



Netgem Announces First Quarter 2010 Revenue *Dividend To Be Increased*

April 16 2010, Paris, France. Netgem (<http://www.netgem.com>), a leading provider of IPTV technology and services worldwide, today announced its Q1 2010 revenues.

Revenue and activity

- Netgem generated consolidated revenues of € 46.9 million for the quarter ending 31 March 2010, up 39% on a like-for-like basis (excluding the contribution of the Content and Services arm, which was deconsolidated in January 2010).
- Over the first quarter 2010, sales generated with SFR include revenue from the software licence signed and include relatively stable volumes for terminal deliveries compared to the first quarter of 2009.
- Sales outside of SFR increased seven-fold and include the first deliveries to the new operator clients announced by the Group in recent months.

<i>Figures in € millions – IFRS norms</i>	Quarter		
	1Q 2010	1Q 2009	Change 10/09
Like-for-like sales	46.9	33.8	+13.1 +39%
Changes to perimeter (1)	-	4.0	-4.0 -100%
Total sales	46.9	37.8	+9.1 +24%
<i>Analysis of like-for-like sales by region</i>			
France	43.3	33.4	+9.9 +30%
International	3.6	0.4	+3.2 +749%

(1) Contribution of Content and Services (VideoFutur), now deconsolidated

Comments on Group strategy

In light of the level of profitability expected for 2010, the favourable momentum on the worldwide IPTV market and the confirmation of the Group's first successes abroad, Netgem's management has decided to accelerate international growth by implementing an ambitious investment plan that will shore up the technical, marketing and sales teams and enhance the product offer.

Financial health and results

Favourable trends in the first quarter enabled the Group to reinforce its financial situation, which, despite the recapitalisation of VideoFutur and the payout of exceptional dividends in January 2010, is characterized by a high level of cash.

Operations and key events

The first quarter of 2010 saw the deconsolidation of the Content and Services arm, now integrated in VideoFutur, following the payout in January 2010 to Netgem shareholders of an exceptional dividend in cash and VideoFutur shares.

Dividend policy

Based on the company's results in 2009 and its solid financial health, the Board is proposing to raise the dividend per share to € 0.11, an increase of 10% compared to the payout on 2008 earnings.

- Ends -

About Netgem

Netgem technology is employed in over 2.5 million homes globally and the company is among the Top 10 most deployed IPTV solutions worldwide. Netgem's customers include leading telecom operators such as SFR in France, Telstra of Australia, Monaco Telecom, Elisa in Finland, Algeria Telecom, Melita Telecom and FetchTV in the UK. Netgem is listed on Compartment C of Euronext Paris Eurolist (ISIN code: FR0004154060, Reuters code: ETGM.PA, Bloomberg code: NTG FP 7537). www.netgem.com

Upcoming meetings

General shareholder meeting: 2 June 2010
Second-quarter 2010 sales: week of 5 July 2010

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