

SIEMENS

CONSOLIDATED STATEMENTS OF INCOME
For the fiscal years ended September 30, 2007 and 2006
(in millions of € per share amounts in €)

	<u>Siemens</u>		<u>Eliminations, reclassifications and Corporate Treasury</u>		<u>Operations</u>		<u>Financing and Real Estate</u>	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
	Revenue.....	72,448	66,487	(1,498)	(1,429)	71,553	65,576	2,393
Cost of goods sold and services rendered.....	(51,572)	(49,108)	1,498	1,429	(51,091)	(48,525)	(1,979)	(2,012)
Gross profit.....	20,876	17,379	—	—	20,462	17,051	414	328
Research and development expenses.....	(3,399)	(3,091)	—	—	(3,399)	(3,091)	—	—
Marketing, selling and general administrative expenses.....	(12,103)	(11,897)	(3)	(6)	(11,740)	(11,545)	(360)	(346)
Other operating income.....	680	629	(70)	(77)	447	456	303	250
Other operating expense.....	(1,053)	(260)	(13)	—	(1,013)	(216)	(27)	(44)
Income (loss) from investments accounted for using the equity method, net.....	108	404	—	—	39	351	69	53
Financial income (expense), net.....	(8)	254	239	65	(405)	9	158	180
Income (loss) from continuing operations before income taxes.....	5,101	3,418	153	(18)	4,391	3,015	557	421
Income taxes ⁽¹⁾	(1,192)	(776)	(36)	4	(1,026)	(684)	(130)	(96)
Income (loss) from continuing operations.....	3,909	2,642	117	(14)	3,365	2,331	427	325
Income (loss) from discontinued operations, net of income taxes.....	129	703	—	—	131	712	(2)	(9)
Net income (loss).....	<u>4,038</u>	<u>3,345</u>	<u>117</u>	<u>(14)</u>	<u>3,496</u>	<u>3,043</u>	<u>425</u>	<u>316</u>
Attributable to:								
Minority interest.....	232	210						
Shareholders of Siemens AG.....	3,806	3,135						
Basic earnings per share								
Income from continuing operations.....	4.13	2.78						
Income from discontinued operations.....	0.11	0.74						
Net income.....	<u>4.24</u>	<u>3.52</u>						
Diluted earnings per share								
Income from continuing operations.....	3.99	2.77						
Income from discontinued operations.....	0.11	0.74						
Net income.....	<u>4.10</u>	<u>3.51</u>						

CONSOLIDATED STATEMENTS OF INCOME AND EXPENSE RECOGNIZED IN EQUITY

For the fiscal years ended September 30, 2007 and 2006

(in millions of €)

	<u>Siemens</u>	
	<u>2007</u>	<u>2006</u>
Net income.....	4,038	3,345
Currency translation differences.....	(536)	(349)
Available-for-sale financial assets.....	30	(354)
Derivative financial instruments.....	100	58
Actuarial gains and losses on pension plans and similar commitments.....	1,237	245
Revaluation effect related to step acquisitions.....	3	4
Total income and expense recognized directly in equity, net of tax ^{(2) (3)}	834	(396)
Total income and expense recognized in equity.....	<u>4,872</u>	<u>2,949</u>
Attributable to:		
Minority interest.....	265	181
Shareholders of Siemens AG.....	4,607	2,768

(1) The income taxes of **Eliminations, reclassifications and Corporate Treasury, Operations, and Financing and Real Estate** are based on the consolidated effective corporate tax rate applied to income before income taxes.

(2) Includes €(26) and €(50) in 2007 and 2006, respectively, resulting from investments accounted for using the equity method.

(3) Includes minority interest of €30 and €(29) in 2007 and 2006, respectively, relating to currency translation differences and minority interest of €3 and €— in 2007 and 2006, respectively, relating to actuarial gains and losses on pension plans and similar commitments.

SIEMENS

CONSOLIDATED STATEMENTS OF INCOME (unaudited)
For the three months ended September 30, 2007 and 2006
(in millions of € per share amounts in €)

	<u>Siemens</u>		<u>Eliminations, reclassifications and Corporate Treasury</u>		<u>Operations</u>		<u>Financing and Real Estate</u>	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
Revenue.....	20,201	18,471	(409)	(412)	19,980	18,271	630	612
Cost of goods sold and services rendered.....	(14,279)	(13,971)	409	412	(14,138)	(13,844)	(550)	(539)
Gross profit.....	5,922	4,500	—	—	5,842	4,427	80	73
Research and development expenses.....	(963)	(842)	—	—	(963)	(842)	—	—
Marketing, selling and general administrative expenses.....	(3,436)	(3,367)	(1)	(2)	(3,340)	(3,272)	(95)	(93)
Other operating income.....	219	140	(24)	(12)	137	91	106	61
Other operating expense.....	(187)	(101)	(10)	(1)	(166)	(75)	(11)	(25)
Income (loss) from investments accounted for using the equity method, net.....	3	45	—	—	(12)	34	15	11
Financial income (expense), net.....	(17)	(67)	54	11	(76)	(184)	5	106
Income (loss) from continuing operations before income taxes.....	1,541	308	19	(4)	1,422	179	100	133
Income taxes ⁽¹⁾	(147)	(169)	3	1	(154)	(131)	4	(39)
Income (loss) from continuing operations.....	1,394	139	22	(3)	1,268	48	104	94
Income (loss) from discontinued operations, net of income taxes.....	(1,468)	9	—	—	(1,466)	18	(2)	(9)
Net income (loss).....	<u>(74)</u>	<u>148</u>	<u>22</u>	<u>(3)</u>	<u>(198)</u>	<u>66</u>	<u>102</u>	<u>85</u>
Attributable to:								
Minority interest.....	81	58						
Shareholders of Siemens AG.....	(155)	90						
Basic earnings (losses) per share								
Income from continuing operations.....	1.45	0.10						
Income (loss) from discontinued operations.....	(1.62)	0.00						
Net income (loss).....	<u>(0.17)</u>	<u>0.10</u>						
Diluted earnings (losses) per share								
Income from continuing operations.....	1.41	0.10						
Income (loss) from discontinued operations.....	(1.60)	0.00						
Net income (loss).....	<u>(0.19)</u>	<u>0.10</u>						

CONSOLIDATED STATEMENTS OF INCOME AND EXPENSE RECOGNIZED IN EQUITY (unaudited)
For the three months ended September 30, 2007 and 2006
(in millions of €)

	<u>Siemens</u>	
	<u>2007</u>	<u>2006</u>
Net income (loss).....	(74)	148
Currency translation differences.....	(322)	25
Available-for-sale financial assets.....	44	(107)
Derivative financial instruments.....	64	(2)
Actuarial gains and losses on pension plans and similar commitments.....	(532)	(770)
Revaluation effect related to step acquisitions.....	—	1
Total income and expense recognized directly in equity, net of tax ^{(2) (3)}	<u>(746)</u>	<u>(853)</u>
Total income and expense recognized in equity.....	<u>(820)</u>	<u>(705)</u>
Attributable to:		
Minority interest.....	82	58
Shareholders of Siemens AG.....	(902)	(763)

(1) The income taxes of **Eliminations, reclassifications and Corporate Treasury, Operations, and Financing and Real Estate** are based on the consolidated effective corporate tax rate applied to income before income taxes.

(2) Includes €5 and €16 in 2007 and 2006, respectively, resulting from investments accounted for using the equity method.

(3) Includes minority interest of €2 and €— in 2007 and 2006, respectively, relating to currency translation differences and minority interest of €3 and €— in 2007 and 2006, respectively, relating to actuarial gains and losses on pension plans and similar commitments.

SIEMENS

CONSOLIDATED BALANCE SHEETS
As of September 30, 2007 and 2006
(in millions of €)

ASSETS	Siemens		Eliminations, reclassifications and Corporate Treasury		Operations		Financing and Real Estate	
	9/30/07	9/30/06	9/30/07	9/30/06	9/30/07	9/30/06	9/30/07	9/30/06
Current assets								
Cash and cash equivalents.....	4,005	10,214	2,740	9,072	1,195	1,109	70	33
Available-for-sale financial assets.....	193	596	—	416	162	160	31	20
Trade and other receivables.....	14,620	15,148	—	—	12,589	10,885	2,031	4,263
Other current financial assets.....	2,932	2,370	366	145	1,427	1,314	1,139	911
Intragroup receivables.....	—	—	(10,401)	(15,736)	10,355	15,680	46	56
Inventories.....	12,930	12,790	(2)	(2)	12,850	12,735	82	57
Income tax receivables.....	398	458	1	2	352	445	45	11
Other current assets.....	1,322	1,274	—	48	1,183	1,122	139	104
Assets classified as held for disposal.....	11,532	7,164	(345)	(21)	11,843	7,180	34	5
Total current assets.....	<u>47,932</u>	<u>50,014</u>	<u>(7,641)</u>	<u>(6,076)</u>	<u>51,956</u>	<u>50,630</u>	<u>3,617</u>	<u>5,460</u>
Goodwill.....	12,501	9,689	—	—	12,375	9,557	126	132
Other intangible assets.....	4,619	3,385	—	—	4,605	3,368	14	17
Property, plant and equipment.....	10,555	12,072	—	—	6,896	8,310	3,659	3,762
Investments accounted for using the equity method.....	7,016	2,956	—	—	6,791	2,738	225	218
Other financial assets.....	5,561	5,042	454	215	1,353	1,232	3,754	3,595
Intragroup receivables.....	—	—	(479)	(348)	479	348	—	—
Deferred tax assets.....	2,594	3,657	17	222	2,488	3,329	89	106
Other assets.....	777	713	1	194	715	507	61	12
Total assets.....	<u>91,555</u>	<u>87,528</u>	<u>(7,648)</u>	<u>(5,793)</u>	<u>87,658</u>	<u>80,019</u>	<u>11,545</u>	<u>13,302</u>
	LIABILITIES AND EQUITY							
Current liabilities								
Short-term debt and current maturities of long-term debt.....	5,637	2,175	5,095	1,433	362	530	180	212
Trade payables.....	8,382	8,443	13	28	7,951	8,140	418	275
Other current financial liabilities.....	2,553	1,929	754	606	1,712	1,242	87	81
Intragroup liabilities.....	—	—	(15,170)	(16,406)	10,551	9,886	4,619	6,520
Current provisions.....	3,581	3,859	—	—	3,521	3,770	60	89
Income tax payables.....	2,141	1,582	19	2	2,069	1,563	53	17
Other current liabilities.....	17,058	15,591	166	129	16,663	15,215	229	247
Liabilities associated with assets classified as held for disposal.....	4,542	5,385	(4,211)	(16)	8,753	5,401	—	—
Total current liabilities.....	<u>43,894</u>	<u>38,964</u>	<u>(13,334)</u>	<u>(14,224)</u>	<u>51,582</u>	<u>45,747</u>	<u>5,646</u>	<u>7,441</u>
Long-term debt.....	9,860	13,122	8,901	11,946	548	744	411	432
Pension plans and similar commitments.....	2,780	5,083	—	—	2,779	5,081	1	2
Deferred tax liabilities.....	580	184	(379)	(397)	561	177	398	404
Provisions.....	2,103	1,858	—	—	1,983	1,761	120	97
Other financial liabilities.....	411	248	120	19	246	177	45	52
Other liabilities.....	2,300	2,174	9	41	2,214	2,054	77	79
Intragroup liabilities.....	—	—	(2,965)	(3,178)	79	434	2,886	2,744
Total liabilities.....	<u>61,928</u>	<u>61,633</u>	<u>(7,648)</u>	<u>(5,793)</u>	<u>59,992</u>	<u>56,175</u>	<u>9,584</u>	<u>11,251</u>
Equity								
Common stock, no par value ⁽¹⁾	2,743	2,673	—	—	—	—	—	—
Additional paid-in capital.....	6,080	5,662	—	—	—	—	—	—
Retained earnings.....	20,453	16,702	—	—	—	—	—	—
Other components of equity.....	(280)	156	—	—	—	—	—	—
Treasury shares, at cost ⁽²⁾	—	—	—	—	—	—	—	—
Total equity attributable to shareholders of Siemens AG.....	<u>28,996</u>	<u>25,193</u>	—	—	—	—	—	—
Minority interest.....	631	702	—	—	—	—	—	—
Total equity.....	<u>29,627</u>	<u>25,895</u>	—	—	<u>27,666</u>	<u>23,844</u>	<u>1,961</u>	<u>2,051</u>
Total liabilities and equity.....	<u>91,555</u>	<u>87,528</u>	<u>(7,648)</u>	<u>(5,793)</u>	<u>87,658</u>	<u>80,019</u>	<u>11,545</u>	<u>13,302</u>

(1) Authorized: 1,137,913,421 and 1,116,087,241 shares, respectively.

Issued: 914,203,421 and 891,087,241 shares, respectively.

(2) 383 and 415 shares, respectively.

SIEMENS

CONSOLIDATED STATEMENTS OF CASH FLOW
For the fiscal years ended September 30, 2007 and 2006
(in millions of €)

	Siemens		Eliminations, reclassifications and Corporate Treasury		Operations		Financing and Real Estate	
	2007	2006	2007	2006	2007	2006	2007	2006
	Cash flows from operating activities							
Net income (loss).....	4,038	3,345	117	(14)	3,496	3,043	425	316
Adjustments to reconcile net income to cash provided								
Amortization, depreciation and impairments.....	3,751	3,118	—	—	3,288	2,676	463	442
Income taxes.....	2,193	775	36	(3)	2,028	688	129	90
Interest (income) expense, net.....	193	(142)	(293)	(409)	593	404	(107)	(137)
(Gains) losses on sales and disposals of businesses, intangibles and property, plant and equipment, net.....	(2,051)	(113)	11	—	(1,867)	19	(195)	(132)
(Gains) on sales of investments, net ⁽¹⁾	(95)	(104)	—	—	(61)	(91)	(34)	(13)
(Gains) losses on sales and impairments of current available-for-sale financial assets, net.....	32	(466)	30	—	2	(466)	—	—
(Income) from investments ⁽¹⁾	(223)	(569)	—	—	(105)	(463)	(118)	(106)
Other non-cash (income) expenses.....	106	372	14	276	103	110	(11)	(14)
Change in current assets and liabilities								
(Increase) decrease in inventories.....	(986)	(2,313)	—	(2)	(960)	(2,321)	(26)	10
(Increase) decrease in trade and other receivables.....	(1,183)	(1,027)	2,343	40	(3,503)	(1,115)	(23)	48
(Increase) decrease in other current assets.....	(486)	572	(161)	306	(397)	79	72	187
Increase (decrease) in trade payables.....	1,158	279	(32)	15	1,060	204	130	60
Increase (decrease) in current provisions.....	(258)	(34)	—	(2)	(233)	(60)	(25)	28
Increase (decrease) in other current liabilities.....	2,858	2,053	224	321	2,578	1,734	56	(2)
Change in other assets and liabilities.....	(883)	41	(119)	(53)	(753)	119	(11)	(25)
Income taxes paid.....	(1,930)	(1,191)	(39)	(94)	(1,749)	(957)	(142)	(140)
Dividends received.....	337	378	—	—	247	299	90	79
Interest received.....	757	685	199	180	146	159	412	346
Net cash provided by operating activities - continuing and discontinued operations.....	7,328	5,659	2,330	561	3,913	4,061	1,085	1,037
Net cash provided by operating activities - continuing operations.....	9,822	5,003	2,330	561	6,407	3,405	1,085	1,037
Cash flows from investing activities								
Additions to intangible assets and property, plant and equipment.....	(3,751)	(4,052)	—	—	(2,997)	(3,284)	(754)	(768)
Acquisitions, net of cash acquired.....	(7,370)	(2,055)	—	—	(7,370)	(2,052)	—	(3)
Purchases of investments ⁽¹⁾	(261)	(389)	—	—	(253)	(369)	(8)	(20)
Purchases of current available-for-sale financial assets.....	(148)	(1,489)	—	(1,409)	(129)	(72)	(19)	(8)
(Increase) decrease in receivables from financing activities.....	(907)	(469)	(2,367)	(70)	—	—	1,460	(399)
Proceeds from sales of investments, intangibles and property, plant and equipment ⁽¹⁾	1,041	914	—	—	532	549	509	365
Proceeds from disposals of businesses.....	(380)	(260)	—	—	(380)	(260)	—	—
Proceeds from sales of current available-for-sale financial assets.....	419	3,104	365	986	46	2,112	8	6
Net cash provided by (used in) investing activities - continuing and discontinued operations.....	(11,357)	(4,696)	(2,002)	(493)	(10,551)	(3,376)	1,196	(827)
Net cash provided by (used in) investing activities - continuing operations.....	(10,068)	(4,315)	(2,002)	(493)	(9,262)	(2,995)	1,196	(827)
Cash flows from financing activities								
Proceeds from issuance of common stock.....	903	—	—	—	903	—	—	—
Purchase of common stock.....	(101)	(421)	—	—	(101)	(421)	—	—
Proceeds from re-issuance of treasury stock.....	66	313	—	—	66	313	—	—
Proceeds from issuance of long-term debt.....	766	6,701	766	6,701	—	—	—	—
Repayment of long-term debt (including current maturities of long-term debt).....	(4,595)	(1,710)	(4,486)	(1,600)	(82)	(49)	(27)	(61)
Change in short-term debt.....	4,386	(1,762)	4,516	(1,244)	(80)	(419)	(50)	(99)
Interest paid.....	(1,169)	(596)	(969)	(388)	(131)	(141)	(69)	(67)
Dividends paid.....	(1,292)	(1,201)	—	—	(1,292)	(1,201)	—	—
Dividends paid to minority shareholders.....	(151)	(118)	—	—	(151)	(118)	—	—
Intragroup financing.....	—	—	(6,444)	(1,046)	8,541	1,042	(2,097)	4
Net cash provided by (used in) financing activities - continuing and discontinued operations.....	(1,187)	1,206	(6,617)	2,423	7,673	(994)	(2,243)	(223)
Net cash provided by (used in) financing activities - continuing operations.....	(5,792)	1,540	(6,617)	2,423	3,068	(660)	(2,243)	(223)
Effect of exchange rates on cash and cash equivalents.....	(58)	(76)	(43)	(22)	(14)	(53)	(1)	(1)
Net increase (decrease) in cash and cash equivalents.....	(5,274)	2,093	(6,332)	2,469	1,021	(362)	37	(14)
Cash and cash equivalents at beginning of period.....	10,214	8,121	9,072	6,603	1,109	1,471	33	47
Cash and cash equivalents at end of period.....	4,940	10,214	2,740	9,072	2,130	1,109	70	33
Less: Cash and cash equivalents of discontinued operations at end of period.....	935	—	—	—	935	—	—	—
Cash and cash equivalents of continuing operations at end of period.....	4,005	10,214	2,740	9,072	1,195	1,109	70	33

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

SIEMENS

CONSOLIDATED CHANGES IN EQUITY
For the fiscal years ended September 30, 2007 and 2006
(in millions of €)

	Other components of equity						Treasury shares at cost	Total equity attributable to shareholders of Siemens AG	Minority interest	Total equity	
	Common stock	Additional paid-in capital	Retained earnings	Currency translation differences	Available- for-sale financial assets	Derivative financial instruments					Total
Balance at October 1, 2005.....	2,673	5,167	14,519	411	450	(89)	772	(1)	23,130	661	23,791
Income and expense recognized in equity.....	—	—	3,384	(320)	(354)	58	(616)	—	2,768	181	2,949
Dividends.....	—	—	(1,201)	—	—	—	—	—	(1,201)	(144)	(1,345)
Issuance of common stock and share-based payment.....	—	44	—	—	—	—	—	—	44	—	44
Purchase of common stock.....	—	—	—	—	—	—	—	(421)	(421)	—	(421)
Re-issuance of treasury stock.....	—	(36)	—	—	—	—	—	422	386	—	386
Other changes in equity.....	—	487	—	—	—	—	—	—	487	4	491
Balance at September 30, 2006.....	2,673	5,662	16,702	91	96	(31)	156	—	25,193	702	25,895
Balance at October 1, 2006.....	2,673	5,662	16,702	91	96	(31)	156	—	25,193	702	25,895
Income and expense recognized in equity.....	—	—	5,043	(566)	30	100	(436)	—	4,607	265	4,872
Dividends.....	—	—	(1,292)	—	—	—	—	—	(1,292)	(146)	(1,438)
Issuance of common stock and share-based payment.....	70	1,593	—	—	—	—	—	—	1,663	—	1,663
Purchase of common stock.....	—	—	—	—	—	—	—	(101)	(101)	—	(101)
Re-issuance of treasury stock.....	—	(7)	—	—	—	—	—	101	94	—	94
Other changes in equity.....	—	(1,168)	—	—	—	—	—	—	(1,168)	(190)	(1,358)
Balance at September 30, 2007.....	2,743	6,080	20,453	(475)	126	69	(280)	—	28,996	631	29,627

SIEMENS

SEGMENT INFORMATION (continuing operations - unaudited)
As of and for the three months ended September 30, 2007 and 2006
(in millions of €)

	<u>New orders</u>		<u>External revenue</u>		<u>Intersegment revenue</u>		<u>Total revenue</u>		<u>Group profit</u> ⁽¹⁾		<u>Net capital employed</u> ⁽²⁾		<u>Free cash flow</u> ⁽³⁾		<u>Additions to intangible assets and property, plant and equipment</u>		<u>Amortization, depreciation and impairments</u> ⁽⁴⁾			
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>9/30/07</u>	<u>9/30/06</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>		
Operations Groups																				
Siemens IT Solutions and Services (SIS) ⁽⁵⁾	1,595	1,266	1,041	1,066	397	358	1,438	1,424	80	(230)	253	18	211	(11)	39	68	75	66		
Automation and Drives (A&D)	4,351	3,520	3,901	3,179	502	430	4,403	3,609	607	427	7,026	3,837	809	470	168	182	131	80		
Industrial Solutions and Services (I&S)	2,168	2,129	2,184	2,191	316	286	2,500	2,477	130	61	1,198	1,279	232	126	23	46	27	32		
Siemens Building Technologies (SBT)	1,331	1,402	1,307	1,363	46	40	1,353	1,403	102	77	1,807	1,764	151	43	30	27	33	28		
Power Generation (PG)	4,012	2,738	3,528	2,923	5	1	3,533	2,924	358	122	1,371	1,945	621	84	116	140	63	60		
Power Transmission and Distribution (PTD)	1,882	1,683	2,093	1,697	190	142	2,283	1,839	225	54	1,865	1,701	391	84	59	71	31	32		
Transportation Systems (TS)	2,189	743	1,204	1,436	8	10	1,212	1,446	62	19	(58)	111	97	(40)	22	48	17	19		
Medical Solutions (Med)	2,999	2,994	2,833	2,330	15	29	2,848	2,359	380	266	8,234	4,975	518	316	123	97	120	102		
Osram	1,203	1,110	1,199	1,107	4	3	1,203	1,110	128	86	1,994	1,976	164	132	90	104	70	66		
Strategic Equity Investments (SEI) ⁽⁶⁾	—	—	—	—	—	—	—	—	(11)	75	4,891	1,008	—	—	—	—	—	—		
Other Operations	587	958	570	850	93	162	663	1,012	(71)	(208)	181	201	(45)	89	56	56	33	21		
Total Operations Groups	22,317	18,543	19,860	18,142	1,576	1,461	21,436	19,603	1,990	749	28,762	18,815	3,149	1,293	726	839	600	506		
Reconciliation to financial statements																				
Corporate items, pensions and eliminations	(1,219)	(1,217)	49	29	(1,505)	(1,361)	(1,456)	(1,332)	(451)	(493)	(3,536)	(6,392)	(634) ⁽⁷⁾	(283) ⁽⁷⁾	5	18	103	14		
Other interest expense	—	—	—	—	—	—	—	—	(117)	(77)	—	—	—	—	—	—	—	—		
Other assets related and miscellaneous reconciling items	—	—	—	—	—	—	—	—	—	—	62,432	67,596	—	—	—	—	—	—		
Total Operations (for columns Group profit/Net capital employed, i.e. Income before income taxes/Total assets)	21,098	17,326	19,909	18,171	71	100	19,980	18,271	1,422	179	87,658	80,019	2,515	1,010	731	857	703	520		
											Income before income taxes		Total assets							
Financing and Real Estate Groups																				
Siemens Financial Services (SFS)	198	169	183	154	15	15	198	169	52	120	8,912	10,543	53	31	242	175	84	65		
Siemens Real Estate (SRE)	435	446	109	146	326	300	435	446	48	13	3,091	3,221	(23)	20	67	68	47	52		
Eliminations	(3)	(3)	—	—	(3)	(3)	(3)	(3)	—	—	(458)	(462)	99 ⁽⁷⁾	37 ⁽⁷⁾	—	—	—	—		
Total Financing and Real Estate	630	612	292	300	338	312	630	612	100	133	11,545	13,302	129	88	309	243	131	117		
Eliminations, reclassifications and Corporate Treasury	(400)	(363)	—	—	(409)	(412)	(409)	(412)	19	(4)	(7,648)	(5,793)	(91)⁽⁷⁾	(135)⁽⁷⁾	—	—	—	—		
Siemens	21,328	17,575	20,201	18,471	—	—	20,201	18,471	1,541	308	91,555	87,528	2,553	963	1,040	1,100	834	637		

- (1) Group profit of the **Operations** Groups is earnings before financing interest, certain pension costs and income taxes and may exclude other categories of items which are not allocated to the Groups since the Managing Board does not regard such items as indicative of the Group's performance.
- (2) Net capital employed of the **Operations** Groups represents total assets less tax assets, provisions and non-interest bearing liabilities other than tax liabilities.
- (3) Free cash flow represents net cash provided by (used in) operating activities less additions to intangible assets and property, plant and equipment.
- (4) Amortization and impairments of intangible assets other than goodwill and depreciation and impairments of property, plant and equipment. Goodwill impairment and impairment of non-current available-for-sale financial assets and investments accounted for under the equity method for **Siemens** amount to €60 and €44 for the three months ended September 30, 2007 and 2006, respectively.
- (5) SIS was created effective April 1, 2007 and consists primarily of the activities of the former segment Siemens Business Services that were bundled with other information technology (IT) activities. Prior-year information was reclassified for comparability purposes.
- (6) SEI was created as of October 1, 2006 and includes certain strategic investments accounted for using the equity method. Beginning in the third quarter of fiscal 2007, the Siemens investment in Nokia Siemens Networks is also reported in SEI.
- (7) Includes cash paid for income taxes according to the allocation of income taxes to **Operations, Financing and Real Estate, and Eliminations, reclassifications and Corporate Treasury** in the Consolidated Statements of Income. Furthermore, the reclassification of interest payments in the Consolidated Statements of Cash Flow from operating activities into financing activities is shown in **Eliminations**. Interest payments are external interest paid as well as intragroup interest paid and received.