

**SIEMENS**

**SEGMENT INFORMATION (continuing operations - preliminary and unaudited)**  
**As of and for the three months ended June 30, 2008 and 2007 and as of September 30, 2007**  
**(in millions of €)**

	<u>New orders</u>		<u>External revenue</u>		<u>Intersegment revenue</u>		<u>Total revenue</u>		<u>Profit</u> <sup>(1)</sup>		<u>Assets</u> <sup>(2)</sup>		<u>Free cash flow</u> <sup>(3)</sup>		<u>Additions to intangible assets and property, plant and equipment</u>		<u>Amortization, depreciation and impairments</u> <sup>(4)</sup>		
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>6/30/08</u>	<u>9/30/07</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	
<b>Sectors</b>																			
Industry.....	11,508	9,149	9,117	8,503	306	248	9,423	8,751	1,143	822	12,216	11,836	895	724	255	239	251	228	
Energy.....	8,077	6,556	5,714	4,784	115	96	5,829	4,880	615	442	2,707	3,367	508	665	120	75	83	87	
Healthcare.....	2,801	2,517	2,667	2,424	10	7	2,677	2,431	326	307	12,620	8,234	311	372	112	109	160	113	
<b>Total Sectors.....</b>	<b>22,386</b>	<b>18,222</b>	<b>17,498</b>	<b>15,711</b>	<b>431</b>	<b>351</b>	<b>17,929</b>	<b>16,062</b>	<b>2,084</b>	<b>1,571</b>	<b>27,543</b>	<b>23,437</b>	<b>1,714</b>	<b>1,761</b>	<b>487</b>	<b>423</b>	<b>494</b>	<b>428</b>	
Strategic Equity Investments (SEI).....	—	—	—	—	—	—	—	—	1	(301)	5,369	4,891	95	76	—	—	—	—	
<b>Cross-Sector Businesses</b>																			
Siemens IT Solutions and Services.....	1,209	1,094	899	904	356	353	1,255	1,257	64	66	452	253	37	(64)	54	48	51	65	
Siemens Financial Services (SFS).....	195	168	177	154	20	14	197	168	59	57	9,775	8,912	(108)	(25)	166	117	69	66	
<b>Reconciliation to consolidated financial statements</b>																			
Other Operations.....	606	667	482	585	98	93	580	678	(20)	(56)	(904)	(704)	64	(122)	21	42	24	27	
Siemens Real Estate (SRE).....	415	416	95	119	320	297	415	416	103	69	3,331	3,091	3	(20)	54	45	37	37	
Corporate items and pensions.....	31	18	31	44	2	3	33	47	(245)	(367)	(2,276)	(2,564)	(290)	(626)	13	20	29	10	
Eliminations, Corporate Treasury and other reconciling items.....	(1,165)	(1,091)	—	—	(1,227)	(1,111)	(1,227)	(1,111)	2	(97)	49,540	54,239	32	963	(15)	(18)	(19)	(15)	
<b>Siemens.....</b>	<b>23,677</b>	<b>19,494</b>	<b>19,182</b>	<b>17,517</b>	<b>—</b>	<b>—</b>	<b>19,182</b>	<b>17,517</b>	<b>2,048</b>	<b>942</b>	<b>92,830</b>	<b>91,555</b>	<b>1,547</b>	<b>1,943</b>	<b>780</b>	<b>677</b>	<b>685</b>	<b>618</b>	

(1) *Profit* of the **Sectors** as well as of **SEI, Siemens IT Solutions and Services** and **Other Operations** is earnings before financing interest, certain pension costs and income taxes, whereas certain other items not considered performance indicative by Management may be excluded. *Profit* of **SFS** and **SRE** is Income before income taxes.

(2) *Assets* of the **Sectors** as well as of **SEI, Siemens IT Solutions and Services** and **Other Operations** is defined as Total assets less income tax assets, less non-interest bearing liabilities/provisions other than tax liabilities. *Assets* of **SFS** and **SRE** is Total assets.

(3) *Free cash flow* represents net cash provided by (used in) operating activities less additions to intangible assets and property, plant and equipment. *Free cash flow* of the **Sectors, SEI, Siemens IT Solutions and Services** and **Other Operations** primarily exclude income tax, financing interest and certain pension related payments and proceeds. *Free cash flow* of **SFS**, a financial services business, and of **SRE** includes related financing interest payments and proceeds; income tax payments and proceeds of **SFS** and **SRE** are excluded.

(4) *Amortization, depreciation and impairments* contains amortization and impairments of intangible assets other than goodwill and depreciation and impairments of property, plant and equipment. **Siemens'** Goodwill impairment and impairment of non-current available-for-sale financial assets and investments accounted for under the equity method amount to €3 and €5 for the three months ended June 30, 2008 and 2007, respectively.

Due to rounding, numbers presented may not add up precisely to totals provided.

**SIEMENS**

**SEGMENT INFORMATION (continuing operations - preliminary and unaudited)**  
**As of and for the nine months ended June 30, 2008 and 2007 and as of September 30, 2007**  
(in millions of €)

	<u>New orders</u>		<u>External revenue</u>		<u>Intersegment revenue</u>		<u>Total revenue</u>		<u>Profit</u> <sup>(1)</sup>		<u>Assets</u> <sup>(2)</sup>		<u>Free cash flow</u> <sup>(3)</sup>		<u>Additions to intangible assets and property, plant and equipment</u>		<u>Amortization, depreciation and impairments</u> <sup>(4)</sup>		
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>6/30/08</u>	<u>9/30/07</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	
	Sectors																		
Industry.....	32,540	28,498	26,825	25,375	852	740	27,677	26,115	3,068	2,503	12,216	11,836	2,277	1,899	718	720	730	643	
Energy.....	26,182	22,477	15,565	14,060	263	278	15,828	14,337	968	1,224	2,707	3,367	1,595	1,491	296	249	240	246	
Healthcare.....	8,397	7,272	8,013	6,965	39	37	8,052	7,003	999	943	12,620	8,234	729	862	362	321	459	318	
<b>Total Sectors.....</b>	<b>67,119</b>	<b>58,247</b>	<b>50,403</b>	<b>46,400</b>	<b>1,154</b>	<b>1,055</b>	<b>51,557</b>	<b>47,455</b>	<b>5,035</b>	<b>4,670</b>	<b>27,543</b>	<b>23,437</b>	<b>4,601</b>	<b>4,252</b>	<b>1,376</b>	<b>1,290</b>	<b>1,429</b>	<b>1,207</b>	
Strategic Equity Investments (SEI).....	—	—	—	—	—	—	—	—	41	(150)	5,369	4,891	95	76	—	—	—	—	
Cross-Sector Businesses																			
Siemens IT Solutions and Services.....	3,879	3,561	2,785	2,947	1,076	975	3,861	3,922	99	172	452	253	(102)	(193)	101	165	162	207	
Siemens Financial Services (SFS).....	563	523	503	470	61	52	564	522	237	277	9,775	8,912	(28)	55	430	316	210	193	
Reconciliation to consolidated financial statements																			
Other Operations.....	1,958	2,243	1,624	1,946	294	275	1,918	2,221	(138)	(153)	(904)	(704)	(213)	(265)	70	110	73	85	
Siemens Real Estate (SRE).....	1,225	1,251	287	367	938	884	1,225	1,251	302	180	3,331	3,091	(5)	(12)	157	129	116	114	
Corporate items and pensions.....	85	88	74	117	9	8	83	125	(1,038)	(1,182)	(2,276)	(2,564)	(1,435)	(1,428)	31	56	84	31	
Eliminations, Corporate Treasury and other reconciling items.....	(3,539)	(3,325)	—	—	(3,532)	(3,249)	(3,532)	(3,249)	(184)	(254)	49,540	54,239	40	1,717	(35)	(39)	(50)	(46)	
<b>Siemens.....</b>	<b>71,290</b>	<b>62,588</b>	<b>55,676</b>	<b>52,247</b>	<b>—</b>	<b>—</b>	<b>55,676</b>	<b>52,247</b>	<b>4,354</b>	<b>3,560</b>	<b>92,830</b>	<b>91,555</b>	<b>2,953</b>	<b>4,202</b>	<b>2,130</b>	<b>2,027</b>	<b>2,024</b>	<b>1,791</b>	

- (1) *Profit* of the **Sectors** as well as of **SEI, Siemens IT Solutions and Services** and **Other Operations** is earnings before financing interest, certain pension costs and income taxes, whereas certain other items not considered performance indicative by Management may be excluded. *Profit* of **SFS** and **SRE** is Income before income taxes.
- (2) *Assets* of the **Sectors** as well as of **SEI, Siemens IT Solutions and Services** and **Other Operations** is defined as Total assets less income tax assets, less non-interest bearing liabilities/provisions other than tax liabilities. *Assets* of **SFS** and **SRE** is Total assets.
- (3) *Free cash flow* represents net cash provided by (used in) operating activities less additions to intangible assets and property, plant and equipment. *Free cash flow* of the **Sectors, SEI, Siemens IT Solutions and Services** and **Other Operations** primarily exclude income tax, financing interest and certain pension related payments and proceeds. *Free cash flow* of **SFS**, a financial services business, and of **SRE** includes related financing interest payments and proceeds; income tax payments and proceeds of **SFS** and **SRE** are excluded.
- (4) *Amortization, depreciation and impairments* contains amortization and impairments of intangible assets other than goodwill and depreciation and impairments of property, plant and equipment. **Siemens'** Goodwill impairment and impairment of non-current available-for-sale financial assets and investments accounted for under the equity method amount to €5 and €8 for the nine months ended June 30, 2008 and 2007, respectively.

Due to rounding, numbers presented may not add up precisely to totals provided.

**SIEMENS**

**CONSOLIDATED STATEMENTS OF INCOME (preliminary and unaudited)**

**For the three and nine months ended June 30, 2008 and 2007**

**(in millions of € per share amounts in €)**

	<u>Three months</u> <u>ended June 30,</u>		<u>Nine months</u> <u>ended June 30,</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Revenue.....	19,182	17,517	55,676	52,247
Cost of goods sold and services rendered.....	(13,306)	(12,291)	(39,579)	(37,293)
Gross profit.....	5,876	5,226	16,097	14,954
Research and development expenses.....	(916)	(898)	(2,681)	(2,437)
Marketing, selling and general administrative expenses.....	(3,195)	(3,069)	(9,493)	(8,667)
Other operating income.....	259	144	636	462
Other operating expense.....	(144)	(207)	(607)	(866)
Income (loss) from investments accounted for using the equity method, net.....	74	(222)	283	105
Financial income (expense), net.....	94	(32)	119	9
Income from continuing operations before income taxes.....	2,048	942	4,354	3,560
Income taxes.....	(573)	(334)	(1,236)	(1,045)
Income from continuing operations.....	1,475	608	3,118	2,515
Income (loss) from discontinued operations, net of income taxes.....	(56)	1,457	5,188	1,597
Net income.....	<u>1,419</u>	<u>2,065</u>	<u>8,306</u>	<u>4,112</u>
Attributable to:				
Minority interest.....	45	39	116	151
Shareholders of Siemens AG.....	1,374	2,026	8,190	3,961
Basic earnings per share				
Income from continuing operations.....	1.61	0.64	3.33	2.68
Income (loss) from discontinued operations.....	(0.06)	1.61	5.74	1.75
Net income.....	<u>1.55</u>	<u>2.25</u>	<u>9.07</u>	<u>4.43</u>
Diluted earnings per share				
Income from continuing operations.....	1.61	0.63	3.32	2.60
Income (loss) from discontinued operations.....	(0.07)	1.55	5.72	1.66
Net income.....	<u>1.54</u>	<u>2.18</u>	<u>9.04</u>	<u>4.26</u>

**CONSOLIDATED STATEMENTS OF INCOME AND EXPENSE RECOGNIZED IN EQUITY (preliminary and unaudited)**

**For the three and nine months ended June 30, 2008 and 2007**

**(in millions of €)**

	<u>Three months</u> <u>ended June 30,</u>		<u>Nine months</u> <u>ended June 30,</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Net income.....	1,419	2,065	8,306	4,112
Currency translation differences.....	33	47	(779)	(214)
Available-for-sale financial assets.....	(29)	(12)	(101)	(14)
Derivative financial instruments.....	(116)	(17)	68	36
Actuarial gains and losses on pension plans and similar commitments.....	(337)	1,144	(150)	1,769
Revaluation effect related to step acquisitions.....	—	—	—	3
Total income and expense recognized directly in equity, net of tax <sup>(1) (2)</sup> .....	(449)	1,162	(962)	1,580
<b>Total income and expense recognized in equity.....</b>	<u><b>970</b></u>	<u><b>3,227</b></u>	<u><b>7,344</b></u>	<u><b>5,692</b></u>
Attributable to:				
Minority interest.....	38	86	79	183
Shareholders of Siemens AG.....	932	3,141	7,265	5,509

(1) Includes income and expense resulting from investments accounted for using the equity method of €(110) and €(1) for the three months ended June 30, 2008 and 2007, respectively, and €17 and €(31) for the nine months ended June 30, 2008 and 2007, respectively.

(2) Includes minority interest relating to currency translation differences of €(7) and €(7) for the three months ended June 30, 2008 and 2007, respectively, and €(37) and €(32) for the nine months ended June 30, 2008 and 2007, respectively.

SIEMENS

**CONSOLIDATED STATEMENTS OF CASH FLOW (preliminary and unaudited)**

**For the nine months ended June 30, 2008 and 2007**

(in millions of €)

	<u>2008</u>	<u>2007</u>
Cash flows from operating activities		
Net income.....	8,306	4,112
Adjustments to reconcile net income to cash provided		
Amortization, depreciation and impairments.....	2,175	2,740
Income taxes.....	1,141	990
Interest (income) expense, net.....	(37)	114
(Gains) on sales and disposals of businesses, intangibles and property, plant and equipment, net.....	(5,964)	(2,007)
(Gains) on sales of investments, net <sup>(1)</sup> .....	(23)	(84)
(Gains) losses on sales and impairments of current available-for-sale financial assets, net.....	(13)	2
(Income) from investments <sup>(1)</sup> .....	(341)	(198)
Other non-cash (income) expenses.....	500	74
Change in current assets and liabilities		
(Increase) decrease in inventories.....	(2,396)	(1,487)
(Increase) decrease in trade and other receivables.....	(648)	(709)
(Increase) decrease in other current assets.....	(214)	(199)
Increase (decrease) in trade payables.....	(53)	61
Increase (decrease) in current provisions.....	294	(226)
Increase (decrease) in other current liabilities.....	2,509	2,103
Change in other assets and liabilities.....	(378)	(943)
Income taxes paid.....	(1,253)	(1,210)
Dividends received.....	230	266
Interest received.....	581	578
Net cash provided by (used in) operating activities - continuing and discontinued operations.....	4,416	3,977
<b>Net cash provided by (used in) operating activities - continuing operations.....</b>	<b>5,083</b>	<b>6,229</b>
Cash flows from investing activities		
Additions to intangible assets and property, plant and equipment.....	(2,278)	(2,499)
Acquisitions.....	(4,779)	(7,349)
Purchases of investments <sup>(1)</sup> .....	(131)	(162)
Purchases of current available-for-sale financial assets.....	(10)	(34)
(Increase) decrease in receivables from financing activities.....	(1,484)	(553)
Proceeds from sales of investments, intangibles and property, plant and equipment <sup>(1)</sup> .....	665	647
Proceeds from disposals of businesses.....	11,257	(262)
Proceeds from sales of current available-for-sale financial assets.....	48	35
Net cash provided by (used in) investing activities - continuing and discontinued operations.....	3,288	(10,177)
<b>Net cash provided by (used in) investing activities - continuing operations.....</b>	<b>(7,409)</b>	<b>(9,289)</b>
Cash flows from financing activities		
Proceeds from issuance of common stock.....	—	798
Purchase of common stock.....	(3,264)	(101)
Proceeds from re-issuance of treasury stock.....	244	66
Proceeds from issuance of long-term debt.....	4,988	—
Repayment of long-term debt (including current maturities of long-term debt).....	(643)	(3,381)
Change in short-term debt.....	(3,616)	6,759
Interest paid.....	(654)	(881)
Dividends paid.....	(1,462)	(1,292)
Dividends paid to minority shareholders.....	(93)	(119)
Net cash provided by (used in) financing activities - continuing and discontinued operations.....	(4,500)	1,849
<b>Net cash provided by (used in) financing activities - continuing operations.....</b>	<b>6,237</b>	<b>(2,139)</b>
Effect of exchange rates on cash and cash equivalents.....	(178)	3
Net increase (decrease) in cash and cash equivalents.....	3,026	(4,348)
Cash and cash equivalents at beginning of period.....	4,940	10,214
Cash and cash equivalents at end of period.....	7,966	5,866
Less: Cash and cash equivalents of assets classified as held for disposal and discontinued operations at end of period....	231	612
Cash and cash equivalents at end of period (Consolidated balance sheets).....	7,735	5,254

(1) Investments include equity instruments either classified as non-current available-for-sale financial assets or accounted for using the equity method.

**SIEMENS**

**CONSOLIDATED BALANCE SHEETS (preliminary and unaudited)**

**As of June 30, 2008 and September 30, 2007**

(in millions of €)

	<u>6/30/08</u>	<u>9/30/07</u>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents.....	7,735	4,005
Available-for-sale financial assets.....	149	193
Trade and other receivables.....	15,106	14,620
Other current financial assets.....	3,375	2,932
Inventories.....	14,921	12,930
Income tax receivables.....	514	398
Other current assets.....	1,426	1,322
Assets classified as held for disposal.....	2,159	11,532
Total current assets.....	<u>45,385</u>	<u>47,932</u>
Goodwill.....	14,990	12,501
Other intangible assets.....	5,172	4,619
Property, plant and equipment.....	10,556	10,555
Investments accounted for using the equity method.....	6,958	7,016
Other financial assets.....	6,655	5,561
Deferred tax assets.....	1,939	2,594
Other assets.....	1,175	777
Total assets.....	<u>92,830</u>	<u>91,555</u>
<b>LIABILITIES AND EQUITY</b>		
Current liabilities		
Short-term debt and current maturities of long-term debt.....	1,998	5,637
Trade payables.....	8,079	8,382
Other current financial liabilities.....	2,431	2,553
Current provisions.....	3,739	3,581
Income tax payables.....	1,927	2,141
Other current liabilities.....	18,984	17,058
Liabilities associated with assets classified as held for disposal.....	1,728	4,542
Total current liabilities.....	<u>38,886</u>	<u>43,894</u>
Long-term debt.....	13,288	9,860
Pension plans and similar commitments.....	2,666	2,780
Deferred tax liabilities.....	704	580
Provisions.....	2,316	2,103
Other financial liabilities.....	384	411
Other liabilities.....	2,167	2,300
Total liabilities.....	<u>60,411</u>	<u>61,928</u>
Equity		
Common stock, no par value <sup>(1)</sup> .....	2,743	2,743
Additional paid-in capital.....	6,055	6,080
Retained earnings.....	27,020	20,453
Other components of equity.....	(1,055)	(280)
Treasury shares, at cost <sup>(2)</sup> .....	(2,921)	—
Total equity attributable to shareholders of Siemens AG.....	<u>31,842</u>	<u>28,996</u>
Minority interest.....	577	631
Total equity.....	<u>32,419</u>	<u>29,627</u>
Total liabilities and equity.....	<u>92,830</u>	<u>91,555</u>

(1) Authorized: 1,137,913,421 and 1,137,913,421 shares, respectively.

Issued: 914,203,421 and 914,203,421 shares, respectively.

(2) 37,295,082 and 383 shares, respectively.