June 30, 2010	Quarter ended September 30, 2010	Quarter ended December 31, 2010
Revenues	(3)	0	1	0
EBITDA ¹	630	(407)	1,524	(175)
EBIT ¹	626	(408)	1,524	(176)
Net profit	275	(181)	1,249	732
Net profit / (net loss) per share basic and diluted in Euro	0.00	0.00	0.00	0.00

In thousand Euro (except per share data)	Quarter ended March 31, 2011	Quarter ended June 30, 2011
Revenues	0	0
EBITDA ¹	(282)	313
EBIT ¹	(282)	312
Net profit/(net loss)	(252)	407
Net profit/(net loss) per share basic and diluted in Euro	0.00	0.00

¹ EBITDA is Earnings Before Interest, Taxes, Depreciation, Amortization and Impairment, EBIT is Earnings Before Interest and Taxes.

² 2008 includes the continued business and 2007 has been restated for the effect on income statement of the discontinued operations Jubii Denmark, united-domains and Shopping.

³ 2009 includes the continued business and 2008 has been restated for the effect on income statement of the discontinued operations united-domains and Shopping.

Jubii Europe N.V.

Fonteinlaan 7

2012 JG Haarlem

The Netherlands

contact@jubii.com

www.jubii.com