3-Month Report
January to March 2005

united internet

Foreword

Dear shareholders, employees and friends of United Internet!

United Internet got off to a successful start in its fiscal year 2005. Compared with the same period last year, there was strong growth in all key figures: sales revenues grew by 33 % to € 157.9 million in the first quarter of 2005 (prior year: € 118.8 million). At the same time, we raised pre-tax earnings from € 17.3 million last year to € 25.5 million — representing growth of 47 %.

All business segments contributed toward this positive result:

In the Product sector, with our brands GMX, 1&1 and Schlund + Partner, sales grew by 35 % over the previous year to € 113.7 million and EBT by 22 % to € 22.8 million. During the period under review, the number of paying customer contracts grew to a total of 3.7 million — whereby the number of DSL contracts rose by a further 100,000 in the first quarter of 2005 to reach 1.15 million. The number of webhosting contracts in the UK, France, Austria and the USA rose from 370,000 at year-end 2004 to 430,000. Despite considerably higher marketing expenses compared with the same period last year, our Product segment achieved an EBT margin of 20 %.

In the Outsourcing segment, our brands InterNetX and twenty4help also posted improved sales and earnings figures: compared with the first quarter of 2004, sales increased slightly by 3 % to € 23.2 million, while segment EBT grew by 38 % to € 2.2 million (prior year: € 1.6 million).

Our Online Marketing segment, comprising the brands AdLINK, Sedo and affilinet, also reported strong growth: sales revenues were up 77 % over the same period last year to stand at € 21.0 million (prior year: € 11.9 million), while EBT improved from € –0.9 million to € 1.4 million.

Against a backdrop of new product innovations — especially in the field of DSL telephony — as well as our dynamic international expansion in webhosting and the encouraging progress in our Online Marketing segment, we are confident that we can continue to make strong progress during the current fiscal year. We expect to raise our customer contract figures, sales revenues and earnings by 20 – 30 %.

Montabaur, May 10, 2005

Ralph Dommermuth, CEO

Selected Key Figures acc. to IFRS

	2005 Jan.–March	2004 Jan.–March
Sales	€ 157.9 million	€ 118.8 million
EBITDA	€ 30.4 million	€ 26.3 million
EBT	€ 25.5 million	€ 17.3 million
Employees	4,747	4,169
Share price at end of March (XETRA)	€ 24.52	€ 17.72
EPS	€ 0.25	€ 0.16

Quarterly development of key figures

	Q2/2004	Q3/2004	Q4/2004	Q1/2005	Q1/2004
Sales	€ 120.0 million	€ 127.1 million	€ 143.8 million	€ 157.9 million	€ 118.8 million
EBITDA	€ 28.9 million	€ 26.8 million	€ 27.1 million	€ 30.4 million	€ 26.3 million
EBT	€ 19.8 million	€ 17.6 million	€ 15.8 million	€ 25.5 million	€ 17.3 million

Share ownership (units)

	Q4/2004	Q1/2005
Management Board		
Ralph Dommermuth (Chairman)	22,000,000	22,000,000
Norbert Lang	200,000	200,000
Supervisory Board		
Kurt Dobitsch (Chairman)	—	—
Bernhard Dorn	—	—
Michael Scheeren	405,350	350,000
Subscription Rights (units)		
Norbert Lang	42,000	42,000

Development of the Group

New record figures for sales and earnings
In the first 3 months of 2005, consolidated sales revenues of the United Internet Group grew by 33 % to € 157.9 million (prior year: € 118.8 million). Earnings before interest, taxes, depreciation and amortization (EBITDA) grew by 16 % to € 30.4 million (prior-year: € 26.3 million). Earnings before taxes (EBT) were up by 47 %, from € 17.3 million to € 25.5 million. Compared with the same period last year, these figures already include increased marketing and sales costs for our DSL resale business and the launch of our TV campaigns in the first quarter of 2005.

Successful international expansion
Our international expansion program continues to make strong progress: in the period under review, sales outside Germany accounted for € 35.2 million of total consolidated revenue (prior year: € 24.2 million). As of March 31, 2005 we had some 430,000 customer contracts outside Germany (December 31, 2004: 370,000).

Dynamic growth in DSL and DSL telephony
In the third quarter of 2004, we began selling our own DSL connections via the 1&1 and GMX brands. Since the launch, we have already sold around 300,000 connections, of which some 100,000 were added in the first quarter of 2005. The number of DSL access contracts also grew by 100,000 to 1.15 million as of March 31, 2005. Our DSL telephony product, launched at the same time as the DSL resale range, has also been well received by the market. In March 2005 — just 9 months after roll-out — we had already registered some 50 million telephone minutes.

Cash flow / capital expenditures
As well as raising earnings in the first three months, we also succeeded in lifting operative cash flow to € 21.0 million (prior year: € 18.8 million). Investments in tangible and intangible assets amounted to € 7.0 million (prior year: € 5.3 million). Investments focused mainly on our Product segment, and especially on the scheduled expansion of infrastructure and server capacities. In December 2004 we announced our intention to acquire an 80 % stake in InterNetX GmbH. This transaction was completed in February 2005. In March 2005 we raised our shareholding in affilinet GmbH from 70 % to 100 %.

Bank balances
As of March 31, 2005, the Group's net bank balances amounted to € 94.5 million (December 31, 2004: € 71.3 million).

Employees
At the end of March 2005, United Internet employed a total of 4,747 people (December 31, 2004: 4,558). The number of staff employed outside Germany rose to 1,822 (December 31, 2004: 1,720).

IFRS accounting
As of 2005, new regulations concerning the disclosure of stock-based compensation plans came into effect. In addition, minority interests in the consolidated balance sheet are now disclosed within the shareholders' equity section. Prior-year figures were adjusted accordingly. Otherwise, the accounting and valuation standards used in this quarterly report correspond to the standards applied in the annual financial statements for the fiscal year 2004.

Parent company results
Pre-tax earnings of the parent company, United Internet AG, amounted to € –0.6 million (prior-year: € –0.8 million). As of March 31, 2005 the company had a positive bank balance of € 33.2 million. The equity ratio remains high at 86.5 %. Furthermore, as of March 31, 2005 United Internet held 2.0 million treasury shares.

Affiliates
Our minority shareholdings fun, NT plus and Metropolis made a positive contribution to consolidated earnings in the first quarter of 2005. In April 2005, we sold the shares in Metropolis to our co-investor 21TORR.

Share and dividend
With an increase in share price of 23 % during the first quarter, the United Internet stock easily outperformed the comparative TecDAX index. The share price rose from € 19.95 on December 31, 2004 to € 24.52 as of March 31, 2005. At the annual shareholders' meeting on May 18, 2005, the Management Board and Supervisory Board of United Internet AG will recommend the payment of a 20-cent dividend per share for the fiscal year 2004 (prior year: 15 cents per share).

Outlook
We have made encouraging progress in the current fiscal year to date, setting new records in all relevant key figures. We are also optimistic for the year as a whole: we expect growth of 20 – 30 % in customer contracts, sales and earnings.

On March 16, 2005 we announced our intention to acquire the portal business of the listed company WEB.DE AG for a cash price of € 200 million plus 5.8 million United Internet shares. The contract is due to be signed in May 2005 and the deal is expected to be closed in the third quarter of 2005. The transaction will make United Internet Germany's largest portal and internet service provider — ahead of T-Online, MSN-Tomorrow Focus and Yahoo — with over 16 million users per month (unduplicated reach acc. to AGOF/Nielsen/WEB.DE) and approx. 2.5 billion page impressions. In this way, we aim to profit more than average from future developments in online advertising, e-commerce, DSL, online services, webhosting and DSL telephony.

On April 25, 2005 we sold our investments in affilinet (shareholding: 100 %) and Sedo (shareholding: 51.07 %) for around € 30 million to AdLINK Internet Media (United Internet shareholding: 82.44 %). At the same time, we provided finance for the deal at standard market conditions. Marc Stilke, previously responsible for the Online Marketing segment of United Internet, was appointed to the Executive Board of AdLINK.

The sale means that our entire activities in the Online Marketing segment are now managed by AdLINK. This will give affilinet and Sedo access to AdLINK's pan-European sales organization and advertising client base, making their own international expansion more effective. For AdLINK, the acquisition means it will be able to offer advertisers and agencies an even wider range of online marketing services from a single source.

Product Segment

In our Product segment we offer customers top-quality and innovative internet products. Our business relationships are based on subscription contracts with monthly flat-rate fees, additional variable (use-related) charges and contractual periods of notice.

Our products are divided into 3 product lines:

- **Information Management:**
  including e-mail solutions, messaging, address management and 0700 numbers.
- **Webhosting:**
  domains, home pages, dedicated servers, e-shops.
- **Internet Access:**
  DSL and narrow-band access.

With our brands — GMX, 1&1, Schlund + Partner — we serve a wide range of mass market needs. At the same time, we appeal to diverging target groups with a varied range of products with regard to both features and pricing.

As of March 31, 2005 we had a total of 3.7 million fee-based customer contracts (year-end 2004: 3.5 million).

Customer contracts, total
(in million)

Of this total, the Information Management product line accounted for 0.41 million contracts, our Webhosting business for 1.88 million and Internet Access for around 1.41 million contracts (of which 1.15 million were DSL accounts).

Customer contracts by product line
(in million)

Product Line	Customer Contract
Information Management	**0.41**
Webhosting	**1.88**
Internet Access	**1.41** (of which 1.15 million DSL)

During the period under review, Product segment sales grew by 35 % to € 113.7 million (prior-year: € 84.3 million), while EBT was up 22 % to € 22.8 million (prior-year: € 18.7 million).

We expect the strong progress in our Product segment to continue in future. The market for value-added internet services is still not fully tapped — with regard to both functionality and target groups — and our international activities in France, Austria and the USA are only just starting. Furthermore, the boom in DSL and internet telephony is increasingly providing us with new consumer groups.

GMX
The free information management products of GMX are targeted especially at home users. In addition, GMX offers fee-based products such as professional e-mail solutions and internet access. With over 20 million member accounts and more than 100 million visits a month, GMX is one of Germany's leading portals.

In the period under review, GMX focused on the following developments: the launch of GMX NetPhone (DSL telephony) for all GMX users, the opening of two new sales offices in Montabaur and Hamburg, the introduction of a live football ticker and the launch of an extensive TV advertising campaign.

1&1

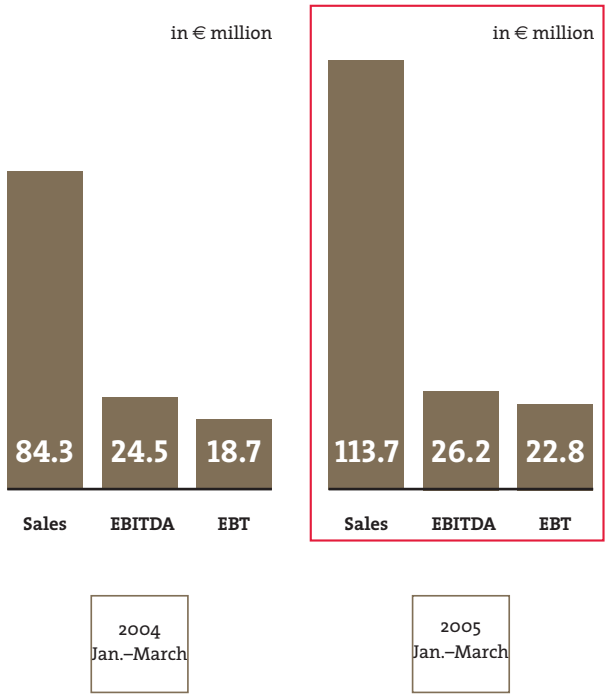
The information management, webhosting and access solutions of 1&1 are aimed at discerning private users and SOHOs. 1&1 succeeded in strengthening both its position as Germany's second-largest DSL supplier and as the world's largest hosting company.

In the first quarter of 2005, 1&1 focused on the following activities in Germany: the launch of a new 1&1 portal and the rollout of a new e-mail generation (IMAP). In the UK, the DynamicSite-Creator was integrated into the webhosting product range; in the USA the performance of our dedicated servers was greatly enhanced and in France new hosting products were launched.

Schlund + Partner

The premium brand Schlund + Partner offers small to mid-size companies (SMEs) a range of professional information management, hosting and access products. Customers can also select comprehensive on-site service, which is provided by an extensive network of partner agencies.

In the first 3 months of 2005, Schlund + Partner launched its integrated all-in-one solutions tailored to the communication needs of SMEs and mobile offices. The Online Office packages consist of coordinated DSL access, groupware / messaging, webhosting and DSL telephony.



Quarterly development in € million

	Q2/2004	Q3/2004	Q4/2004	Q1/2005	Q1/2004
Sales	82.8	90.6	99.0	113.7	84.3
EBITDA	27.3	23.9	22.7	26.2	24.5
EBT	21.5	18.8	16.3	22.8	18.7

Outsourcing Segment

Our Outsourcing segment comprises purely B2B activities. We are represented in this segment by the brands InterNetX and twenty4help.

In the first 3 months of 2005, sales and earnings in this segment made good progress: quarterly sales grew by 3 % to € 23.2 million (prior year: € 22.6 million), while EBT was up 38 % to € 2.2 million (prior year: € 1.6 million).

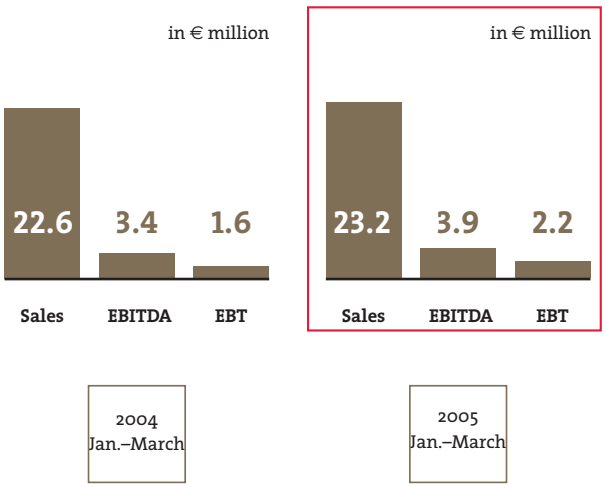
We are also optimistic for the future and expect slight growth in sales and stable earnings.

InterNetX
At the beginning of the year we acquired an 80 % stake in InterNetX and merged Schlund Technologies into the company. The reselling activities of United Internet are now managed by InterNetX. The company markets hosting products to small ISPs and multimedia agencies (resellers), which in turn sell them to consumers and businesses under their own label and for their own account.

In the period under review, InterNetX focused on integrating Schlund Technologies and canvassing further sales partners. The merged company now serves over 10,000 resellers, for which it hosts more than 1 million domains and over 500 servers.

twenty4help
Under the twenty4help brand we offer extensive customer care services as the partner for major corporations. Our clients include such international blue chips as Microsoft, T-Online, Lexmark and Sun Microsystems. twenty4help provides services via its 10 facilities in 7 European nations. Some 2,700 employees deal with technical queries via phone/mail/chat in 22 different languages.

In the period under review, twenty4help opened a new facility in Milan, Italy. Furthermore, twenty4help was certified throughout Europe according to ISO 9001:2000. Recently opened locations in Poland and Spain were also integrated into the company's quality management system.



Quarterly development in € million

	Q2/2004	Q3/2004	Q4/2004	Q1/2005	Q1/2004
Sales	21.1	19.7	20.9	23.2	22.6
EBITDA	1.8	2.7	4.5	3.9	3.4
EBT	0.0	1.1	2.7	2.2	1.6

Online Marketing Segment

The Online Marketing segment comprises the activities of AdLINK, Sedo and affilinet. These brands offer advertisers a wide range of marketing and sales solutions.

Compared with the same period last year, our Online Marketing segment achieved significant growth. Sales grew by 77 % to € 21.0 million (prior year: € 11.9 million), while EBT improved from € –0.9 million to € 1.4 million.

We expect strong growth in sales and stable EBT margins also in future.

AdLINK
AdLINK is one of Europe's largest independent marketers of online advertising space. The company's business model is based on an online advertising network, consisting of around 2,800 websites generating some 4.1 billion page impressions per month, which it markets to advertisers.

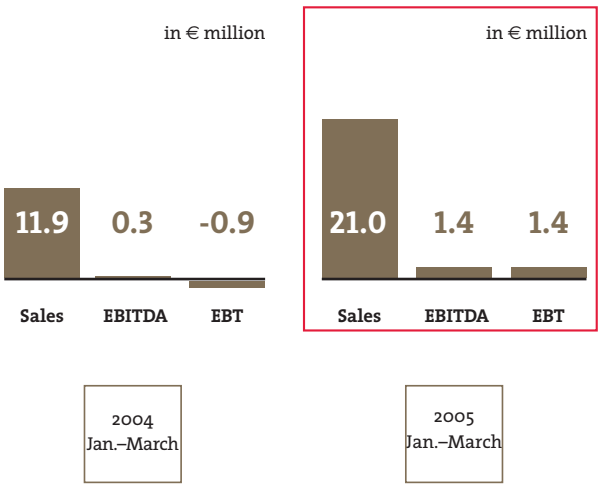
The company's largest single project in the first quarter was the integration and marketing launch of the European websites of Lycos.

Sedo
Sedo operates the global domain trading platform "sedo.com", which currently trades around 2 million domains. In its "domain parking" business, Sedo markets some of these domains to advertisers on behalf of the domain owners.

In the period under review, Sedo's catalogue of active, marketable domains in its "domain parking" business grew from 400,000 to 520,000.

affilinet
affilinet operates a network for suppliers of partner programs and mediating website operators. affilinet profits from the contacts and sales initiated via the network on a purely success-oriented basis.

In the first 3 months of 2005, affilinet focused on canvassing new program suppliers and expanding its network. A number of major-name program suppliers, such as SportScheck and Schlecker, were recruited. The number of program suppliers grew from 600 to 700.



Quarterly development in € million

	Q2/2004	Q3/2004	Q4/2004	Q1/2005	Q1/2004
Sales	16.1	16.8	23.8	21.0	11.9
EBITDA	1.1	0.9	1.8	1.4	0.3
EBT	0.1	–0.4	1.0	1.4	–0.9

Consolidated Financial Statements from January 1 to March 31, 2005 acc. to IFRS

Parent Company's Financial Statements from January 1 to March 31, 2005 acc. to HGB

United Internet AG — Consolidated income statement acc. to IFRS

from January 1, 2005 to March 31, 2005 in €k

	2005 January–March		2004 January–March	
Sales	157,905	100.0 %	118,805	100.0 %
Cost of sales	–88,630	–56.1 %	–64,543	–54.3 %
Gross profit	**69,275**	**43.9 %**	**54,262**	**45.7 %**
Selling expenses	–33,172	–21.0 %	–22,053	–18.6 %
General administrat ve expenses	–11,680	–7.4 %	–11,006	–9.2 %
Other operating income/expenses	666	0.4 %	–558	–0.5 %
Goodwill amortization	0		–3,285	–2.8 %
Operating result	**25,089**	**15.9 %**	**17,360**	**14.6 %**
Interest and similar income	269	0.2 %	191	0.2 %
Result from associated companies	160	0.1 %	–257	–0.2 %
Pre-tax result	**25,518**	**16.2 %**	**17,294**	**14.6 %**
Income taxes	–10,573	–6.7 %	–8,423	–7.1 %
Net income before minority interests	**14,945**	**9.5 %**	**8,871**	**7.5 %**
Minority interests	–690	–0.5 %	281	0.2 %
Net income	**14,255**	**9.0 %**	**9,152**	**7.7 %**
Result per share in €				
– basic	0.25		0.16	
– diluted	0.25		0.16	
Weighted average shares (in million units)				
– basic	56.06		57.47	
– diluted	56.73		57.48	

United Internet AG — Consolidated balance sheet acc. to IFRS
as of March 31, 2005 and December 31, 2004 in €k

ASSETS	March 31, 2005		December 31, 2004	
Short-term assets				
Cash and cash equivalents	98,299	34.5 %	74,682	28.9 %
Trade receivables	53,212	18.7 %	59,222	22.9 %
Other assets	20,321	7.1 %	17,879	6.9 %
Inventories	7,234	2.5 %	10,315	4.0 %
Prepaid expenses	11,878	4.2 %	7,733	3.0 %
Short-term assets, total	**190,944**	**67,1 %**	**169,831**	**65.7 %**
Long-term assets				
Equity investments	9,519	3.3 %	9,358	3.6 %
Other financial assets	1,257	0.4 %	1,716	0.6 %
Property, plant and equipment	39,237	13.8 %	38,764	15.0 %
Intangible assets	8,584	3.0 %	6,995	2.8 %
Goodwill	29,276	10.3 %	25,630	9.9 %
Deferred taxes	5,876	2.1 %	6,179	2.4 %
Long-term assets, total	**93,749**	**32.9 %**	**88,642**	**34.3 %**
Total assets	**284,693**	**100.0 %**	**258,473**	**100.0 %**
LIABILITIES AND EQUITY				
Short-term liabilities				
Trade liabilities	70,529	24.8 %	61,827	23.9 %
Liabilities to banks	717	0.3 %	280	0.2 %
Advance payments received	0	0.0 %	847	0.3 %
Other liabilities	26,783	9.4 %	27,232	10.5 %
Accrued taxes	17,264	6.1 %	13,281	5.1 %
Other accrued liabilities	2,175	0.8 %	3,359	1.3 %
Deferred revenue	42,024	14.8 %	38,988	15.1 %
Short-term liabilities, total	**159,492**	**56.0 %**	**145,814**	**56.4 %**
Long-term liabilities				
Convertible bonds	1,648	0.6 %	1,661	0.7 %
Liabilities to banks	3,132	1.1 %	3,132	1.2 %
Other liabilities	642	0.2 %	642	0.2 %
Deferred revenue	2,463	0.9 %	2,808	1.1 %
Deferred taxes	334	0.1 %	334	0.1 %
Long-term liabilities, total	**8,219**	**2.9 %**	**8,577**	**3.3 %**
Total liabilities	**167,711**	**58.9 %**	**154,391**	**59.7 %**
Equity				
Capital stock	58,043	20.4 %	58,043	22.5 %
Capital reserves	123,920	43.5 %	123,540	47.8 %
Revaluat on reserves	585	0.2 %	585	0.2 %
Accumulated loss	–34,464	–12.1 %	–48,719	–18.8 %
Treasury stock	–39,958	–14.0 %	–36,528	–14.1 %
Other	811	0.3 %	886	0.3 %
Minority interests	8,045	2.8 %	6,275	2.4 %
Total equity	**116,982**	**41.1 %**	**104,082**	**40.3 %**
Total equity and liabilities	**284,693**	**100.0 %**	**258,473**	**100.0 %**

United Internet AG — Consolidated cash flow acc. to IFRS
from January 1, 2005 to March 31, 2005 in €k

	2005 January–March	2004 January–March
Cash flow from operating activities		
Net income	14,255	9,152
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation	5,277	5,707
Goodwill amortization	0	3,285
Compensation expenses from employee stock option plans	380	319
Undistributed losses / distributed profits of associated companies	–160	257
Minority interests	691	–281
Change in deferred taxes	302	759
Non-cash expenses / income	332	–358
Operative cash flow	**21,077**	**18,840**
Changes in assets and liabilities		
Change in receivables and other assets	4,439	10,076
Change in inventories	3,081	2,610
Change in deferred expenses	–3,135	–519
Change in accounts payable,trade	8,447	–1,777
Change in advance payments received	–848	0
Change in other accrued liabilities	–1,216	209
Change in accrued taxes	3,961	7,175
Change in other liabilities	–744	–2,057
Change in deferred income	1,012	3,927
Change in assets and liabilities, total	**14,997**	**19,644**
Cash flow from operating activities	**36,074**	**38,484**
Cash flow from investing activities		
Capital expenditure for intangible assets and property,plant and equipment	–6,963	–5,321
Repayments / payments of loans granted	0	5
Disposal of assets	55	110
Acquisition costs, net of acquired cash	–2,476	708
Cash flow from investment activities	**–9,384**	**–4,498**
Cash flow from financing activities		
Purchase of treasury stock	–3,430	0
Change in bank liabilities	419	191
Payment / repayment of convertible bonds	13	157
Cash flow from financing activities	**–2,998**	**348**
Net increase/decrease in cash and cash equivalents	23,692	34,334
Cash and cash equivalents at beginning of fiscal year	74,682	52,856
Change in currency translation adjustments	–75	45
Cash and cash equivalents as of March 31, 2005	**98,299**	**87,235**

United Internet AG — Consolidated statement of changes in shareholders' equity acc. to IFRS

	Balance as of December 31, 03 €k	Change €k	Balance as of December 31, 04 €k	Change €k	Balance as of March 31, 05 €k
Capital stock	**57,474**	569	**58,043**	**0**	**58,043**
Exercise of conversion rights		569			
Additional paid-in capital	**120,177**	3,363	**123,540**	380	**123,920**
Exercise of conversion rights		1,720			
Adjustment of the intrinsic value shown as part of the capital reserve resulting from options granted in the context of the employee stock ownership programme		–125			
Employee stock ownership programme United Internet		1,402		321	
Employee stock ownership programme AdLINK		366		59	
Revaluation surplus	**0**	585	**585**	0	**585**
Revaluation surplus		585			
Outstanding compensation for employee stock ownership programme	**–179**	179	**0**		
Adjustment of the intrinsic value shown as part of the capital reserve resulting from options granted in the context of the employee stock ownership programme		179			
Other	**503**	383	**886**	–75	**811**
Currency translation adjustment		383		–75	
Treasury stock	**0**	–36,528	**–36,528**	–3,430	**–39,958**
Treasury stock		–36,528		–3,430	
Minority shares	**9,158**	–2,883	**6,275**	1,770	**8,045**
Minority shares		–2,883		1,770	
Accumulated deficit	**–73,903**	25,184	**–48,719**	14,255	**–34,464**
Dividend payment		–8,621			
Net income		33,805		14,255	
Total equity	**113,230**	–9,148	**104,082**	12,900	**116,982**
Exercise of conversion rights		2,289			
Employee stock ownership programme AdLINK		366		59	
Employee stock ownership programme United Internet		1,402		321	
Revaluat on surplus		585			
Treasury stock		–36,528		–3,430	
Dividend payment		–8,621			
Adjustment of the intrinsic value shown as part of the capital reserve resulting from options granted in the context of the employee stock ownership programme		54			
Currency translation adjustment		383		–75	
Minority shares		–2,883		1,770	
Net income		33,805		14,255	

United Internet AG — Income statement acc. to HGB
from January 1, 2005 to March 31, 2005 in €k

	2005 January–March	2004 January–March
Sales	605	786
Other operating income	362	2
Cost of materials		
Cost of purchased services	–445	–634
Personnel expenses		
a. Wages and salaries	–407	–306
b. Social security contributions	–32	–21
Amortization and depreciation of intangible assets and property,plant and equipment	–16	–21
Other operating expenses	–880	–1.300
Other interest and similar income	273	803
Interest and similar expenses	–78	–92
Result before taxes	**–618**	**–783**
Taxes on income	–45	–7
Other taxes	0	–8
Net loss for the year	**–663**	**–798**

United Internet AG — Balance sheet acc. to HGB
as of March 31, 2005 and December 31, 2004 in €k

ASSETS

	March 31, 2005		December 31, 2004	
Fixed assets				
Intangible assets				
Concessions, industrial and similar rights and assets as well as licenses in such rights and assets	7		11	
Intangible assets, total	**7**		**11**	
Property, plant and equipment				
Other equipment, operational and office equipment	137	0.1 %	148	0.1 %
Property, plant and equipment, total	**137**	**0.1 %**	**148**	**0.1 %**
Financial assets				
Shares in affiliated companies	116,336	52.5 %	108,975	51.3 %
Investments	8,432	3.8 %	8,918	4.2 %
Financial assets, total	**124,768**	**56.3 %**	**117,893**	**55.5 %**
Fixed assets, total	**124,912**	**56.4 %**	**118,052**	**55.6 %**
Current assets				
Accounts receivable and other assets				
Accounts receivable, trade	2		1	
Receivables due from affiliated companies	17,059	7.7 %	16,624	7.8 %
Receivables due from companies in which an investment is held	3		3	
Other assets	6,061	2.7 %	68	
Accounts receivable and other assets, total	**23,125**	**10.4 %**	**16,696**	**7.8 %**
Securities				
Treasury stock	39,958	18.0 %	36,529	17.2 %
Cash in hand and bank balances	33,213	15.0 %	41,150	19.4 %
Current assets, total	**96,296**	**43.5 %**	**94,375**	**44.4 %**
Prepaid expenses	207	0.1 %	25	
Balance sheet, total	**221,415**	**100.0 %**	**212,452**	**100.0 %**

EQUITY AND LIABILITIES

	March 31, 2005		December 31, 2004	
Equity				
Capital stock	58,043	26.2 %	58,043	27.3 %
Capital reserves	41,257	18.6 %	41,257	19.4 %
Revenue reserves				
Reserves for treasury stock	39,958	18.1 %	36,529	17.2 %
Other revenue reserves	898	0.4 %	898	0.4 %
Retained earnings	51,414	23.2 %	55,506	26.2 %
Equity, total	**191,570**	**86.5 %**	**192,233**	**90.5 %**
Accruals				
Accrued taxes	8,899	4.0 %	8,899	4.2 %
Other accrued liabilities	1,834	0.9 %	2,181	1.0 %
Accruals, total	**10,733**	**4.9 %**	**11,080**	**5.2 %**
Liabilities				
Bonds	1,316	0.6 %	1,329	0.6 %
Accounts payable,trade	85		368	0.2 %
Liabilities due to affiliated companies	16,431	7.4 %	1,439	0.7 %
Other liabilities	1,280	0.6 %	6,003	2.8 %
Liabilities, total	**19,112**	**8.6 %**	**9,139**	**4.3 %**
Balance sheet, total	**221,415**	**100.0 %**	**212,452**	**100.0 %**

Products

1&1 Internet AG (D)
1&1 Internet Inc. (USA)
1&1 Internet Ltd. (UK)
1&1 Internet S.A.R.L. (F)
1&1 Internet Service GmbH (D)

A1 GmbH

Alturo GmbH

GMX GmbH
GMX Internet Services GmbH

Schlund + Partner AG

Outsourcing

InterNetX GmbH (80 %)

MIP Multimedia Internet Park GmbH

twenty4help Knowledge Service AB (S)
twenty4help Knowledge Service AG (D)
twenty4help Knowledge Service B.V. (NL)
twenty4help Knowledge Service Ltd. (UK)
twenty4help Knowledge Service S.L. (E)
twenty4help Knowledge Service Sp.zo.o. (PL)
twenty4help Knowledge Service S.r.L. (I)

Online Marketing

AdLINK Internet Media AG (82.44 %)
AdLINK Internet Media AB (82.44 %, S)
AdLINK Internet Media APS (82.44 %, DK)
AdLINK Internet Media B.V. (82.44 %, NL)
AdLINK Internet Media Ltd. (82.44 %, UK)
AdLINK Internet Media N.V. (82.44 %, B)
AdLINK Internet Media S.A. (82.44 %, F)
AdLINK Internet Media S.L. (82.44 %, E)
AdLINK Internet Media SrI (82.44 %, I)

affilinet GmbH (100 %)

Sedo GmbH (51.07 %)
Sedo LLC (51.07 %, USA)

Shareholdings:

fun communications GmbH	33.33 %
NT plus AG	40.23 %

As of: April 2005

Financial Calendar 2005*

March 17, 2005	Financial Press Conference for Fiscal Year 2004, Analyst's Conference
May 10, 2005	Business Figures for the 1st Quarter of 2005
May 18, 2005	Annual Shareholder's Meeting in Frankfurt am Main, Alte Oper
May 19, 2005	Dividend payment for Fiscal Year 2004
August 12, 2005	Business Figures for the 2nd Quarter of 2005, Press and Analyst's Conferences
November 9, 2005	Business Figures for the 3rd Quarter of 2005

*Subject to change

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Disclaimer

This Annual Report contains certain forward-looking statements which reflect the current views of United Internet AG's management with regard to future events. These forward looking statements are based on our currently valid plans, estimates and expectations. The forward-looking statements made in this Annual Report are only based on those facts valid at the time when the statements were made. Such statements are subject to certain risks and uncertainties, as well as other factors which United Internet often cannot influence but which might cause our actual results to be materially different from any future results expressed or implied by these statements. Such risks, uncertainties and other factors are described in detail in the Risk Report section of the Annual Reports of United Internet AG. It is recommended that readers do not attach too much importance to these forward-looking statements. United Internet does not intend, nor assume any obligation, to revise or update any forward-looking statements set out in this Annual Report, neither as a result of new information nor future events or other such influencing factors.

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