



THE HUMAN TOUCH OF AUTOMOTIVE TECHNOLOGY
INTERIM REPORT FOR THE FIRST QUARTER

2008

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PWO

LETTER TO SHAREHOLDERS

Dear Shareholders and Business Associates,

Supported by several new ramp-ups, we managed to lift revenue by an encouraging 9.9% and total output by 16.2% year on year in the first quarter of 2008.

Owing to a range of exceptional items such as significant start-up costs at three production sites and a relatively large expansion of tool-related inventories, EBIT remained at a level comparable to last year's first-quarter result.

Overall, we are confident of making a positive impact over the remaining months of fiscal 2008 and can thus confirm our forecast for the financial year as a whole.

We initiated the next phase of our mid-term expansion plans in the period under review. Efforts to extend our site in the Czech Republic are in full swing, and at the beginning of April we announced plans to increase our ownership interest in the Mexican plant with a view to acquiring the local enterprise in full. In doing so, we have taken the necessary steps for site restructuring and the gradual realignment of the local portfolio to match PWO's product lines.

In China, we were granted the requisite business licence for a wholly-owned subsidiary and have already begun work on a new manufacturing facility in Suzhou near Shanghai. Completion of the first construction phase is scheduled for the end of the year, which also marks the beginning of initial series production at this site.

Last but not least, we initiated an extensive programme aimed at restructuring the plant layout and workflow of our principal site in Oberkirch.

Our plans for this location, which already received the prestigious Automotive Lean Production Award within the "Domestic SME" category last year, involve reorganising the flow of materials along the value creation chain. This will allow us to optimise and streamline workflow and improve logistics at and around the facility.

As a result of these measures, we will be able to relocate various production units within the facility and utilise the vacated areas as office space for the expansion of our development unit in line with the Group's growth targets.

Oberkirch will thus be further strengthened in its role as a development and production site.

The measures currently being implemented within this area will provide us with a launch pad for further profitable growth at Group level.

Oberkirch, May 8, 2008
The Management Board

PWO SHARES

SHARE PRICE FLUCTUATES WITHIN NARROW BAND

On balance, PWO stock moved within a very narrow range during the first quarter of 2008. In the early part of the year it fell back temporarily during the sharp correction experienced by the entire market as a result of the major write-downs undertaken by banks. By mid-January, it was trading at just above EUR 31 after starting the year at EUR 35.55 (XETRA).

Subsequently, PWO stock recovered in just two days of relatively high-volume trading and fluctuated closely around the EUR 33 mark up to the end of the quarter. The average daily volume of trades during the first quarter stood at 855 units, although there were days when the number of shares changing hands reached several thousand.

Coverage of PWO stock by analysts from Landesbank Baden-Württemberg, HSBC, GSC Research and Independent Research was complemented during the reporting period by the inclusion of the PWO Group in the research portfolio of First Berlin, whose analysts recommend the share also as a buy. All five research units have set their target prices well above the figure for the end of the quarter. This demonstrates widespread confidence among analysts in PWO's growth strategy.

Feedback from the media and analysts' meeting held on February 19 by the Management Board to mark the presentation of PWO's provisional results for the financial year 2007 was also very positive.

Other information

Number of shares issued, at the end of the reporting period	2,500,000
Number of treasury shares held as at March 31, 2008	0
Dividend per share (in EUR) for FY 2007 (Proposal to AGM)	1.30
Shareholder structure	
Consult Invest Beteiligungsberatungs-GmbH, Böblingen	55.282%
Free float	44.718%

INTERIM MANAGEMENT REPORT | Business environment

GENERAL BUSINESS CLIMATE

Europe's economy is currently suffering from the impact of the international financial market crisis, increasing raw materials prices and elevated inflation. As a result, Germany's leading economic research institutes have scaled back their growth forecasts in their spring reports and anticipate further risks ahead. Nevertheless, Europe continues to grow: at 1.9 per cent in the European Union, 1.7 per cent in the Euro-zone and 1.8 per cent in Germany, real growth is set to beat the 1.5 per cent forecast for the United States, where the possibility of a temporary recession cannot be excluded, and Japan (1.4 per cent), which continues to suffer from weak domestic demand. The industrialised countries as a whole are expected to put on just 1.7 per cent in the year 2008. By contrast, it is once again the developing countries, which are expected to grow by 6.1 per cent, that will provide the main thrust behind global economic growth.

Within Germany and Europe, it is domestic markets that are likely to act as the main drivers of growth, with the contribution made by exports tending to slacken off. Capital expenditure on industrial plant and equipment is again set to provide a major spur to growth in Germany at 2.6 per cent. Higher levels of employment and wage settlements are also likely to boost consumption in the country, where real growth of 0.8 per cent is expected in 2008 following the 0.4 per cent fall experienced in 2007.

SECTOR TRENDS

According to information provided by the VDA, Germany's automobile industry association, European car sales during the first quarter of 2008 were down 2 per cent on the same period for 2007 at 4.2 million, with March in particular (down 10 per cent) suffering from an early Easter. However, the seasonally adjusted figure for the quarter matched that of the previous year. Western Europe experienced a more pronounced downturn, with sales falling by 3 per cent, while the new EU member states again recorded strong growth of 15 per cent. German car makers were able to increase their market share in Western Europe by nearly 1 percentage point to 45 per cent. Their market share in the new EU member states is a good 43 per cent.

Indeed, Germany's vehicle manufacturers successfully expanded their leading position in Europe as a whole. In the UK, where overall unit sales were down 1 per cent over the quarter, German brands increased their sales volumes by 1 per cent, taking their share of the market up 1 percentage point to 48 per cent. By contrast, in France overall sales were up 1 per cent year on year, with the country's own producers benefiting most (up 4 per cent) from the "Bonus Malus" system introduced at the beginning of the year, while sales of German cars fell by 2 per cent.

Car sales in Italy were sluggish, ending the quarter down 10 per cent. This was primarily due to the decreasing impact of the state's vehicle scrapping bonus. German producers fared better and increased their market share slightly to 35 per cent. In Spain, sales in the first quarter were 15 per cent below the comparable level for 2007, largely as a result of a change in the vehicle registration tax at the beginning of the year and the expiry of the old car scrapping bonus scheme at the end of 2007. In the new EU member states, strong growth was driven above all by Romania (up 24 per cent) and Poland (up 20 per cent).

Sales of light vehicles in the United States during the first quarter of 2008 were just below 3.6 million – down 8 per cent on the previous year's figures. Despite the strong euro, German car makers were able to mitigate this fall selling just 1.6 per cent fewer vehicles and increasing their market share to 5.8 per cent (previous year: 5.4 per cent).

German companies performed particularly well in March with their US car sales up by more than 6 per cent, giving them a significantly increased market share. They were the only ones to buck the general trend by achieving an increase of 1 per cent in sales. By contrast, Asian car makers suffered a fall of 7 per cent and US manufacturers a sizeable 18 per cent. According to the VDA the overall trend in the US automobile market is less weak than expected. Before any seasonal adjustment, total light vehicle sales were down almost 12 per cent to 1.35 million.

INTERIM MANAGEMENT REPORT | Earnings report**CONTINUED STRONG GROWTH IN REVENUE AND OUTPUT
EARNINGS PER SHARE UP 11.4 PER CENT**

The PWO Group achieved renewed growth in the first quarter of 2008 in line with its own strategic plans. Revenue climbed 9.9 per cent from EUR 60.9 million in the previous year to EUR 66.9 million, including EUR 2.7 million from tooling operations compared to EUR 2.9 million in 2007. Total output increased by an even greater margin of 16.2 per cent to EUR 73.0 million (2007: EUR 62.8 million).

With total output increasing faster than revenue, growth in earnings was temporarily below par, since the valuation of as yet invoiced changes in inventories lies below the future contribution to revenue of those products.

On the cost side, large increases in materials (up 24.4 per cent) and other operating expenses (up 22.6 per cent) had a negative impact, whereas both staffing costs (up 7.5 per cent) and depreciation and amortisation (up 5 per cent) rose at a well below-average rate.

The marked rise in material expenses will level out in the future, as it was a temporary increase in external tools procurement and start-up costs that largely pushed up the expenses ratio.

The rise in other operating expenses was mainly caused by a greater use of temporary staff especially in Oberkirch, an increase in freight delivery costs linked to higher output and higher anticipated costs for servicing, maintenance and repairs.

The use of temporary staff makes it possible to adopt a flexible production response to our customers' standby delivery requirements without incurring sustained overheads and thus easing the pressure on staffing costs.

In total, EBIT for the first quarter of the current year remained at the same level as in 2007 at EUR 3.8 million – primarily, as mentioned above, as a result of earnings not yet realised from as yet invoiced sales.

A small increase of EUR 0.2 million in finance costs produced a slightly lower pre-tax result of EUR 2.7 million compared with EUR 2.9 million in 2007. However, the tax rate fell significantly during the quarter, following a temporary rise in the previous year, to 29.6 per cent compared to 37.9 per cent in the first quarter of 2007, allowing the Group to achieve a net profit for the period of EUR 1.9 million, marginally up on the equivalent figure for 2007 of EUR 1.8 million.

Out of this consolidated net profit for the period, EUR -0.1 million is attributable to non-controlling interests and EUR 2.0 million to PWO. With the number of shares qualifying for a dividend unchanged at 2.5 million, the figure for earnings per share for the first quarter of this financial year rose 11.4 per cent to EUR 0.78 compared to EUR 0.70 in the preceding year.

INTERIM MANAGEMENT REPORT | Segment Reporting

CONTINUED GROWTH REPORTED IN OBERKIRCH CZECH REPUBLIC AND MEXICO START NEW PRODUCTION

First-quarter growth was driven by our Oberkirch site, which makes up the PWO Group's Germany segment. Buoyed up by a sustained high level of standby calls reflecting the export success of German car makers, we achieved a tangible increase in revenue of 11.1 per cent to EUR 55.0 million. Total output climbed as much as 17.3 per cent to EUR 59.8 million as part of the rise in inventories attributable to period-end factors.

Once again, results in Oberkirch were marked by the success of our ongoing efforts to boost productivity and improve earnings power. The EBIT margin for the Germany segment in the first quarter of 2008 rose to 7.1 per cent from 6.7 per cent in the previous year.

In percentage terms, our Czech site, which makes up the Rest of Europe segment, also delivered strong growth in the first quarter thanks to the ramping-up of new series production: revenue leapt to EUR 2.3 million (up 64.3 per cent) and output to EUR 3.4 million (up 70.0 per cent). We expect this positive trend to continue throughout the year, albeit at a slower rate from an already high base.

At minus EUR 0.2 million (Q1 2007: plus EUR 0.1 million), the EBIT figure in this segment was less welcome and suffered from a continued high level of start-up costs in relation to new series production. We anticipate an improvement in earnings during the course of the year.

The NAFTA region is formed by our production sites in Canada and Mexico. In Canada, both revenue and output were down in the first quarter of 2008 compared to the equivalent period in the previous year, reflecting the general downturn in North American vehicle sales, with little evidence of any sustained improvement in the quarter.

Despite these challenging conditions, we were able to achieve a positive EBIT result in the period thanks to considerable efforts made to trim costs at the site in good time.

As expected, both revenue and output showed a substantial rise in Mexico following the ramping-up of new series production, although here, too, the start-up was associated with some non-recurring costs that acted as a drag on earnings.

As a whole, therefore, we can report a break-even EBIT figure for the NAFTA region in the period, compared with last year's Q1 contribution of EUR 0.4 million.

At our joint venture in China, series production commenced in the fourth quarter of 2007 but remained at a low level during the reporting period with revenue of EUR 0.1 million and earnings unchanged year on year at minus EUR 0.1 million.

INTERIM MANAGEMENT REPORT | Financial position and cash flows**BALANCE SHEET AND CASH FLOW REFLECT GROWTH IN OPERATING ACTIVITIES**

At the end of the reporting period, the Group's balance sheet total had increased by 3.9 per cent from the year-end figure as at December 31, 2007, to EUR 199.3 million.

Non-current assets ended slightly down as a result of the as yet low level of investment in the first quarter of 2008. The increase in the balance sheet total was due to period-end factors affecting current assets such as higher tool inventories, a slightly higher level of receivables in line with the growth of the Group and a substantial albeit temporary increase in cash.

Equity showed a modest increase in line with earnings. Consequently, the equity ratio remained largely unchanged at 38.8 per cent at the end of the quarter, compared to 40.1 per cent as at December 31, 2007. Gearing (net debt as a percentage of equity) in the first quarter of 2008 remained at the same level as at the year-end of 2007 on 65 per cent.

The period-end figure for long-term borrowings was also largely unchanged from the year-end. A small decrease in interest-bearing loans was largely balanced out by a corresponding increase in pension and other provisions. The rise in current liabilities since the year-end is almost exactly matched by the rise in current assets.

With net profit for the period at the same level as the previous year and depreciation only marginally higher, cash flow from operating activities was up slightly

from EUR 3.1 million to EUR 3.6 million as a result of changes in working capital.

Cash flow remains perfectly adequate to cover capital expenditure of EUR 1.7 million at the Group's production sites in Germany and Canada and interest payments of EUR 0.7 million. Free cash flow before capital expenditure in our high-growth markets stood at EUR 1.2 million. By comparison, free cash flow in the previous year after the corresponding capital expenditure of EUR 2.1 million and interest payments of EUR 0.5 million stood at EUR 0.5 million.

It was therefore possible to finance first-quarter investment of EUR 1.9 million in developing markets from the free cash flow generated. The corresponding figure for capital expenditure in developing markets during the first quarter of 2007 was EUR 0.6 million. In the previous year, there was a cash outflow of EUR 4.5 million for the acquisition of a 60 per cent share in Cartec S.A. de C.V. in Mexico.

The outstanding balance of minus EUR 0.7 million in the first quarter of 2008 following capital expenditure in the developing markets was covered by borrowings, which showed a net rise of EUR 4.5 million. In the previous year, financing for the takeover in Mexico had already been provided, with the result that at the end of the quarter a net amount of EUR 1.8 million was repaid using available cash resources.

INTERIM MANAGEMENT REPORT | New business

HIGHEST ORDER BOOK IN THE GROUP'S HISTORY

PWO started the year with its highest ever volume of orders. In 2007, we successfully bid for new orders with a total life-time value of over EUR 350 million for our production sites in Oberkirch and the Czech Republic alone. These orders generally run for between five and seven years, and series production is expected to begin fully in 2009 and 2010.

The new orders on our books more than make up for the average yearly volume of orders being phased out and will thus contribute to further growth of the Group.

Around half of these orders have been won because of our global presence with customers procuring supplies for their international operations in addition to their European sites. This points to further opportunities for growth which are not yet included in current figures.

If we examine the new orders by product segment, 35 per cent relate to Mechanical components for electrical and electronic applications, 25 per cent to Safety components for airbags, seats and steering and around 40 per cent to Structural components and Subsystems for vehicle bodies and chassis.

In the first quarter of 2008, new business developed very much as planned, although no large tenders for series production were scheduled by our customers during the period. Nevertheless, we did secure a new order with a life-time value in the low double-figure millions for our Czech company to supply a vehicle platform with seating components.

We also won a number of smaller orders, which – taken together – should make an important contribution towards capacity utilisation at our respective locations.

INTERIM MANAGEMENT REPORT | Capital expenditure

MAJOR CAPITAL EXPENDITURE PLANNED FOR CURRENT FINANCIAL YEAR

Following the pattern of previous years, PWO's investment activities at the beginning of the financial year 2008 remained at a low level. A total of EUR 3.6 million was invested. This included EUR 1.6 million of capital expenditure in Oberkirch and EUR 0.1 million in Canada. EUR 1.9 million were invested in developing markets, with the lion's share of this amount (EUR 1.7 million) going to fund expansion in the Czech Republic.

Around EUR 30 million have been allocated to capital expenditure in the current financial year, of which EUR 17 million have been earmarked for Oberkirch, where our high-tech production site is

currently being strengthened by the comprehensive optimisation and streamlining of material flows and improved on-site traffic management. Over the next two years, we aim to achieve productivity gains through further improvements to the site layout in order to enhance competitiveness and earnings capacity.

Elsewhere, we intend to invest around EUR 8 million in developing markets on the further expansion of our Czech production site and around EUR 5 million to establish our subsidiary in China. No major capital expenditure is required in 2008 at our sites in Mexico and Canada.

INTERIM MANAGEMENT REPORT | Employees

STAFFING LEVELS RISE IN LINE WITH INCREASED OUTPUT

The PWO Group is currently enjoying strong growth at several of its locations, and the number of employees has risen accordingly in order to handle the increased level of activity. The total average headcount for the first quarter of 2008 was up significantly on the previous year at 1,840 (Q1 2007: 1,734). A large part of this increase took place during the financial year 2007 with the year-end figure for the Group standing at 1,801.

Productivity gains at the Group's main site in Oberkirch meant that growth in staff numbers was again below that in output volume. The average headcount for the first quarter of 2008 was 1,089 compared to 1,028 in the previous year. Staff numbers rose by 11 over the period under review.

In Canada, we have taken steps to support the profitability of the site by adjusting personnel capacity to match lower volumes of standby calls under series production agreements. Consequently, the average headcount for the period fell to 120 from a figure of 146 in the previous year. Staff numbers ended the quarter down 4.

Numbers at our production site in the Czech Republic were gradually increased in autumn 2007 in preparation for the start-up of our fourth forming press, and the average figure of 250 for the first quarter of this year compares to 206 for the same quarter of 2007. A further 13 employees were added to the workforce here during the reporting period in order to ensure we can deliver a planned rise in output in 2008.

Strong growth in Mexico also led to an increase in staffing levels over the reporting period with numbers at 372 compared to 346 in the previous year and up 20 on the start of the year.

In China the headcount for the period under review was 9 (last year: 8).

INTERIM MANAGEMENT REPORT | Forecast

The opportunities and risks facing the Group remain virtually unchanged from those laid out in the annual report for 2007.

Additional opportunities beyond the forecasts for output and earnings contained in the annual report are unlikely to arise in the current financial year given the lead-time in our industry of over a year for large-scale new series production.

At Group level, the major risks are basically rising prices for raw materials, pressure on our own prices from customers and lower standby calls for batch items under long-term agreements. So far, we have been able to deal successfully with these risks and to assure and even increase the Group's ability to generate earnings. It is our belief that we can continue to do so in the future.

At present, forecasts for the general economy are being scaled back in many areas, and we need to be prepared for the impact this may have on the automobile industry.

For the moment, however, the short- and medium-term series production requirements of which we have been advised by our customers do not point to a slowdown, although we have in any case made considerable improvements to process flexibility that should allow us to respond appropriately to any change.

Furthermore, PWO's risk structure has altered fundamentally as a result of the strategy of internationalisation pursued over recent years. The Group has countered these risks through the tight management of its foreign subsidiaries. In Canada this has allowed us to adjust our costs to match lower output requirements.

At our Czech and Mexican sites, we are confident that we can bring down the additional costs generated by major production start-ups. In China, work on our own production facility began after the end of the reporting period. The costs for this are already included in the total budget for the financial year 2008.

Overall, we can confirm our forecast of high single-figure growth in revenue and a similar increase in EBIT for 2008.

INTERIM FINANCIAL STATEMENTS | Group Income Statement

	1st quarter 2008		1st quarter 2007	
	EUR m	% share	EUR m	% share
Revenue	66.9	91.6	60.9	97.0
Changes in inventories / Work performed by the enterprise	6.1	8.4	1.9	3.0
Total output	73.0	100.0	62.8	100.0
Other operating income	0.9	1.2	0.5	0.8
Cost of materials	40.8	55.8	32.8	52.3
Staff costs	18.6	25.5	17.3	27.6
Depreciation and amortisation	4.2	5.8	4.0	6.4
Other operating expenses	6.5	8.9	5.3	8.5
EBIT	3.8	5.2	3.8	6.0
Finance cost	1.1	1.5	0.9	1.4
EBT	2.7	3.7	2.9	4.6
Taxes on income	0.8	1.1	1.1	1.8
Net profit for the period	1.9	2.6	1.8	2.8
Of which attributable to owners of PWO AG	2.0	—	1.8	—
Of which attributable to minority interest	-0.1	—	—	—
Earnings per share in EUR, related to net profit for the year (share- holders of PWO AG)	0.78	—	0.70	—

INTERIM FINANCIAL STATEMENTS | Group Balance Sheet

ASSETS	31/03/2008	31/12/2007
	EUR m	EUR m
Property, plant and equipment	83.7	85.5
Intangible assets	10.3	10.3
Financial assets	0.6	0.6
Deferred tax assets	0.7	0.7
Non-current assets	95.3	97.1
Inventories	49.1	44.0
Trade and other receivables	50.2	48.9
Cash	4.7	1.9
Current assets	104.0	94.8
Total assets	199.3	191.9

LIABILITIES	31/03/2008	31/12/2007
	EUR m	EUR m
Equity	77.3	76.9
Interest-bearing borrowings	26.1	26.5
Provisions for pensions	23.3	22.9
Other provisions	3.4	3.2
Deferred tax liabilities	1.4	1.7
Non-current liabilities	54.2	54.3
Current portion of provisions for pensions	1.3	1.3
Trade payables and other liabilities	37.4	34.0
Interest-bearing borrowings	29.1	25.4
Current liabilities	67.8	60.7
Total equity and liabilities	199.3	191.9

INTERIM FINANCIAL STATEMENTS | Group Statement of Changes in Equity



	Equity attributable to owners of PWO AG						Minority interest	Total equity
	Subscribed capital	Capital reserve	Revenue reserve	Currency translation	Cashflow Hedge	Total		
	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000
as at Jan 1, 2008	6,391	17,312	49,630	742	383	74,458	2,465	76,923
Net profit for the year	–	–	1,958	–	–	1,958	-89	1,869
Cashflow Hedge	–	–	–	–	-175	-175	–	-175
Minority interest	–	–	–	–	–	0	–	0
Currency translation	–	–	–	-1,162	–	-1,162	-119	-1,281
as at Mar 31, 2008	6,391	17,312	51,588	-420	208	75,079	2,257	77,336

	Equity attributable to owners of PWO AG						Minority interest	Total equity
	Subscribed capital	Capital reserve	Revenue reserve	Currency translation	Cashflow Hedge	Total		
	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000
as at Jan 1, 2007	6,391	17,312	44,782	273	30	68,788	–	68,788
Net profit for the year	–	–	1,769	–	–	1,769	15	1,754
Cashflow Hedge	–	–	–	–	24	24	–	24
Minority interest	–	–	–	–	–	0	2,418	2,418
Currency translation	–	–	–	-195	–	-195	-64	-259
as at Mar 31, 2007	6,391	17,312	46,551	78	54	70,386	2,339	72,725

INTERIM FINANCIAL STATEMENTS | Group Cash Flow Statement

	31/03/2008	31/03/2007
	EUR m	EUR m
Net profit for the year	1.9	1.8
Depreciation/reversal of write-downs for property, plant and equipment	4.2	4.0
Income tax expense/refund	0.8	1.1
Interest income and expense	1.1	0.9
Change in current assets	-6.5	-6.3
Increase in non-current liabilities (excluding financial credits)	0.3	0.1
Change in current liabilities (excluding financial credits)	3.7	2.8
Income taxes paid	-1.5	-1.2
Other non-cash expenses/income	-0.4	-0.1
Cash flow from operating activities	3.6	3.1
Payments for acquisition (less cash acquired)	0.0	-4.5
Payments for investments in property, plant and equipment	-3.2	-2.7
Payments for investments in intangible assets	-0.4	0.0
Cash flow from investing activities	-3.6	-7.2
Interest paid	-0.7	-0.5
Proceeds from borrowings	7.8	0.9
Repayment of loans	-3.3	-2.7
Cash flow from financing activities	3.8	-2.3
Net change in cash and cash equivalents	3.8	-6.4
Effect of exchange rate changes on cash and cash equivalents	-0.1	0.0
Cash and cash equivalents at the beginning of the period	-5.2	3.8
Cash and cash equivalents at the end of the period	-1.5	-2.6
of which cash	4.6	1.9
of which bank borrowings repayable on demand	-6.1	-4.5

INTERIM FINANCIAL STATEMENTS |

Basis of preparation | Events after the reporting date

BASIS OF PREPARATION OF INTERIM FINANCIAL STATEMENTS

This unaudited interim report was prepared under IAS/IFRS. The accounting policies used are essentially unchanged from those applied to the Group's year-end financial statements for 2007 and the equivalent quarter in 2007. As such, the notes to the financial statements for 2007 apply accordingly. The requirements of IAS 34 (interim reporting) were applied for the first time.

The amendments to IAS/IFRS standards and interpretations introduced on January 1, 2008, have not produced any change in the Group's accounting policies.

EVENTS AFTER THE BALANCE SHEET DATE

The wholly-owned subsidiary PWO High-Tech Metal Components (Suzhou) Co. Ltd., Suzhou, China, is now established. This new production facility is currently in the start-up phase.

In the second quarter of 2008, the Group plans to complete its takeover of the Mexican automotive supplier Cartec S.A de C.V., Puebla. A letter of intent regarding the purchase of the remaining shares by PWO has already been signed.

INTERIM FINANCIAL STATEMENTS | Segment Report

Sales by region	1st quarter 2008		1st quarter 2007	
	EUR m	%	EUR m	%
Germany	55.0	82.2	49.5	81.3
Rest of Europe	2.3	3.5	1.4	2.3
NAFTA	10.2	15.2	10.3	16.9
Asia	0.1	0.1	0.0	0.0
Consolidation	-0.7	-1.0	-0.3	-0.5
Group	66.9	100.0	60.9	100.0

Total output by region	1st quarter 2008		1st quarter 2007	
	EUR m	%	EUR m	%
Germany	59.8	81.9	51.0	81.2
Rest of Europe	3.4	4.7	2.0	3.2
NAFTA	10.1	13.8	10.4	16.6
Asia	0.1	0.1	0.0	0.0
Consolidation	-0.4	-0.5	-0.6	-1.0
Group	73.0	100.0	62.8	100.0

EBIT by region	1st quarter 2008		1st quarter 2007	
	EUR m	%	EUR m	%
Germany	4.2	110.5	3.4	89.5
Rest of Europe	-0.2	-5.3	0.1	2.6
NAFTA	0.0	0.0	0.4	10.5
Asia	-0.1	-2.6	-0.1	-2.6
Consolidation	-0.1	-2.6	0.0	0.0
Group	3.8	100.0	3.8	100.0

Primary format for reporting are geographical segments, determined on the basis of the location of the Group's assets.

FINANCIAL CALENDAR | BOARD MEMBERS | CONTACT

FINANCIAL CALENDAR (DD/MM/YY)

20/05/2008	Annual General Meeting 2008
06/08/2008	Interim report Q1-Q2 2008
30/09/2008	Capital Markets Day
05/11/2008	Interim Report Q1-Q3 2008
24/02/2009	Announcement of Preliminary Financial Results for 2008
16/04/2009	Publication of 2008 Annual Report
05/05/2009	Interim Report Q1 2009
26/05/2009	Annual General Meeting 2009

BOARD MEMBERS

There were no changes to the Management Board and Supervisory Board in the period under review.

Members of the Board of Management:
 Dipl.-Ing. Karl M. Schmidhuber (Chairman)
 Bernd Bartmann
 Dr.-Ing. Winfried Blümel

Members of the Supervisory Board:
 Dieter Maier (Chairman)
 Dr. jur. Klaus-Georg Hengstberger
 (Deputy Chairman)
 Katja Hertwig *
 Herbert König *
 Ulrich Ruetz
 Dr. Gerhard Wirth

* Employee Representatives

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