



Annual report 1999

## Events in 1999

June 1999	D	S	S	.fff	mS	F m								
June 1999	S	m	I	E	49	m	G	, I	., L	A	f	US	m	(IEG)
June 1999	T	m	S	M	H	Gm	H	(	f	m	f	).	A	f
July 1999	S	/IEG	-	Dr. T and the Women										
August 1999	S	-F	m-K	Gm	H	m	S	F	m	Gm	H.			
September 1999	T	f <sub>N</sub>	M	.	S	M	AG	f						
November 1999	IEG	D	M	m	-									
November 1999	S	M	S	f	m	f	Titanic	L	DC	.	m : Gangs of New York	f		
November 1999	S	f	1999.											

## Splendid at a glance

Ratios	Million DM		Million EUR	
	1999	1998	1999	1998
<b>Sales</b>	<b>37,7</b>	29,0	<b>19,3</b>	14,8
L	21,5	21,2	11,0	10,8
C m	0,9	0,4	0,5	0,2
V /DVD	13,1	5,8	4,6	3,1
D	2,2	1,6	2,2	0,8
R	-0,3	-0,2	-0,2	-0,1
<b>EBITDA</b>	<b>23,2</b>	19,8	<b>11,9</b>	10,1
%	61.5%	68.3%	61.5%	68.3%
<b>EBIT</b>	<b>5,3</b>	3,6	<b>2,7</b>	1,9
%	14.1%	12.5%	14.1%	12.5%
<b>Result of ordinary activities</b>	<b>4,3</b>	3,7	<b>2,2</b>	1,9
%	11.4%	12.8%	11.4%	12.8%
<b>Net profit</b>	<b>1,0</b>	2,3	<b>0,5</b>	1,2
%	2.7%	7.8%	2.7%	7.8%
<b>DVFA earnings</b>	<b>2,1</b>	-	<b>1,1</b>	-
<b>Total assets</b>	<b>170,6</b>	28,7	<b>87,2</b>	14,7
<b>Shareholders' equity</b>	<b>149,6</b>	6,0	<b>76,5</b>	3,1
%	87.7%	21.0%	87.7%	21.0%
<b>Investment in screen rights</b>	<b>93,1</b>	23,1	<b>47,6</b>	11,8
%	54.6%	80.5%	54.6%	80.5%
<b>Depreciation on screen rights</b>	<b>17,1</b>	15,8	<b>8,7</b>	8,1
D	45.4%	54.5%	45.4%	54.5%
<b>Personnel costs</b>	<b>2,4</b>	1,6	<b>1,2</b>	0,8
P	6.4%	5.5%	6.4%	5.5%
<b>DVFA earnings per share (EUR/DM)</b>	<b>0,24</b>	-	<b>0,12</b>	-
<b>Number of employees</b>	19	12	19	12
<b>Number of shares (EURO 1.00) in million</b>	<b>8,9</b>	-	<b>8,9</b>	-

IAS

# splendid medien AG

**splendid film GmbH**

D R  
T f f

100 %

**splendid synchron GmbH**

D

100 %

  
**ASCOT**

D f

100 %

  
**INITIAL ENTERTAINMENT GROUP, INC.**

W  
C -  
C -F

49 %

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F f	74
A	76
M m	84
A	90

# Preface of the Managing Board

## Grown up with dreams

T f m m m  
 f .E  
 m , m , .T m f f .M f f  
 f m , , DVD, P -TV I F TV, f f m f  
 f m m m . f f m f  
 S M AG m m  
 25 , f f m f m  
 .D m f m f m m m  
 f m .W m f m , m m  
 f m .T , f f 400  
 f m .O f m  
 f m .

## Marketing rights consistently on every stage of the exploitation chain

A , G m - m f  
 f m, m f m f f DVD , m f  
 f m f TV .W f f  
 f m f m m .W m f f m ,  
 m m : m f m f G m f .T m  
 W f m f m m .  
 f f f m f m

## World market opened up by IEG

I 1999, L A .A I E m G I . (IEG),  
 G m m f , S

Andreas R. Klein (CEO)

L

Am f m .W  
 f m  
 .IEG m H ; 49  
 m  
 .S f , m , -f 2  
 f f - m 23 m m m .T  
 C f m D C S . , Very Bad Things

Stars who are known by everybody

A - , US m m -  
 , .I J 1999, IEG S  
 f m Dr. T and the Women R A m , R -  
 f G , O H H , L T , L D F F -  
 .W M S -  
 , L DC M D .A  
 m - m J  
 2000 m f C -J .I C f  
 -J , f m m f m C f  
 f USD 5 50 m . f  
 T IEG S  
 f T G m H US f f m .  
 m m .T f m f m , IEG  
 m m .A -  
 , f ; ,

Listing on the Neuer Markt

S M AG N M F W -  
 (F f S E ) 24 S m f 1999. W  
 m f m f ff f f .S m -  
 - f f

## Preface of the Managing Board

H... m . D ... m , m ... ( . . DVD) m ... f ... .T ... IEG ... ff ... m f ...

### With Walt Disney to the *Gangs of New York*

I ... , C , L A f , 11 m 1999 m ... f m m ... G m ... *Under Suspicion*, ... f M F m G H m . f ... f m ... S S , C f L m , J P f , ... K M B N K . H , m ... *Gangs of New York*, L DC . S ... M IEG USD 65 m ... f m ... M S . W D f / M m f ... f m ... 100 m . S IEG ff m f USD ... D M m f N Am . P ... A 2000.

### 1999 has been a good year

O ... , ... F f 1999 m , ... . S ... S M AG 30 f DM 37.7 m f ... m . A . T m 1998 DM 29.0 ... , m 59.4 . EBITDA m 17 ... DM 23.2 (19.8) m . DVFA m DM 2.1 m .

### On the way to success with Leonardo DiCaprio, Jodie Foster and Catherine Zeta-Jones

S ... 1999. W ... f , . . f - f m ... US m . T *Dr. T and the Women* R A m f

Dietmar Schmitz (CFO)

F

R G 100 m USD *Gangs of New York*,  
S G D /M m ,  
m .

S . I J 2000,  
- m M F m , m f  
C -J . W m m f m ,  
50 m f . m m f m f USD 5

W F 2000: W  
*Traffic* f USA m . S S ,  
f m C f -J , M D D Q .

W m :  
T f O J F , f m *The*  
*Dangerous Lives of Altar Boys*. S f f M 2006.  
USD 15 20 m  
S IEG ff

S , f m m m f . S  
m f m f m

W m m f m f mm m f , 1999,  
m m f f S M AG.

C , A 2000

S M AG  
T M B



## Financial 1999

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## Market conditions

### The situation on the film market

A H m f f m , S M AG m m .  
 m f f m ff m . T -  
 f m , , DVD, P -TV F -TV. -  
 T m m m m m G m f  
 . f T m m . A f , -  
 m . G m m -  
 DVD m m . W 34 m TV -  
 , G m m TV m W USA. A -  
 30 - 78 m f f m ,  
 . A m f ; m f . T , m f m  
 m m f TV f \$  
 f f m . f

### Splendid is in an excellent position

T m m f . A f 500 f m f US m , -  
 . T m f f m f USA  
 m. M f m f m f -  
 f m f . f m f -  
 T m m , f m m US I E 400 m m -  
 f m f S M AG m G , m -  
 : S f . L m -  
 . S f , ,

/DVD

## Sales

### Most sales generated by rights dealing

I 1999, G m G m 30  
 DM 37.7 (29.0) m . A , m m  
 m , 59.4  
 . C m , m  
 f 4 DM 22.4 (21.6) m . S M ff m  
 DM 2.3 m ff m f  
 (TV ), T ff m 10 f f  
 . S f f  
 S . f

### Video and dubbing have also improved

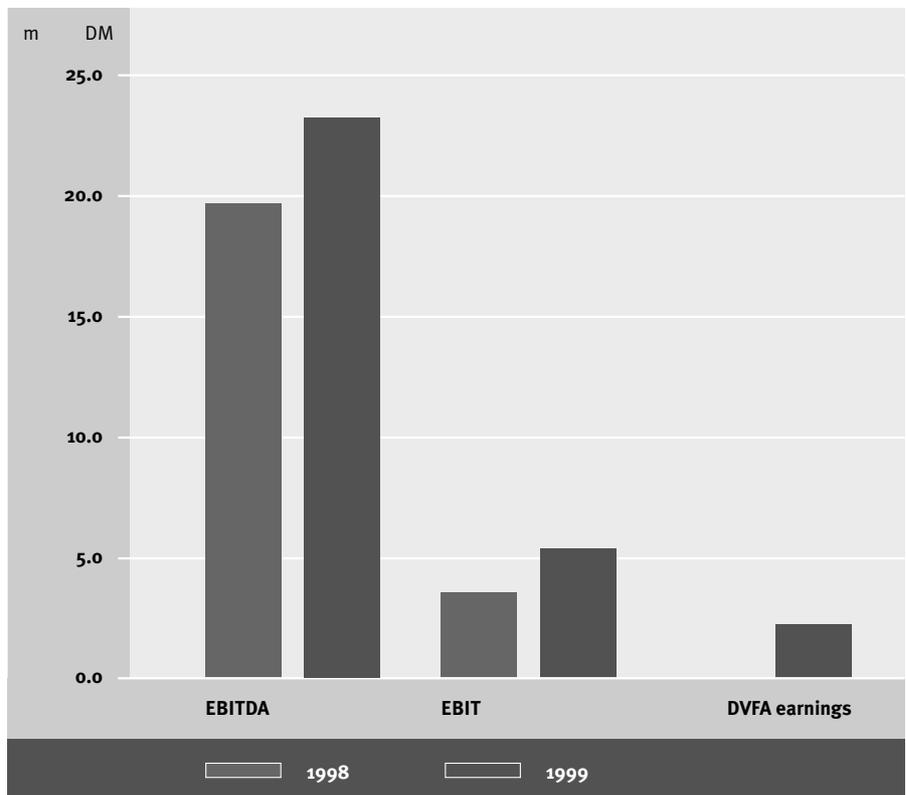
V 76 DM 9.0 (5.1) m . S  
 m 24 f  
 m 1998. S f  
 /DVD m , m f DM 4.4 (0.9) m . G m  
 f 388 , . A m f 12  
 f . S A 1998,  
 S f m f 32 DVD m G m DVD m . S A 1998,  
*ment* - f m W V f *Splendid Entertain-*  
 D , m S F m J 1999, -  
 38 DM 2.2 (1.6) m ; f  
 6 f .

# Financial 1999

## Earnings

A major leap in earnings

G S M AG 1999 m .  
 EBITDA ( f ' , 17 DM 23.2 (19.8) m ) m-  
 f m DM 4.3 m , 16  
 m DM 2.1 m , f f DM 3.7 m . DVFA  
 m  
 DM 0.24.



Cash generator: Film library

T m S M AG  
m f m f m f  
15 400 m . l f , S m f m f  
20 . A m f m f m f  
m f F -TV. l f f m - M AG  
. S f f , S M AG  
. T f S M AG m m  
f m f f f .

## Financial 1999

### Investments

Financed primarily out of cash flow

I m , m 92 , S DM 93.1 m f , DM 100.8 m . M f  
 m I E ff m .S DM 7.470 m f  
 .B - .A f DM 0.197 m f  
 (15.8) m . DM 17.1

### Employees

I f 1999, 19 (12) - m m m m  
 S G f .O ,2 S M  
 AG, 10 S F m Gm H, f S S Gm H 0 ASCOT  
 M f . I , S S f Gm H f  
 f , . : f f ,

## Patents and licences, brand rights

S  
 ASCOT . F S F m Gm H, PACIFIC V  
 G m P O f m PACIFIC V  
 ) o f f 2005. F ASCOT M Gm H  
 m ASCOT G m G m P O  
 ff f m 29 N m 1995, 9, 16 41. T  
 31 M 2007. I f S , m  
 S 04 S m 2007 S F O f f I f  
 P ; A f f A  
 P O ff 31 M 2008. f  
 O ASCOT M Gm H m  
 ASCOT VIDEO G m - 2002. T  
 S E F m AG. f f f m f

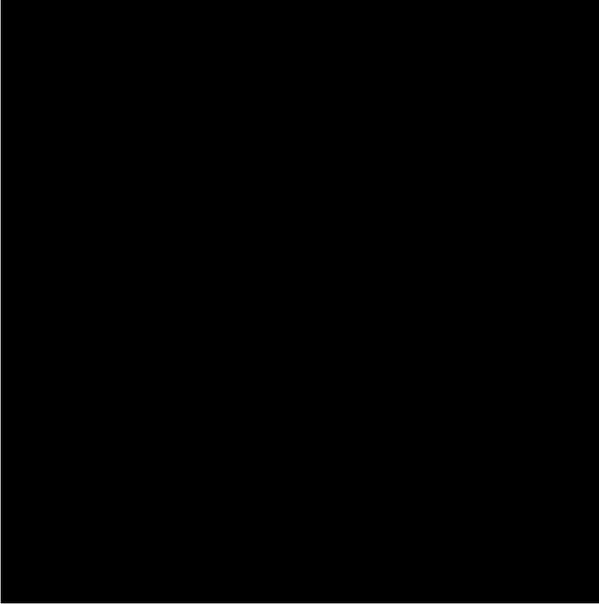
Special events

Equity stake in Initial Entertainment Group Inc., Los Angeles

The Initial Entertainment Group (IEG), a public company listed on the New York Stock Exchange (NYSE) under the ticker symbol IEG, was acquired by the company in 1994. The acquisition was completed on July 1, 1994, for a total consideration of approximately \$1.2 billion, consisting of 23 million shares of common stock of the company. The acquisition was financed through a combination of cash and debt. The company's financial statements for 1999 reflect the acquisition of IEG as a business combination. The company's financial statements for 1999 reflect the acquisition of IEG as a business combination. The company's financial statements for 1999 reflect the acquisition of IEG as a business combination.

Listing on the Neuer Markt

The company was listed on the Neuer Markt in Frankfurt, Germany, on July 24, 1999. The listing was completed for a total consideration of approximately 727,950 shares of common stock. The company's financial statements for 1999 reflect the listing on the Neuer Markt as a business combination. The company's financial statements for 1999 reflect the listing on the Neuer Markt as a business combination. The company's financial statements for 1999 reflect the listing on the Neuer Markt as a business combination.



T G m .T  
 f N M f.  
 f f

**Between Dr. T and Gangs**

I ,S M AG m  
 m - US m .T f -  
 IEG, S /IEG f Gangs of New York  
 W fD .T m M S (Taxi  
 Driver, Good Fellas) f L D C (Titanic, The Beach). W  
 D m C R m m A 2000  
 .T f m f - - - m f  
 f .W - m f f m f m .  
 I J , f f f USD 16 m  
 m f f  
 f .  
 A Gangs of New York, S IEG  
 - USA Dr. T and the Women, R  
 G .S Dr. T and the Women m J .T f m  
 , f m  
 f 2000.

**Co-operation with Catherine Zeta-Jones**

S M AG IEG - m J 2000  
 M P , m f H C  
 -J .I - f ,S IEG  
 - m m m .C  
 -J m f f m .T f  
 f m USD 5 50 m .S f f IEG f  
 f m - m  
 f f m 2001 f f .T  
 f ,S f f m .W -  
 f H , f f m  
 f H . f m

# Financial 1999

## Risk management

### Facing risk in a professional manner

S M AG m m m -  
91 .2 A G .F. T m m m f K T G  
m , f m ff ff ff mf .  
O m, m f m -  
m m m -  
T m .A ff f f -  
m m.' f

### Currency risks

S M AG USD m .H ,  
m DM E f m .T m f m -  
m - f m f f ,S m f m -  
f m f f f .

## Outlook

### Consistently expand market position

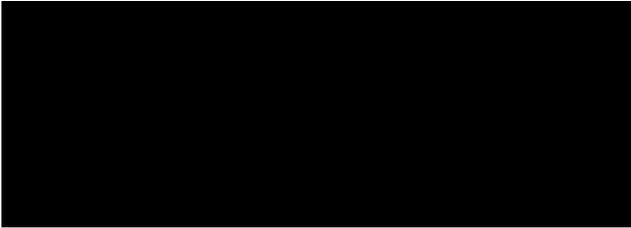
S  
.T m  
m  
f  
f f m m .T 49 I E m f G f  
J 1999 m f . W  
H ,S f m  
H m  
S f m Am f m f .  
F m Dr. T and the Women, Gangs of New York The dangerous lives  
of Altar Boys - C -J  
f m  
T f m m f S M AG 1999  
f .S f m  
f f m m m N M .



**3**

## **Report of the Supervisory Board**

# Report of the Supervisory Board



T S B ( m ) 21 J 1999. l f m 1999,  
A S B f m  
. T S B f m f M B  
f m f S M AG -  
B ff ,  
m , M B . M  
A f S B f M B ,  
f S B . ,  
I , S B m .  
S m f m S B m  
f m f S M AG  
ff ,  
f m m IPO. T m m f S B  
f M B f m .  
BFJM B m F J M Gm HW  
m m ff S M f AG, f  
f mf , mm mf m m  
m f 31.12.1999. T  
m f . T A f A ,  
f m ff m . f  
T S B m f m S M  
AG, mm m m  
f m . T m f , M f B f  
m f S B  
m f 17 A 2000, f f .

T S B f M B  
f .  
f  
A m m ( f m f ), D.R D , D.P S m  
A D.H S m m S B  
21 J , 1999. O m , S B f M.A  
R.K M.D m S m m M B .D.P  
S m D.H S m m m m  
f S B f m f ff 6 A , 1999.  
f  
D .K m.G H M.J m W.W f .M.G m K B  
f M B S  
B f 30 J , 1999. f S

T S B M B f  
mm m m . T S B f  
m m f S G f f 1999.  
f ff f f

C , A 2000

D.R D  
C m f S B

Morgan Freeman

## From the initial idea to world-wide distribution

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## From the initial idea to world-wide distribution

### In the beginning was the idea

#### In two minutes to success

A  
 f m : l m  
 f m f m m f f H . l USA, m f  
 f m m .

E f m Prizzi's Honor , m ,  
 m ? l f f m f Am : W  
 W f , m  
 , f f f f

#### Film dealers decide whether an idea is taken up

l m ,  
 M f . l f m f ff m f m f L A , C mm  
 f f f m , m .

A ff f f m m m m  
 f f m . B f f . S f - US m ,  
 G m . 10 f 15 f m G m .

#### The road from the cinema to TV

W f m f , m . l . . .  
 m m f f m , G m  
 f m 15 f 20 , f m f m .

A 6 m , f m  
 6 m , m f m  
 m , f m f m P TV DVD; f f 6  
 T f m f F TV.  
 f f m. f f

**Concerning independents and majors**

T m f -  
 , . . . -  
 . F m  
 , m IEG S f m ,  
 f m m f m f  
 T m D , S (P m ), F , U W  
 . T 500 f m  
 m . M m -  
 A f m  
 m . T ff f IEG, S f  
 f m f m , f m  
 f m f m .

## From the initial idea to world-wide distribution

### The way to the top

#### Identifying and implementing trends

F m f , S  
 f f m m .T , G  
 400 m .W m m m m  
 f .US m f m m G m -

#### Strength in the video business

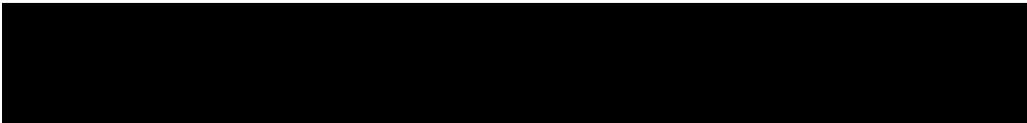
O m S F m 1974 A E. K ,  
 f m f m m m f  
 f G m f . f

D 1980 f m f m m ,  
 .S f f m f f m .P f

V Gm H ff m m ; m -  
 m A M f Gm H 1994. T f f  
 , 1998, DVD .M f f  
 W f M G m Gm H f S -  
 .T , /DVD m m m

S G .

A f 1990 , f m  
 .T f , f m  
 f f m m , m TV f .l , f -  
 ff f m TV , m  
 f .T f 1990. l 1997,



m C .S f S 9,000 m  
Gm H f 1999.

**Twice as many private stations**

T W f G m TV m , TV m  
USA, m -1980 ,  
. A f m , m  
m f 34 m TV , m  
f . T - f m f  
, m f m TV f m f  
15 .

## From the initial idea to world-wide distribution

### Splendid is benefiting from more intense competition

T  
 - D m f m f T f f  
 m m f m m f  
 f T A 10 , f m m f  
 . T , f m m f mm  
 f m , f  
 S TV G m f m f  
 f S f M f f m . A m 60 . TV, f  
 m m . T f  
 f f 15 20 . T f f TV. I f m  
 . f m

### Landing in Hollywood

#### From national to global earnings potential

I G m ,  
 S f . W  
 G , f . A G m f US I E m  
 f M AG US f m m -m . f N M . S

W m m m H f  
m .W f  
G m - m ; f f  
f f m. f

**Concentration on top Hollywood films**

I E m G Hf ; 1994, f  
- m m m  
m m f f m  
f m f m f .T US m m f  
IEG H m f  
.T m f  
f , m f f m, f f m : IEG ,  
f , m f f m

**Contacts are absolutely essential**

IEG m f .T , , IEG  
m m f .T m  
m m f 23 f m - f m f .H , f f m  
f f

**Back to the future**

A f, m m -  
.C m m f m .N f m  
N M m US m-  
m f .l , .S  
M AG f m  
m f -

## From the initial idea to world-wide distribution

### Co-operation with Catherine Zeta-Jones

T - : IEG  
 m f M P H  
 C -J .D f,S /IEG  
 - m m m .E f m  
 f USD 5 50 m f .S f IEG f m  
 m m f m .A f m  
 m m f TV f m ,M . -J  
 m H , .

### Largest independent production of all time

W *Gangs of New York*, S IEG  
 m USD 100 m .S f IEG .P f  
 f m f W D /M m .S IEG USD 65 m ,  
 , M m f N Am .  
 l m *Gangs of New York*, L DC , *Titanic*,  
 m f m m , *Amsterdam*,  
 N f f 1800. H  
 mm M f S f (*Taxi Driver*). W D C .T f m f  
 m, C  
 R m mm 2000. f  
 T D F ,  
 f m *The Name of the Rose* *Interview with the Vampire*,  
 f m.T f m m f 2001. f  
 D IEG. W f USD 100 m , f m S  
 f m m .T m .S IEG -  
 USD 16 m f ff f J m f f .W  
 m f f J f f .T f m.

**Mr. Gere as Dr. T**

A - *Gangs of New York*, S IEG  
 USA *Dr. T and the Women. Dr. T and the Women*  
 f R A m (*Short Cuts*). I  
 R G (*Pretty Woman*), m -  
 O H H (*Twister*), L T (*Armageddon*),  
 L D (*Jurassic Park*) F F (*Extremities*). S  
 m . T m , . . . m  
 , f m m , . *Dr. T and the Women*  
 m f 2000.

Catherine Zeta-Jones

5

The shares

The shares

Listing on the Neuer Markt

T f S M AG (G m m 727 950)  
 N M F W (F -  
 f S E ) 24 S m 1999. f W  
 f , S f G m f.  
 A m f m f US I E m G , S  
 USA. T m H , S  
 , f m m  
 f .

A good investment

D m f f S . T m m  
 f m f m S N M . T m  
 f m IPO f DM 140 m ( )  
 f m m f m . S f -  
 f , m ; m  
 f .

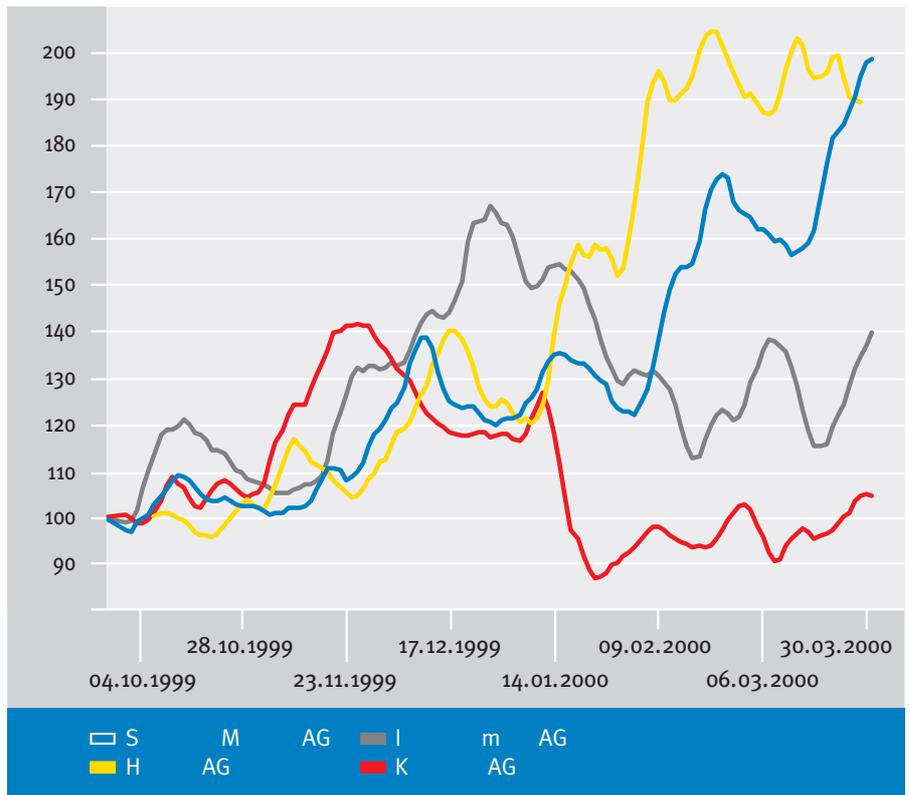
Share price boosted by promising film projects

F . Q f , m f  
 the Women , R A m R f m Dr. T and  
 M S f m Gangs of New York L H H  
 m f S f . T DC  
 S C - J , M : T f Traffic f S  
 - J F The Dangerous Lives of Altar Boys f Q  
 m . S m - m

T - m f C -J M F m , L A .  
 f USD 5 50 m f f .

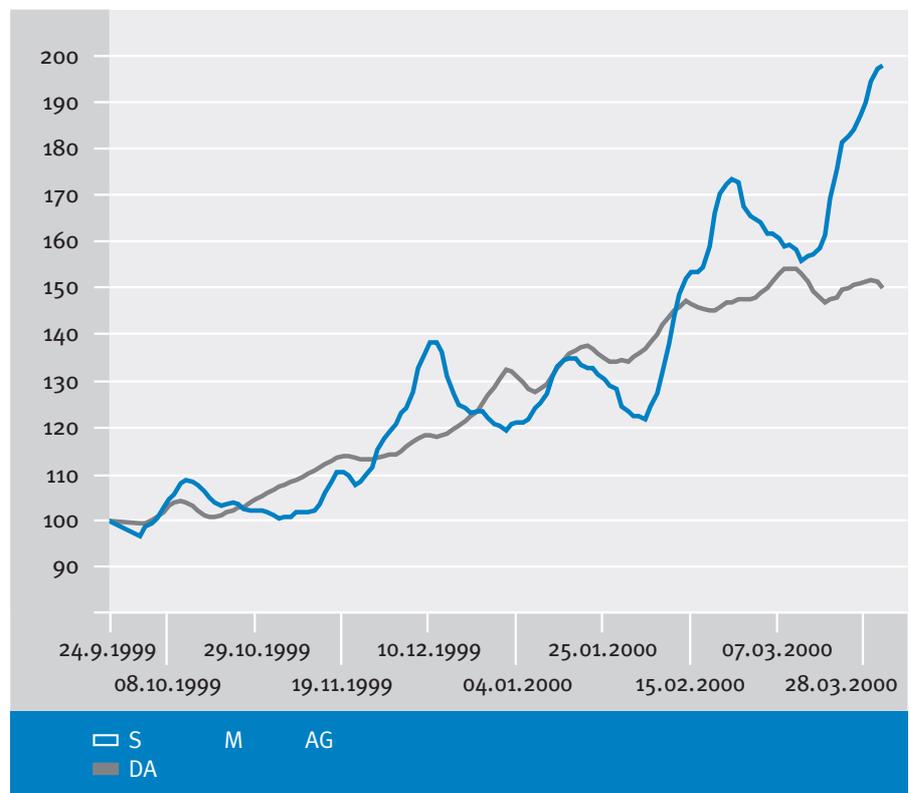
**Shares held by many investors**

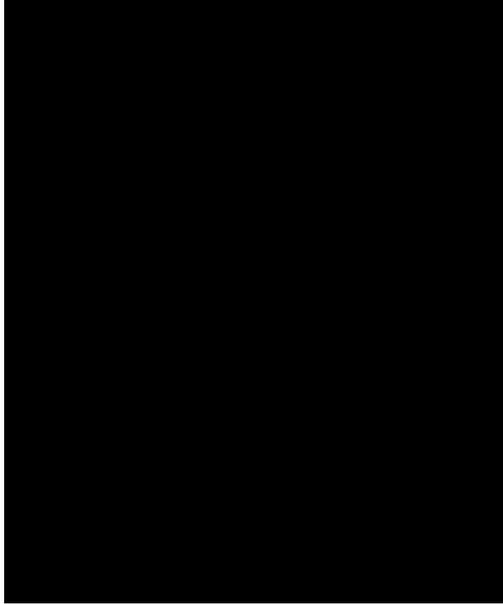
A f IPO, 68.4 m m m K  
 f AG f C E , O C f , CFO IEG, B m S , L A M ,  
 3.8 f , C f . T f f  
 f 27.0 f .  
 S m m m f m 24 S m 1999



## The shares

C m S DA f m 24 S m 1999





### Shareholders participate in the company's growth

S . A , IPO, m  
 f f 1999; , f . A ,  
 f m ,  
 S m f m , f . F .  
 m m m  
 f S f , , f , f m  
 m . , f f , f m

### Intensive dialogue with the financial market

S m m  
 m . T m m f m m f  
 m  
 l , S , m , m ,  
 f f m f m m  
 m f f f f . T  
 f . W m m.  
 m.



## Financial statements

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## Consolidated financial statements

## Balance sheet

Consolidated financial statement as of 31 December 1999		As of 31.12.1999
ASSETS		DM
<b>A. Fixed assets</b>		
<b>I. Intangible assets</b>		
1. C mm	m	32,349.00
2. G		9,751,218.33
		<b>9,783,567.33</b>
<b>II. Property, plant and equipment</b>		
1. L	, -	892,340.00
2. T	m , m	49,208.00
3. O	m , ff m	175,141.00
		<b>1,116,689.00</b>
<b>III. Financial assets</b>		
1. S	m	5,259,405.00
2. D	- m f	292,942.00
		<b>5,552,347.00</b>
		<b>16,452,603.33</b>
<b>B. Screen rights</b>		
<b>I. Film rights</b>		13,911,828.78
<b>II. Advance payments</b>		80,341,860.10
		<b>94,253,688.88</b>
<b>C. Current assets</b>		
<b>I. Inventories</b>		
F		283,992.15
		<b>283,992.15</b>
<b>II. Accounts receivable and other assets</b>		
1. T		4,306,829.84
2. A	f m ff m	750,980.57
3. O	f ff	3,985,018.67
		<b>9,042,829.08</b>
<b>III. Cash in hand, cash at banks and cheques</b>		48,817,106.06
		<b>58,143,927.29</b>
<b>D. Deferred charges and prepaid expenses</b>		1,150.00
		<b>168,851,369.50</b>

Consolidated financial statement as of 31 December 1999		As of 31.12.1999
LIABILITIES		DM
<b>A. Shareholders' equity</b>		
<b>I. Subscribed capital</b>		17,406,887.00
<b>II. Capital surplus</b>		135,652,159.93
<b>III. Consolidated deficit</b>		-4,517,950.93
<b>IV. Difference due to capital consolidation</b>		77,507.97
		<b>148,618,603.97</b>
<b>B. Provisions</b>		
1. T		4,390,284.00
2. O		5,046,569.04
		<b>9,436,853.04</b>
<b>C. Liabilities</b>		
1. A	m	1,979,750.00
2. T	f	3,520,787.78
3. O		5,295,374.71
		<b>10,795,912.49</b>
ff	: DM 4,845,312.59	
ff	: DM 55,088.48	
		<b>168,851,369.50</b>

## Income statement

Consolidated income statement for the period 01 January–31 December 1999						As of 31.12.1999
						DM
1.	S					37,675,397.52
2.	C					-26,116,775.52
3.	G	f				<b>11,558,622.00</b>
4.	S		f			-3,390,988.15
5.	G			m		-3,787,638.18
6.	O				m	1,609,912.48
7.	O					-822,489.42
8.	C					-1,917,653.00
9.	O		f		m	1,341,216.87
10.	I			m		-472,026.16
11.	R					<b>4,118,956.44</b>
12.	E		f			-9,329,627.14
13.	T			m		691,410.77
14.	O					1,309.00
15.	C				f	<b>-4,517,950.93</b>



IAS adjustments		1999
		DM '000
<b>Consolidated capital (HGB) as of 31 December 1999</b>		<b>148,541</b>
<b>ASSETS</b>		
G		85
T	/	546
E	m	33
T		39
D <sub>f</sub>		54
D <sub>f</sub>		955
<b>TOTAL</b>		<b>1,712</b>
<b>LIABILITIES</b>		
D <sub>f</sub>		-17
T		-606
<b>TOTAL</b>		<b>-623</b>
<b>Consolidated capital (IAS) as of 31 December 1999</b>		<b>149,630</b>
<b>Consolidated net profit (HGB) as of 31 December 1999</b>		<b>-4,518</b>
F		24
D		-42
D		85
L		44
O		39
IPO		9,330
T	IPO	-4,927
D <sub>f</sub>		938
<b>TOTAL</b>		<b>5,491</b>
<b>Consolidated net profit (IAS) as of 31 December 1999</b>		<b>973</b>

Consolidated financial statements

Auditor's opinion

W  
 f' f' m 1999 f' S f' 31 D f' m 1999  
 IAS m AG, C (HGB)  
 IAS m . A m ff' m IAS f' m  
 m m f' , f' m  
 W f' f' m m ; f' m m  
 T f' m f' f' m f' m m . m-

C , 12 A 2000

BFJM BACHEM FERVERS JANSSEN MEHRHOFF Gm H

W f' f' f'

(D . C J ) (D . K m . F M )  
 A f' A f'

## Cash flow statement

Consolidated cash flow statement (HGB) as of 31.12.1999		1999
		DM '000
N	/ f	-4,518
+/- D	/	801
+ D		17,140
+ D	m f	119
+/- E	f m	1,918
+/- O	f m	37
<b>Cash Flow</b>		<b>15,497</b>
+/- I	/ m m- m - m	-3,981
-/+ P	/ f m	-20
-/+ I	/ f ,	-4,174
+/- I	/	2,449
<b>= Cash flow from operating activities</b>		<b>9,771</b>
+ P	f m	580
I	m ff	-197
I	m f	-7,470
I	m	-93,082
+ R	m f m f	70
<b>= Cash flow from investing activities</b>		<b>-100,099</b>
+ P	f	142,897
P m	( , f )	-5,875
P m	f m f	-868
<b>= Cash flow from financing activities</b>		<b>136,154</b>
+/- C	f m	45,826
+ C	f	2,991
<b>= Cash and cash equivalents at end of period</b>		<b>48,817</b>

## Consolidated financial statements

## Fixed assets

Development in consolidated fixed assets, 01 January–31 December 1999					
	Cost of purchase or production				
	Balance 01.01.1999 DM '000	Additions DM '000	Disposals DM '000	Transfer DM '000	Balance 31.12.1999 DM '000
<b>I. Intangible assets</b>					
1. C m m	115.00	1.00			116.00
2. G	72.00	10,018.00			10,090.00
<b>Total intangible assets</b>	<b>187.00</b>	<b>10,019.00</b>			<b>10,206.00</b>
<b>II. Tangible assets</b>					
1. L	1,442.00				1,442.00
2. T m m ,	1,679.00	34.00	386.00	-10.00	1,317.00
3. O m , ff m	976.00	88.00	458.00	10.00	616.00
<b>Total tangible assets</b>	<b>4,097.00</b>	<b>122.00</b>	<b>844.00</b>		<b>3,375.00</b>
<b>III. Financial assets</b>					
1. H m		7,177.00			7,177.00
2. D m f		293.00			293.00
<b>Total financial assets</b>		<b>7,470.00</b>			<b>7,470.00</b>
<b>Total fixed assets</b>	<b>4,284.00</b>	<b>17,611.00</b>	<b>844.00</b>		<b>21,051.00</b>

	Depreciation					Residual book values	
	Balance 01.01.1999 DM '000	Additions DM '000	Disposals DM '000	Transfer DM '000	Balance 31.12.1999 DM '000	Balance 31.12.1999 DM '000	Balance 01.01.1999 DM '000
	67.00	17.00			84.00	32.00	48.00
		339.00			339.00	9,751.00	72.00
	<b>67.00</b>	<b>356.00</b>			<b>423.00</b>	<b>9,783.00</b>	<b>120.00</b>
	412.00	138.00			550.00	892.00	1,030.00
	1,158.00	169.00	55.00	-4.00	1,268.00	49.00	521.00
	528.00	138.00	230.00	4.00	440.00	176.00	448.00
	<b>2,098.00</b>	<b>445.00</b>	<b>285.00</b>		<b>2,258.00</b>	<b>1,117.00</b>	<b>1,999.00</b>
		1,918.00			1,918.00	5,259.00	
						293.00	
		1,918.00			<b>1,918.00</b>	<b>5,552.00</b>	
	<b>2,165.00</b>	<b>2,719.00</b>	<b>285.00</b>		<b>4,599.00</b>	<b>16,452.00</b>	<b>2,119.00</b>

## Consolidated financial statements

### Annex

#### I. General

The consolidated financial statements of the Group for the year ended 31.12.1999 are based on the financial statements of the companies included in the consolidated financial statements, prepared in accordance with the German Commercial Code (HGB) and the German Accounting Standards (Grundsätze der Rechnungslegung).

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#### II. Consolidated companies

The consolidated companies are listed in the following table:

Company	Registered offices	Equity holding in %
<b>Affiliated companies</b>		
S F m Gm H	C	100
S G f f S P m H	C	100
ASCOT M Gm H	E	100
<b>Associated companies</b>		
I E m G ,l .	L A ,USA	49

The consolidated financial statements of the Group for the year ended 31.12.1999 are based on the financial statements of the companies included in the consolidated financial statements, prepared in accordance with the German Commercial Code (HGB) and the German Accounting Standards (Grundsätze der Rechnungslegung).

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Consolidated financial statements

Equity consolidation

T I E m G , l .  
 .312 1 1 HGB. T  
 DM 3,957 ff 15 f  
 ( - ) f m f  
 .312 f .T 4 HGB. f

Currency translation

T f f m f .C -  
 f .

IV. Accounting and valuation methods

T m f m m ; f m .  
 f m m .312 5 2 HGB  
 m f m .  
 T m m f  
 m .  
 T , m f m .  
 f ;

V. Notes to the consolidated balance sheet

1. Fixed assets

T m f m ff  
 ff

Intangible assets

M f m .A f f f 15 m  
 f

**Tangible assets**

T  
 - .S f m f ,  
 - m , f f \_  
 m .M  
 f f , f f m  
 .U f m f f f m  
 R 44 2 ES R. M f f m f  
 DM 800.00 ff f f  
 f .

**Financial investments**

T m 49% I E m  
 G , I ., L A .T m 2%  
 I E m G I ., L A f , f f m A  
 m f f m .

**Screen rights**

T  
 - f . f f m m , f  
 I m ,  
 f m f 20% f f m ( . DVD). W TV  
 f , f f 80% f m . W P -  
 TV , 10% f f m f .  
 F F -TV , 49% f f m .  
 D f 10% f 21% f m .  
 m . T f f m TV  
 .  
 T - m f m m m  
 , \_ f ff f .



T f € 1.00 = DM 1.95583 C f E U .  
 f 8,900,000  
 f € 1.00.  
 P f DM 102,400.00 f 21.06.1999, m m f € 60,000.00  
 E ,  
 . W  
 C mm f R 30 J 1999, f S M AG  
 m € 60,000.00.

T A G M f S M AG 18 A 1999,  
 f S M AG  
 € 6,451,108.00 m € 60,000.00 € 6,511,108.00  
 - f ( S F m Gm H)  
 f 6,451,108 € 1.00  
 f m m 01 J 1999 . T f  
 f € 6,451,108.00 m € 60,000.00 € 6,511,108.00  
 - f C mm R -  
 f C L C 27 A 1999.

A A G M m 03 S m 1999,  
 f S M f AG € 2,388,892.00 f m  
 € 6,511,108.00 € 8,900,000.00  
 f 2,388,892 € 1.00 f  
 f m f m 01 J 1999 . T f m m f  
 f 22 S m 1999.

**Approved capital increase**

P f 03 S m 1999, M B -  
 , f S B , m-  
 20 S m  
 2004, -  
 € 3,410,000.00 ( I), € 890,000.00  
 ( II) f € 150,000.00 ( III)  
 f € 1.00. f f

6a

Consolidated financial statements

T M B , S -  
 B , .H , f f -  
 f m , m f  
 f m 10% f  
 f ll). m f ( f

Capital surplus

T m m m f DM 96 DM 135,496  
 ( f f m IPO) f f m  
 18.08.1999 03.09.1999 f m .

4. Provisions

T f f 1987 1999  
 f f f m .

O m f , m . T m f f  
 f m f m m DM 2,795 f ,  
 DM 990 .

## 5. Liabilities

L  
m  
m f  
m  
m . F  
. T m f m f  
f f .

List of liabilities					
	Total amount	Expected terms			Provided security
	DM '000	Up to 1 year DM '000	1-5 years DM '000	More than 5 years DM '000	DM '000
1. D - m f	1,980	1,980	0	0	0
2. T	3,521	3,521			0
3. O	5,295	5,295			0
	<b>10,796</b>	<b>10,796</b>	<b>0</b>	<b>0</b>	<b>0</b>

## VI. Notes to the consolidated income statement

### 1. Sales

M G m , f :

Sales		1999
		DM '000
R f m T D		938
R f m L		21,489
R f m V R /V S /DVD		13,409
R f m D P -P		2,181
L f		-342
<b>Total Sales</b>		<b>37,675</b>

### 2. Cost of sales

T m m ) , f m f f m ( ,  
f .

6a

## Consolidated financial statements

T	m		m	DM 141	.
<b>3. Selling costs</b>					
S		m	f	, mm	,
<b>4. General administration costs</b>					
G		m			m -
					, -
			f	m	.
<b>5. Other operating income</b>					
T	m	m		m	m f m
			(DM 783	)	
f					.
f					.
<b>6. Other operating expenses</b>					
O				m	f
					.
			ff		.
<b>7. Result of associated companies</b>					
T		m		f l	E m G , l .
				ff	.
		. 312	1	1.	.

## 8. Exceptional result

E 1999 IPO  
 24 S m 1999 f T m DM 9,330 .

## 9. Taxes on income

T m f m . F G ,  
 m f S M AG  
 f .

## 10. Segmental reporting

Segmental reporting				
	Film rights DM '000	Video/DVD DM '000	Dubbing DM '000	Total DM '000
<b>Revenues</b>	22,427	13,067	2,181	<b>37,675</b>
<b>EBITDA</b>	16,247	6,601	261	<b>23,109</b>
D				-17,140
				-463
				-338
<b>EBIT</b>				<b>5,168</b>
F				-1,049
<b>Result of ordinary operations</b>				<b>4,119</b>
E				-9,330
T				693
<b>Consolidated loss</b>				<b>-4,518</b>

B f . T m f m -  
 m . m

## Consolidated financial statements

### VII. Other information

#### 1. Liability

T . 251, 268 7 HGB.

#### 2. Other financial obligations

T G  
DM 48,345 f f m m f

#### 3. Employees

I f 1999, G m 19 m m ( : 12).

T f 1999 m DM 2,388 .

#### 4. Executive bodies

##### Managing Board

M. A. R. K., C. (C. m.)

M. D. m. S. f. m., N.

M. G. m. K., P. f. P., USA

T. m. m. f. M. B. f. 1999. m. DM 715  
( f. : DM 0 f.). f.

##### Supervisory Board

D. R. D., B., C. ( m 21.06.1999), C. m. ;  
f. S. B. m. f. : S. AG, C.

M. G. H., P. m.  
( m 07.08.1999), D. C. m.

M. J. m. W. W., m., M. f. ( m 07.08.1999)

D. P. S. m., C. f. ( m 21.06.1999 06.08.1999)

D. H. S., GAEDERT, C.  
( m 21.06.1999 06.08.1999)

T. m. S. B. f.  
m. DM 46.

C., 12 A. 2000

S. M. AG

T. M. B.

Consolidated financial statements

Management report

T S M G m m  
 IPO.T G m 30% m DM 29.0 m  
 DM 37.7 m m f ( f m 1998 m  
 ), 14% f m  
 DM 3.6 m DM 4.1 m f

T S G  
 F -TV). H f , m m ( m , DVD, P -TV  
 V DVD m 1998, m  
 126%.

Market and sector

T m G m m . F US ,  
 G m m 1 m US m f ,  
 m m . S G m m  
 m m , m . C m -  
 m f . N ff m m  
 m .

T m m . T -  
 f m m f m f H .  
 \_f ; f  
 A ff E f m ,  
 f S m .

DVD (D V D ) m  
 1999. T f m DVD  
 G m , 2000. T f f  
 f m f G m TV f D P -P f .

**Sales in the individual segments**

Sales in the individual segments are as follows:

Segment	1999 Sales (€ million)	% of Total Sales
Home Video (DVD)	68.7	68.7%
Music (ASCOT)	23.1	23.1%
Television (TV)	5.8	5.8%
Other	2.4	2.4%

**Licences**

Licences are as follows:

Product	Year	Country	Percentage of Sales
Home Video (DVD)	1999	USA	49%
	1999	Other	51%
Music (ASCOT)	1999	USA	96.0%
	1999	Other	4.0%
Television (TV)	1999	USA	22.4%
	1999	Other	77.6%

Notable titles include *Chan is Nobody* (1999, USA, 49%) and *Jackie Chan is Nobody* (1999, USA, 22.4%).

Consolidated financial statements

B  
 ,S f f m f m f m -  
 f f f f f f

**Video/DVD**

V m ASCOT M Gm H,  
 SVK V K Gm H, E -  
 f .T f m S  
 F m Gm H, ASCOT M Gm H f m f  
 m m .F DVD , f m f  
 S F m Gm H W V  
 G m Gm H.

I 1999, S m DVD m ,  
 m DVD m.T -  
 f m .T m f m m  
 S , m f f m  
 A m f m f f DVD  
 m f

V /DVD DM 13.1 m m  
 DM 5.8 m ; f 125.9%. I  
 1999, m 21 f , 50  
 f - 35 DVD .T m f f

**Dubbing and Post-Production**

D P -P fff m S F m Gm H -  
 1999, m m f m  
 (S G f f S P m H).T -  
 m m TV f m  
 N m m 1999 m  
 DM 1,578 2000. W DM 2,181 m  
 1998, m f f 38.2%.

### Earnings situation

R DM 1,918, m DM 4,119, IEG. T  
 I 1999, IEG DM 5,075, A DM 4,055, M AG.  
 (DM 3,850), IEG 1999 (+3,847). S DM 3,507  
 DM 9,330 1999 IPO, DM 4,518

### Investments

A m f m f . S f f m Gm H  
 f m 100% f m  
 I f 1999, m DM 93.1 m, m-  
 f, f DM 23.1 m 1998. I G m -  
 I m IPO. I f, f m m f m f m .  
 f m mm f f f m, f  
 T m m m : Gangs  
 of New York ( M ff S L DC ), Dr. T  
 and the Women ( R A m R G, L T,  
 H H ), Gorgeous ( V K J C ), Under  
 Suspicion ( S H G H m, M  
 F m ), m f .

## Consolidated financial statements

### Exchange rate development

S F m Gm H m US-D .A f 1999,  
 m m f m m f .  
 F  
 f f m .T m USD .I m f f ,  
 E ; m E USD f USD f .  
 H , m f f m f m f  
 f f m . f f m f

### Likely development

T m ff m  
 f US m f f m .S 1980 , m m  
 m m f f m .500.C ff m m .  
 H , m m f f m m m f  
 m m m m ff m , m f  
 m . f m

A f m IEG, S M AG -  
 US m .l m f m IPO, S  
 m m f f - US -  
 m f M f P E P .  
 l ( f m f f m , TV ), S -  
 f m f m f f m f . m f  
 P m .T f m , G m -  
 f f f m m .T  
 f f m f .  
 H , TV m f m m P -TV -  
 DVD m f m m m .N -  
 (DVD , DVD ) -  
 m m .l f m f m -  
 f m m f , f . B S -  
 m f .  
 l m m , m f .l -  
 f ) m m f (l ,  
 .  
 l 2000, m  
 IEG 51%. T m  
 m f m .

Consolidated financial statements

T m m f ff m .T  
 m m m - f m f -  
 S G m F m Gm H G fm E .T m  
 , .O f m m m m m  
 E m .W f f m , m  
 fE f f m m  
 f m m f m m m  
 T m m f m m m  
 f .H , m m m  
 f m m .P f f m ,  
 m m m f f f  
 O f m , m m f m .T  
 , m m  
 T m f .l , f f m m  
 m f .T m m  
 f , f m E  
 T m V /DVD m  
 1999, DVD m  
 .l f , f ASCOT M f Gm H  
 m f S F m Gm H f m  
 f m ; m f , m  
 m .

T m m m f; f m  
*Legionnaire,* m m  
 m f *Inferno* *Claws of Steel. V*  
 2000 f -m  
 f m *Inferno,* f . DM 1.5 m . f  
 C m m DVD  
 m 2000 m 1999. T -  
 .N f m I f DVD f  
 . m  
 T S G f f S P  
 m H . B f S F m Gm H f , m f m m-  
 m D P -P .T m f  
 m 1999  
 f f .  
 C , 12 A 2000  
 S M AG  
 T M B

Consolidated financial statements

Auditor's opinion

W M AG 01J 31 D m 1999. T m f f S -

G m mm . O m m m f f

W . 317 HGB f f m -

f l W f f (IDW). A f , m

m ff f m f f f f -

m m m f . T f m

f . A f f G f f f

m m m m m . T f m

m f f m , f f m m ,

m m f f f G , m f

m m f . W f f m

f .

O .

l , m f f G f  
 f f .T f m m -  
 f f f m f G ,  
 f ff  
 C ,13 A 2000

BFJM BACHEM FERVERS JANSSEN MEHRHOFF Gm H  
 W f f f  
 (D .C J ) (D .K m. F M )  
 A f

## 6b

## Financial statements Splendid Medien AG

## Balance sheet

Splendid Medien AG balance sheet as of 31 December 1999	Balance 31.12.1999	Balance 31.12.1998
ASSETS	DM	DM
<b>A. Fixed assets</b>		
<b>I. Intangible assets</b>		
F , m , , m	2,170.00	0.00
<b>II. Tangible assets</b>		
1. B -	775,874.00	0.00
2. O m , ff m	117,943.00	0.00
	<b>893,817.00</b>	0.00
<b>III. Financial assets</b>		
1. S ff m	10,259,198.00	175,021.64
2. L ff m ff m	86,365,000.00	0.00
3. I m ff ff	7,177,058.00	0.00
4. D - m ff m	292,942.00	0.00
	<b>104,094,198.00</b>	175,021.64
	<b>104,990,185.00</b>	175,021.64
<b>B. Current assets</b>		
<b>I. Accounts receivable and other assets</b>		
1. A ff m ff m	3,989,606.33	3,759,307.53
2. O ff m ff	4,652,921.67	1,752,312.78
	<b>8,642,528.00</b>	5,511,620.31
<b>II. Cash in hand and cash at banks</b>	<b>40,208,655.58</b>	50,016.47
	<b>48,851,183.58</b>	5,561,636.78
<b>C. Deferred charges and prepaid expenses</b>	<b>1,150.00</b>	0.00
	<b>153,842,518.58</b>	5,736,658.42

Splendid Medien AG balance sheet as of 31 December 1999	Balance 31.12.1999	Balance 31.12.1998
LIABILITIES	DM	DM
<b>A. Shareholders' equity</b>		
<b>I. Subscribed capital</b>	17,406,887.00	102,400.00
<b>II. Capital surplus</b>	135,652,159.93	59,886.00
<b>III. Net profit/deficit</b>	-2,262,002.11	4,159,622.10
	<b>150,797,044.82</b>	4,321,908.10
<b>B. Provisions</b>		
1. T	1,337,018.00	1,337,018.00
2. O	726,700.00	2,500.00
	<b>2,063,718.00</b>	1,339,518.00
<b>C. Liabilities</b>		
1. T	375,882.15	25,232.32
2. A ff m	74,980.13	0.00
3. O ff	530,893.48	50,000.00
ff : DM 433,957.87 ( : DM 0.00)		
ff : DM 8,903.08 ( : DM 0.00)		
ff	<b>981,755.76</b>	75,232.32
	<b>153,842,518.58</b>	5,736,658.42

## Income statement

Splendid Medien AG income statement 01 Jan.–31 Dec. 1999		1999	abridged financial year 21 Oct.–31 Dec. 1998
		DM	DM
1. S		770,524.37	0.00
2. O	m	998,667.00	0.00
3. P			
) W		-640,102.69	0.00
) S	, : DM 0.00 ( f : DM 0.00)	-27,847.13	0.00
	ff	<b>-667,949.82</b>	0.00
4. D		-57,617.74	0.00
5. O		-514,133.96	-15,009.38
6. I	m f m m	5,398,579.89	7,294,314.89
7. O	f m m : DM 754,203.38 ( . : DM 0,00)	1,187,197.76	29.17
8. I	ff m ff m : DM 45,642.47 ( . : DM 0,00)	-45,642.47	0.00
9. R	f ff	<b>7,069,625.03</b>	7,279,334.68
10. E	f	-9,331,627.14	0.00
11. T	m	0.00	-3,119,712.58
12. N	m /	<b>-2,262,002.11</b>	4,159,622.10

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**Financial statements Splendid Medien AG**

## Cash flow statement

Splendid Medien AG cashflow statement as of 31 December 1999		1999	1998
		DM '000	DM '000
N	f /	-2,262	4,160
+/- D	/	58	0
<b>Cash Flow</b>		<b>-2,204</b>	4,160
+/- I	/ m m- m - m	724	1,339
-/+ P	f / f m ff	7	0
-/+ I	/	-3,132	-5,512
+/- I	/	907	25
<b>= Cash flow from operating activities</b>		<b>-3,698</b>	12
+ P	f ff	103	0
P m	f m f	-94,983	-12
<b>= Cash flow from investments</b>		<b>-94,880</b>	-12
+ P m	f m f	142,897	50
P m	( , m f , )	-4,160	0
<b>= Cash flow from financing</b>		<b>138,737</b>	50
+/- C	f m	40,159	50
+ C	f	50	0
<b>= Cash and cash equivalents at end of period</b>		<b>40,209</b>	50

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## Financial statements Splendid Medien AG

## Fixed assets

Fixed assets Splendid Medien AG	At cost			
	Balance 1.1.99 DM	Additions DM	Disposals DM	Balance 31.12.99 DM
<b>I. Intangible assets</b>				
F , mm m	0.00	2,653.00	0.00	2,653.00
<b>II. Tangible assets</b>				
B -	0.00	815,583.00	0.00	815,583.00
O m , ff m	0.00	245,904.74	113,084.00	132,820.74
<b>Total tangible assets</b>	<b>0.00</b>	<b>1,061,487.74</b>	<b>113,084.00</b>	<b>948,403.74</b>
<b>III. Financial assets</b>				
S ff m	175,021.64	10,084,176.36	0.00	10,259,198.00
L f m ff m	0.00	86,365,000.000	0.00	86,365,000.00
I m	0.00	7,177,058.00	0.00	7,177,058.00
A m f f	0.00	292,942.00	0.00	292,942.00
<b>Total financial assets</b>	<b>175,021.64</b>	<b>103,919,176.36</b>	<b>0.00</b>	<b>104,094,198.00</b>
<b>Total fixed assets</b>	<b>175,021.64</b>	<b>104,983,317.10</b>	<b>113,084.00</b>	<b>105,045,254.74</b>

	Depreciation				Residual book values	
	Balance 1.1.1999 DM	Additions DM	Dsposals DM	Balance 31.12.1999 DM	Balance 31.12.1999 DM	Balance 31.12.1998 DM
	0.00	483.00	0.00	483.00	2,170.00	0.00
	0.00	39,709.00	0.00	39,709.00	775,874.00	0.00
	0.00	17,425.74	2,548.00	14,877.74	117,943.00	0.00
	<b>0.00</b>	<b>57,134.74</b>	<b>2,548.00</b>	<b>54,586.74</b>	<b>893,817.00</b>	<b>0.00</b>
	0.00	0.00	0.00	0.00	10,259,198.00	175,021.64
	0.00	0.00	0.00	0.00	86,365,000.00	0.00
	0.00	0.00	0.00	0.00	7,177,058.00	0.00
	0.00	0.00	0.00	0.00	292,942.00	0.00
	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>104,094,198.00</b>	<b>175,021.64</b>
	<b>0.00</b>	<b>57,617.74</b>	<b>2,548.00</b>	<b>55,069.74</b>	<b>104,990,185.00</b>	<b>175,021.64</b>

Financial statements Splendid Medien AG

Annex

I. General

S M H Gm H f m A  
 ( m ) f P M  
 1999 f f m f .190 .Um G; f 29J f  
 f m f f m C mm R 30J 1999.T m  
 M F f S M AG. I N  
 f 24 S m 1999.

II. Accounting and valuation methods

T m K f ( m m ) f  
 .267 3 HGB.

T m f f f m 01J 31 D m  
 1999 (C mm C ) A (G m S f C H  
 A ). T , f f .T m m  
 .275 2 HGB f m m .

T , m  
 f m f .T m m .

III. Notes to the balance sheet

Fixed assets

T m m m  
 D m 1999 f ( ). f 31

### Intangible assets and tangible assets

31.12.1999	31.12.1998
€ 1,285,111	€ 1,285,111
( )	( )
DM 800.00	DM 800.00
R 44	R 44
2 ES R. M	2 ES R. M

### Financial assets

T m f .285 m 11 HGB): f (

Financial assets				
	Registered office	Holding	Shareholders' equity 31.12.1999 DM	Net profit/net loss 31.12.1999 DM
<b>Affiliated companies</b>				
S F m Gm H	C	100%	3,425,793.19	3,355,444.73
ASCOT M Gm H	E	100%	499,321.41	371,373.80
S S G f f S P m H	C	100%	101,083.00	52,187.25
<b>Investments</b>				
I E m G , l .	L A	49%	3,138,404.22	-3,506,886.21

T f m m ( .

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## Financial statements Splendid Medien AG

1999, 100%	74,8571%	S	F m Gm H
100%	-	S	m
100%		G	
49%		m f f	
		f	
		m G ,l .,L A	(IEG)
		m f 18J 1999.T	
		f	2%
IEG.T		S f M AG f	
01.03.2000	31.12.2000		
(	f		f (IEG).T
f f	m . f		m
T		f f IEG	
f	31.12.1999	f f US D	f
L			
S	f f m Gm H.	f	

### Current assets

A					-
		m	. N		-
m f		f	f	f	
O		f DM 2,616			f
		f m	,		
		f	f		
T		m	m f m		

## Shareholders' equity

### Share capital

T m m € 8,900,000.00 f 31.12.1999.  
 l m E U .T f  
 € 1 = DM 1.95583 fC f € 1.00.  
 8,900,000 f  
 P DM 102,400.00 f 21.06.1999, m m  
 E , f € 60,000.00  
 . W  
 C mm f R 30 J 1999, f S M AG  
 m € 60,000.00.  
 T A G M f S M AG 18 A 1999,  
 f S M AG  
 € 6,451,108.00 m € 60,000.00 € 6,511,108.00 f S M AG  
 - f ( S F m Gm H)  
 f 6,451,108 € 1.00  
 f m m 01 J 1999 fT  
 f m € 6,451,108.00 m € 60,000.00 € 6,511,108.00  
 - C mm R -  
 f C L C 27 A 1999.  
 A A G M m 03 S m 1999,  
 f S M f AG € 2,388,892.00 f m  
 € 6,511,108.00 f € 8,900,000.00 f  
 f 2,388,892 € 1.00 f  
 f m f m 01 J 1999 . T f m m f  
 f 22 S m 1999. f

### Approved capital increase

P f 03 S m 1999, M B  
 , f S B ,  
 m f  
 S m 2004 -  
 f € 3,410,000.00 ( ),  
 f

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Financial statements Splendid Medien AG

€ 890,000.00 ( III) II) € 150,000.00  
 f f f  
 f € 1.00. f f  
 T M B , f  
 S B , .H , f  
 f m , m f  
 f m 10% f  
 f II). m f

**Capital surplus**

T m m m DM 96 DM 135.496  
 ( f m IPO) f m  
 18.08.1999 03.09.1999 f m

**Provisions**

T f 1998.  
 M m IPO, -  
 m , M B S B f m ,  
 f ff m .  
 P f , f  
 f m . f

**Liabilities**

L m .T m  
 N m f . N .  
 f m f

**IV. Notes to the income statement**

**Sales**

S DM 722 m  
 f m f DM 48 f m f ff

**Other operating income**

T m ff m m f

**Personnel expenses**

R m M B m DM 479,110.06 1999  
 ( : DM 0.00).

**Depreciation on intangible and tangible assets**

T m .P f  
 f ( f ) m f  
 m f f

**Other operating expenses**

O m m PR f .A m ,m  
 m , S B .  
 f DM 45,636.70

**Income from investments**

I m m m m F m Gm f H, ASCOT M Gm H f S  
 f S G f f S P m H.

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## Financial statements Splendid Medien AG

### Exceptional costs

E m f IPO 1999

### Taxes on income

T , f m m f 1999. m f

## V. Other information

### 1. Executive bodies

#### Managing Board

M. A R K , C , m m M B f ( m 21.06.1999, M D f ) , C m

M. D m S m , N , m m M B f ( m 21.06.1999) f

M. G m K , P f P , USA, M m M B - ( m 01.08.1999); C f E O ff f I f E m G , I . , USA

T m m f M B A R. K D m S m m .

T m m M B m DM 479 f 1999 ( f : DM 0 ).

### Supervisory Board

D. R. D., C ( m 21.06.1999),  
C m ; S B f m : S AG, C

M. G. H., P m  
( m 07.08.1999), D C m

M. J. m. W. W., m, MSG M S Gm H, M  
( m 07.08.1999)

D. P. S m, D B, C  
( m 21.06.1999 06.08.1999)

D. H. S, GAEDERT, C  
( m 21.06.1999 06.08.1999)

Em m f DM 46 S B  
f

### 2. Liability/other financial obligations

N f . 251, 268 7 HGB . T m  
f m DM 1,130 f m

### 3. Employees

A m m m M B, m m 2  
m f f 1999.

C, 12 A 2000

S M AG  
T M B



T m m m DM 5,399  
 ASCO f M f Gm H f S G m f S F m Gm H,  
 P m H. m H. f f S -

**2. Investments**

**Investments in tangible assets**

I m m DM 1,061  
 f , m m S F m Gm H -  
 f S G (€ M AG f f  
 m ). f f f

**Financial investments**

DM 10,030  
 S F m Gm H f 100% ( m f m f 74.9%) f  
 I J 1999, m 4,900 ( 49%  
 f ) f I E m G , I , L A (IEG) f  
 m f .T f f IEG m  
 f 200 f IEG f M AG ;  
 f 01 M f 31 D m 2000. T -  
 f m DM 7,470 ;  
 f f .  
 I M 1999, m S S G DM 54  
 f S . I J 1999, P D P f P f  
 S m S F m Gm H P ff f m S  
 S G f f S P ff f m H.

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## Financial statements Splendid Medien AG

I 1999, IPO S F m  
 Gm H - f DM 110,000  
 , f f f m f f  
 f f m f S f f m Gm H. T  
 f m .T f  
 f DM 86,365 . f

### Important events in the financial year

T m 1999 S  
 G ff m f f  
 f IPO, f f f f G .





F f ,S M AG f S G .  
f m f f , SAP R/3, IT m m  
, f m .T m m f m f  
f m  
ff 2000. f

C , 12 A 2000

T M B



I , m f f G f  
f f .T f m m f  
f f m f f G , f  
ff

C ,13 A 2000

BFJM BACHEM FERVERS JANSSEN MEHRHOFF Gm H

W f f f

(D .C J ) (D .K m. F M )  
A f

## Notes

## Company history

**1974** A E. K f m S F m  
 G m f f - . H 20 f f  
 Am m m U A .

**1979** T f m S F m K Gm H.  
**1980** A R. K m m f m

**1986** S M Gm H F m TV V P  
 PACIFIC V Gm H ( - m ASCOT M Gm H 1994).

**1987** S V Gm H f .  
**1990** S f .

**1991** S M Gm H m f S F m K Gm H.  
**1996** M S V Gm H S F m K Gm H.  
**1997** T m m m A f  
 S f 9,000 m

**1998** A DVD -  
 P G f B - T f m H & C . B  
 KG W M G m f f Gm H.  
 DENUS S U m Gm H (

**1999** S - m S M H Gm H, S M AG).  
 S N M S m f ( m )  
 S 49 US m I  
 E m G , l ., L A (IEG), f f  
 S /IEG - m f m m H f m -  
 Am m f .

## Impressum

### Concept & Editing

m H, K mm  
ff

Gm H, D

f

### Concept & Layout

PROEFFEKT W

Gm H, C

# IR dates

5/4/2000	P	- f	C	m	-J
18/4/2000	A		f		
19/4/2000	A		f		
May 2000	Q		I/2000		
31/5/2000	A	G	M		
August 2000	Q		II/2000		
November 2000	Q		III/2000		

[www.splendid-medien.de](http://www.splendid-medien.de)

S M AG

A S 3  
D 50933 C , G m

P +49 (0)2 21-95 42 32-32

F +49 (0)2 21-95 42 32-8

-m : f @ -m .