



Development of the business

On 10 September, Your Family Entertainment AG launched 'RiC', the fourth free TV children's station, which is broadcast by satellite in German-speaking Europe. This constitutes a significant increase in the company's broadcasting operations. Through cross promotion activities, it is also boosting our own pay TV range for our cable network partners.

In August, the series 'Cosmo & Wanda' was launched to further increase coverage for the pay TV station 'yourfamily'. 'Cosmo & Wanda' is one of the most popular children's series on German-language television and was originally licensed to Disney Channel.

Your Family Entertainment AG also invested in the acquisition of three well-known series shown on the German station KiKA: Jasper der Pinguin, Die Faule Paula and Die Hydronauten.

In partnership with Hutchison 3G Austria, the company has extended its range for mobile devices such as the iPad to 18 stations. This opens up even greater coverage potential for YFE.

Profit situation

Your Family Entertainment AG sales decreased compared to the same period of the previous year to KEUR 1,696 (2011: KEUR 2,199). This was due in large part to a reduction in major projects in the licence sales segment.

EBITDA as at the end of September 2012 was negative.

The cash capital increase in March and the launch of 'RiC' in September are the main factors affecting operating expenses.

The overall results are positive as a result of other operating income.

Outlook

The free TV segment will contribute to sales and results over the coming year with income from the sale of advertising slots.

We are to strengthen the pay TV segment, similar to the station in Bulgaria, by driving forward expansion on new markets.

License sales will remain a difficult area for the coming reporting periods. Large projects, in particular from public and state broadcasters, are suffering as a result of the general economic situation.

Work is to continue on strengthening the various business segments to create a firm basis for expanding business overall; this should stabilise sales and results.

The Board expects stable figures for sales and results for the year as a whole. The groundwork carried out this year should enable the company to strengthen its position further in the year to come.

The long-term goal of YFE is to expand further on its existing markets and redefine its position.

Financial calendar 2012

26 April	Annual financial report 2011
16 May	Interim report for the first half of 2012
27 June	Shareholders' meeting
28 August	Semi-annual financial report 2012
15 November	Interim report for the second half of 2012



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, 15 November 2012

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 licensing of entertainment programmes for children, young people and families.

Such everyday and trendsetting technologies, as IPTV, VoD and DVB-H are used as transmission media.

The award-winning children and family channel 'yourfamily' shows, animated series and exciting adventure films feature such interesting and well-known characters as Urmel, Fix & Foxi, Tobias Totz, Dragon Hunters, Enid Blyton and many more. The programme encompasses choices of an educational nature for preschool children, top-quality animated series for children and entertaining programmes for the whole family. This broad range clearly shows that Your Family Entertainment, (formerly RTV Family Entertainment AG, a Ravensburger AG company), offers 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: DE0005408918, 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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