

Capital Market Day “Industry Sector”

Q2 FY10 Update

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New orders and backlog; adjusted or organic growth rates of Revenue and new orders; book-to-bill ratio; return on equity, or ROE; return on capital employed, or ROCE; Free cash flow; cash conversion rate, or CCR; EBITDA (adjusted); EBIT (adjusted); earnings effect from purchase price allocation (PPA effects) and integration costs; net debt and adjusted industrial net debt are or may be non-GAAP financial measures. These supplemental financial measures should not be viewed in isolation as alternatives to measures of Siemens' financial condition, results of operations or cash flows as presented in accordance with IFRS in its Consolidated Financial Statements. A definition of these supplemental financial measures, a reconciliation to the most directly comparable IFRS financial measures and information regarding the usefulness and limitations of these supplemental financial measures can be found on Siemens' Investor Relations website at www.siemens.com/nonGAAP.

Our expectations for Q2

		<u>y-o-y¹⁾</u>	<u>q-o-q¹⁾</u>	<u>Comments to Q2 FY10</u>
Industry 	New orders			Update at today's CMD Industry
	Revenue			
	Profit			
Energy 	New orders			<ul style="list-style-type: none"> ▪ <u>Fossil</u>: Continued weakness in bookings; solid profitability due to quality backlog ▪ <u>Renewables</u>: Volatile order intake, recovery of top & bottom line ▪ <u>T&D</u>: Price sensitive environment persisting, pockets of weakness mainly in transformers and mid-voltage distribution
	Revenue			
	Profit			
Healthcare 	New orders			<ul style="list-style-type: none"> ▪ <u>Imaging & IT</u>: Strong profitability supported by FX ▪ <u>DX</u>: Key focus on growth patterns
	Revenue			
	Profit			
Total Sectors	New orders			<ul style="list-style-type: none"> ▪ Slowdown in long-cycle businesses continues, recovery in early-cycle businesses ongoing ▪ Solid bottom line and healthy profitability due to sound execution and sustainable Opex management
	Revenue			
	Profit			
Siemens	Profit before tax			<ul style="list-style-type: none"> ▪ Gap between Total Sectors and profit before taxes in the range of last year's Q2 ▪ Positive one-off from pension curtailment of ~ €150-200m having an impact on all Divisions

1) All indications refer to "as reported" numbers