

Half year statement

For the period ended June 30, 2009



Highlights

Further improved results in the first half of 2009 compared to the first half of 2008:

- Revenue increased 2.6% in the first half of 2009 to € 630 million
- Strong growth of revenue generating units (RGUs) by 7.8% to 6.9 million:
 - Strong growth in bundles from 120k to 476k
 - Market leader in Digital Television (DTV)
 - Increased market share in DTV and telephony, stable market share in Internet
- Adjusted recurring EBITDA rose slightly by 1.0%
- Customer satisfaction increasing
- Substantial investments in and strong performance of our network
- Introduction of new services: successful launch of High Speed Internet and Video on Demand

Key Figures

Amount in million EUR	first half 2009	first half 2008	Change
Revenue	630.0	614.3	2.6%
Adjusted recurring EBITDA	343.0	339.5	1.0%
Subscribed services*	6,900	6,417	7.8%

* Total Revenue Generating Units in thousands

Bernard Dijkhuizen, CEO

"I am pleased to report that we have made substantial progress in improving our customer satisfaction; the increase in subscribed services demonstrates our customers' confidence in the services Ziggo provides. The business continues to improve its operational performance following the difficulties we faced during the integration of the three companies last year. During the first six months of this year we have focussed primarily on improving the customer experience, and as a consequence we have delayed the process of achieving the remaining merger benefits in Ziggo. At the same time, we have controlled the growth in our subscriber base in order to ensure that we meet our customers' high expectations of Ziggo's services. Ziggo is well underway in meeting this challenge, and I believe the company is well-placed to capitalise on the exciting opportunities for future growth from both new services and increased efficiency".

Results

Increased subscriptions resulted in a € 15.7 million (2.6%) increase in revenue to the total of € 630 million. Recurring profit before interest, tax, depreciation and amortization (EBITDA) slightly increased by € 3.5 million (1.0%) in the first half of 2009 to € 343 million (from € 339.5 million in the first half of 2008). Operating expenses increased by €12.2 million to €287.0 million, compared to the first half year of 2008 as a result of a higher number of subscribers and the additional investments made in the contact centers and customer facing operations to improve service levels.

Business update

Integration

The integration of the original three companies was more complex than originally anticipated and led to temporary operational inefficiencies. We are currently improving our business processes in order to lower our cost levels and capture the full benefits of the integration. We continue to view our post merger integration and synergy targets as achievable.

Customer service improved significantly

Customer service improved significantly after a sharp decline in the second half of 2008. This strong focus on improving customer satisfaction led to a temporary increase of costs in our contact centres. Our goal remains to create a strong brand and a unified service platform that our customers associate with excellent service and good value for money.

Innovation: new products and services

We have introduced several new products and services to meet our customers' demands. In April we introduced Video On Demand (VOD) and signed agreements with Sony and Warner Brothers amongst others, to enhance our VOD offering. Recently, with the implementation of EuroDOCSIS 3.0, we increased internet speeds and we will increase internet speeds even further in autumn. These innovations will provide our company with a solid base for further growth.

Substantial investments in our network

In the first half of 2009, we continued to invest substantially in our network to improve the quality of our services for television, telephony and internet. This enabled us to successfully launch high speed internet (EuroDOCSIS 3.0) and interactive digital television.

Subscribers (x 1,000)	First half 2009	First half 2008
Homes Passed	4,038	3,999
Standard Television	3,215	3,263
Digital Television	1,382	995
Internet	1,400	1,388
Telephony	903	770
Bundles	476	120
Total Revenue Generating Units	6,900	6,417
Personnel (FTE's) end of period	2,635	2,620

* Includes external personnel and temporary personnel related to integration.

The total number of subscribed services purchased by our customers increased to 6.9 million. This is a 7.8% growth compared to the first half of 2008.

Standard television: with 3,215,000 subscribers, the number of subscribers decreased by 48,000, which was in line with our expectation.

Digital television: in the first half of 2009, the market for digital television grew rapidly. This resulted in an increase of 387,000 customers to a total base of 1,382,000.

Broadband internet: the number of subscribers grew 1% to 1,400,000. The market is competitive, especially at the lower end, and is relatively mature.

Telephony: telephony subscriptions reached 903,000. This is 17.3% growth compared to the first half of 2008.

Bundles: the number of bundles grew by 356,000 to 476,000 in the first half of 2009.

Auditors Statement

Although the identified adjustments have been discussed with the auditors, the numbers in this report are unaudited and may be subject to revision when the audited financial statements for the year 2009 are published.

Forward looking statements

This half year statement contains certain forward-looking statements with respect to the financial condition, results, operations and businesses of Ziggo (Zesko Holding BV). These statements and forecasts involve risk and uncertainty because they relate to events and depend upon circumstances that will occur in the future. There are a number of factors that could cause actual results or developments to differ materially from those expressed or implied by these forward-looking statements and forecasts. Nothing in this report and accounts should be construed as a profit forecast.

About Ziggo

Ziggo is a national Dutch provider of entertainment, information and communication through television, broadband internet and telephony services. The company serves around 3.2 million households, with 1.4 million broadband internet customers, more than 1.4 million customers for digital television and over 0.9 million telephony subscribers. Business to business customers use services such as data communication, telephony, television and internet. The company owns a next-generation network capable of providing the bandwidth for all future services currently foreseen. The share capital of the company is held by two private equity firms, Cinven and Warburg Pincus.