Colonia Real Estate AG
Group Financial Report
I. Half Year 2007

(for the period from January 1 to June 30, 2007)

ColoniaRealEstate
Aktiengesellschaft seit 1898

2007 half-yearly financial report
1 January to 30 June 2007

Interim management report for the Colonia Real Estate Group
for the period from 1 January 2007 to 30 June 2007

Business performance and general economic situation

The general economic uptrend in Germany has been undiminished since the start of the year despite an increase in value added tax. Germany continues to pull the weight of the European economy. Further price increases and even higher volume of transactions left their mark on the real estate market. Despite the fact that the first six months of this year recorded marginally higher interest rates in the Eurozone, the outlook on the acquisition and re-financing options available for our companies remain to be very positive.

The Colonia Real Estate Group's business volume took on a new magnitude when the Group took over the real estate companies Emersion and Domus, which have a combined total of 9,857 residential units in their portfolios. The number of residential units has increased to 18,866 and the number of commercial units is up to 157.
Consolidated assets topped the one billion mark for the first time. Equity tripled compared to 31 December 2006, to more than Euro 300 million.
Consolidated net income for the half was up 429% year-on-year to €47.3 million, which is already around 76% of the Management Board’s net income target for the year.

Earnings Development

Total income increased 386% to Euro 95.3 million, from Euro 19.6 million in the first half of 2006.

Rental income from investment property totalled Euro 23.7 million (previous year: Euro 6.0 million). Income from Emersion and Domus, which were consolidated for the first time, is included on the income statement from 1 April 2007 onward.
Net rental income increased by Euro 10.9 million to Euro 15.5 million (previous year: Euro 4.6 million).

The Asset Management for Third Parties continues to show sustained dynamic.
Net income from asset and fund management amounted to Euro 5.8 million (previous year: Euro 0.1 million).

Resolution GmbH further expanded its successful asset management business and made a significant contribution to the positive operating result. The recently concluded Joint Venture with the international investor, Strategic Value Partners, as well as the fund administered by JP Morgan Asset Management, means that, besides Merrill Lynch, two new top-flight customers were won over in February 2007. The cooperation with JP Morgan focuses on the lucrative sector of logistics and commercial properties (“Light Industrial”). This investment sector has been neglected so far in Germany, but holds interesting potential for rates of return. Given the specialization in one niche segment there are no conflicts of interest with existing clients in the asset management division. Following the successful placement of the fund for nursing homes “Carinvest I” in the first quarter of 2007, Colonia Fonds Management GmbH is preparing tow further fund products for the current fiscal year. Placement of these two products is scheduled for the 4th quarter. This process entails operating and start-up costs that will not be offset until the sale of the products is complete at the end of the year.

Administrative expenses grew to Euro 9.9 million (previous year: Euro 3.2 million) due to the sharp increase in business volume and non-recurring expenses.
The capital increase in May 2007 resulted in expenses for capital market consulting, legal advice and appraisals totalling around Euro 1.6 million. In addition, personnel expenses include Euro 1.7 million in non-cash items for the share-based compensation from the 2005 and 2006 employee options programs.

For the half-yearly financial statements, we engaged an internationally respected real estate appraisal firm to determine the fair value of our real estate portfolio. The appraisal meets IFRS requirements. According to the appraisal, an unrealised contribution to earnings of Euro 61.5 million (previous year: Euro 12.9 million) was to be recognised pursuant to IAS 40.
Net operating profit before finance costs rose to Euro 73.0 million from Euro 14.6 million in the year-earlier period.

The substantially higher real estate portfolio resulted in an increase in finance costs. The net interest expense was Euro 11.5 million (previous year: Euro 2.6 million).
With a consolidated profit of Euro 47.3 million (previous year: Euro 8.9 million), we have again achieved an earnings record and far outperformed our earnings for the whole of 2006.

Asset and liabilities

Total assets amounted to Euro 1,065 million (31 December 2006: Euro 420 million). The asset growth resulted mainly from the acquisitions of Emersion and Domus and from the sharp increase in cash and cash equivalents to Euro 215.5 million (previous year: Euro 36.0 million).

The fair value of the residential real estate portfolio was reappraised at 30 June 2007 by an international independent appraiser.

The capital increase carried out in May 2007 added Euro 6.3 million to total subscribed capital, bringing it to Euro 22.0 million, and increased additional paid-in capital (from the share premium) Euro 163.9 million to Euro 208.2 million. The large increase in the real estate portfolio resulted in a corresponding increase in debt. Current liabilities include under trade payables portions of the purchase price of Emersion and Domus that had not yet been paid as of the reporting date. These amounts were paid on 2 July 2007 in accordance with the agreements.

Equity now accounts for 30.0% of total equity and liabilities, compared to 23.8% at 31 December 2006.

Segment reporting

<u>Investments in residential real estate</u>

Effective 1 April 2007, Colonia took over management of the newly acquired real estate companies Emersion Grundstücksverwaltungsgesellschaft mbH and Domus Grundstücksverwaltungsgesellschaft mbH. Acquisition accounting was done at this time to include the companies in the Colonia Real Estate Group. Thus, the Euro 10.2 million in sales revenues were included in the consolidated income statement for the first time in the second quarter of 2007.
We exercised the option to purchase the remaining shares of both companies effective 30 June 2007.

On 15 June 2007, we celebrated symbolic start of extensive updating at our residential properties in Elmshorn and Itzehoe. The event, which took place in Elmshorn and in which the Interior Minister of Schleswig-Holstein and representatives of the City participated, received considerable press coverage. The Minister said the collaboration between the state and city governments and our company was a model for others to follow. Construction activities actually began in the spring. The project is financed through the use of earmarked funds provided by the state of Schleswig-Holstein and the Kreditanstalt für Wiederaufbau (KfW).

Every day, we receive a flood of residential real estate offers, which we thoroughly review. In the second quarter of 2007, we identified several interesting portfolios for which we then conducted extensive due diligence. Negotiations are ongoing and we believe there will be contract signings in the third quarter of 2007. The Board of Management confirms its plan selectively to increase the stock of residential real estate to 30,000 residential units by mid-2008. The scheduled flat rate taxation of

EK02 stocks (*equity generated by domestic/inland profits not liable to corporate tax*) held by communal real estate companies, will in the view of the company trigger an increase of transactions and the offers available on the German residential market. As Colonia Real Estate has so far not acquired any EK02 stocks, the company will not incur any non-recurring expenses once the legislation is ratified and enacted. On the contrary, the company expects to see more attractive acquisition options in a consolidating market environment.

Co-investments in commercial real estate

We were able to enter into a co-investment with a well-respected partner again in the second quarter of 2007. The partner is US investor Strategic Value Partner, LLC. Colonia Real Estate AG holds a 10% stake in the project company's capital. The aim of the investment is to acquire and then restructure the real estate belonging to Berliner Verkehrsbetriebe (BVG), Berlin's mass-transit authority.

Another cooperation was prepared with the investment bank JPMorgan. Thus, a company was founded at the start of the current quarter, in which Colonia Real Estate AG holds 15% of the shares. The other 85% of shares are held by companies of the JPMorgan Group. The company will make investments in commercial real estate in the areas of logistics and environmentally friendly industries up to Euro 200 million. Two properties with an acquisition volume of approx. Euro 40 million are already being negotiated for purchase.

Fund- and Asset Management

The demand for professional external management of commercial portfolios continues unabated. The growth rates recorded by the sector speak a clear language. It was only consistent for us to increase out stake in Resolution form 56% to 75.1%. The remaining shares continue to be held by the company's management. With assets under management by the Group totalling currently Euro 2.5 billion, Colonia Real Estate Group is one of the leading independent asset managers for real estate in Germany. We have assumed minority stakes in newly established real estate companies in collaboration with well-known investors as part of our strategy. This is in line with our target of using Resolution GmbH as a business partner for the asset management of acquired real estate funds. The results are steadily rising asset management revenues. CRE Fonds Management GmbH is currently designing two funds for the professional and private markets this year. Corresponding real estate in the area has already been secured contractually.

Financial position

In May, Colonia Real Estate AG conducted the largest capital increase in the company's history. The share capital was increased Euro 6,281,600 to Euro 21,985,600 through the issuance of new shares. A consortium consisting of the banks UBS Investment Bank, Merrill Lynch International and UniCredit Markets & Investment Banking (HypoVereinsbank) took over the shares with instructions to offer them to shareholders at a ratio of 5 to 2 for Euro 28.50 per share under their subscription rights.
Including the share premium, the net proceeds totalled Euro 172 million, which substantially boosted our equity position. At 30 June 2007, consolidated equity totalled Euro 319.4 million, which corresponds to 30% of total equity and liabilities.
A portion of the amount of the capital increase was used to pay for the remaining 49% stake in Emersion and Domus.

The cash flow statement shows a positive cash flow from operating activities of Euro 2.0 million.

Risk report

As part of the half-yearly financial reporting, the Group's risk situation was examined. Given the steady rise in interest rates, control of the interest rate agreements plays a crucial role. As presented in the 2006 financial statements, all of our loans have long-term interest rate agreements. However, we must assume that interest rates will be higher for new projects and their financing, which could have a negative impact on profits.
In consideration of all known facts and circumstances, no risks are present that could jeopardize the continued existence of the Colonia Real Estate Group as a going concern in the near future.

Outlook

Expected development of the Colonia Real Estate Group in the second half of 2007

We continue to assess the current market environment as highly positive and therefore expect to see ongoing high growth in all business divisions. In the residential real estate sector we can see continually improving business opportunities during the second half of the year for acquiring additional attractive residential real estate. We are still aiming to grow our portfolio to 30,000 residential units over the next 12 months. In the Asset Management segment we expect to see assets under management to expand to Euro 3 billion by the end of 2007, given the continually strong demand by mainly international investors for German commercial real estate.

On 29 June 2007, Colonia Real Estate AG signed a sale contract for the purchase of 70% of the shares of Accentro real estate GmbH, Stuttgart. Accentro is a property privatisation and asset management service provider that operates across Germany. The deal gives Colonia Real Estate Group access to the network and the resources of its new subsidiary in Germany's fast-growing south. The company will be integrated into the consolidated financial statements starting in the third quarter of 2007.

Disclaimer

This management report contains forward-looking statements and information about expected developments. Such forward-looking statements are based on our current expectations and certain assumptions. They are, of course, associated with risks and uncertainties. The actual results, successes and performance may differ considerably from those forecast here.

Colonia Real Estate AG, Köln
Consolidated Income Statement as of June 30, 2007

	Quarterly Report (current quarter)	Quarterly Report (comparativ quarter previous year)	**Accumulated Quarterly Report (current year to date)**	Accumulated Quarterly Report (comparative period previous year)
	TEUR	TEUR	TEUR	TEUR
Total income (excluding interest income)	**81.238,0**	**10.728,2**	**95.326,6**	**19.586,4**
Total expenses (excluding interest expense)	**17.930,1**	**3.046,3**	**22.317,7**	**5.024,6**
Gross rental income	16.135,0	3.149,0	23.680,3	5.979,3
Service charge income on principal basis	0,0	0,0	0,0	0,0
Property operating expenses	- 7.530,0	- 922,5	- 8.138,6	- 1.371,6
Net rental income	**8.605,0**	**2.226,5**	**15.541,7**	**4.607,7**
Procceds from Asset and Funds Management	3.296,7	545,3	9.378,4	545,3
Expense from Asset and Funds Management	- 2.296,1	- 402,3	- 3.571,5	- 402,3
Net Income from Asset and Funds Management	**1.000,6**	**143,0**	**5.806,9**	**143,0**
Administrative expenses	- 7.406,1	- 1.729,6	- 9.905,5	- 3.247,3
Other Income	343,6	131,6	805,2	131,6
Other Expenses	- 151,9	8,1	- 156,1	- 3,4
Net result others	**191,7**	**139,7**	**649,1**	**128,2**
Investment property disposal proceeds	0,0	0,0	0,0	0,0
Expenses in connection with sale of investment property	0,0	0,0	0,0	0,0
Carrying value of investment property disposals	- 546,0	0,0	- 546,0	0,0
Profit on disposal of investment property	**- 546,0**	**0,0**	**- 546,0**	**0,0**
Valuation gains	61.462,7	6.902,3	61.462,7	12.930,2
Valuation losses	0,0	0,0	0,0	0,0
Valuation movements	**61.462,7**	**6.902,3**	**61.462,7**	**12.930,2**
Net operating profit before finance cost	**63.307,9**	**7.681,9**	**73.008,9**	**14.561,8**
Interest expense	- 10.775,1	- 1.911,4	- 13.197,8	- 3.329,8
Interest income	1.357,9	696,2	1.690,6	720,2
Consolidated profit before Tax	**53.890,7**	**6.466,7**	**61.501,7**	**11.952,2**
Income tax expense	- 11.747,4	- 1.581,4	- 14.174,9	- 3.011,3
Consolidated profit for the period	**42.143,3**	**4.885,3**	**47.326,8**	**8.940,9**
Attributale to:				
Equity holders of the parent	41.412,3	4.871,5	45.535,4	8.922,8
Minority interest	731,2	11,0	1.791,4	18,1
Consolidated profit for the period	**42.143,5**	**4.882,5**	**47.326,8**	**8.940,9**
basic	17.518.684	15.214.477	2,60	0,59
diluted	23.354.829	19.685.780	1,95	0,49

Colonia Real Estate AG, Köln

Consolidated Balance Sheet as of June 30, 2007

	2007	2006
	TEUR	TEUR
Non-current assets		
Investment property	789.869,8	353.220,0
Property, plant, and equipment, net	2.912,8	310,6
Other Investment	12.019,2	11.112,9
Loans receivable	124,0	124,0
Goodwill	3.475,2	1.975,2
Deferred tax assets	9.253,2	4.519,7
Total non - current assets	**817.654,2**	**371.262,4**
Current assets		
Property under construction	4.376,5	7.645,3
Income tax receivables	149,0	2,2
Other receivables	27.275,0	5.243,9
Available-for-sale securities	47.651,9	0,0
Cash and cash equivalents	167.840,3	35.999,1
Total current assets	**247.292,7**	**48.890,5**
Total assets	**1.064.946,9**	**420.152,9**
Equity		
Subscribed capital	21.985,6	15.704,0
Other reserves	208.185,6	44.267,7
Retained earnings	86.464,2	39.235,1
Total shareholders´equity	316.635,4	99.206,8
Minority interest	2.737,6	946,1
Total equity	**319.373,0**	**100.152,9**
Liabilities		
Non - current liabilities		
Interest - bearing loans and borrowings	460.357,1	113.928,5
Convertible bond	52.440,7	52.304,4
Deferred tax liabilities	62.196,5	16.114,8
Total non current liabilities	**574.994,3**	**182.347,7**
Current liabilities		
Bank overdraft	0,0	4,9
Interest - bearing loans and borowings, current portion	34.436,8	26.911,4
Accounts payables, trade and other payables	123.264,3	99.104,4
Accrued tax liabilities	12.878,5	11.631,6
Total current liabilities	**170.579,6**	**137.652,3**
Total liabilities	**745.573,9**	**320.000,0**
Total equity and liabilities	**1.064.946,9**	**420.152,9**

Colonia Real Estate AG, Cologne

Consolidated Cash Flow Statement June 30. 2007

	2007	2006
	TEUR	TEUR
Operating activities		
Net operating proft before finance cost	73.008,9	14.565,8
Unrealised valution movements	- 61.462,7	- 12.930,2
Realised profits on disposals	546,0	0,0
Stockbased compensation	1.693,7	0,0
Depreciation	129,1	15,0
Property under constuction	- 4.376,5	0,0
Changes in receivables	- 22.031,1	448,2
Changes in liabilities	24.159,9	18.633,1
Cash generated from operations	11.667,3	20.731,9
Interest expense paid	- 13.197,8	- 3.329,8
Interest income received	1.690,6	720,3
Income tax paid	1.871,1	155,0
Cash flow used in operating activities	2.031,2	18.277,4
Investing activities		
Acquisition of investment properties	- 375.733,1	- 63.175,8
Acquisition of other property, plant and equipment	- 2.731,2	- 17,0
Acquisition of other investments	- 13.643,2	0,0
Acquisition of available-for-sale securities	- 47.651,9	0,0
Cash flow from investing activities	- 439.759,4	- 63.192,8
Proceed from the issuance of share capital	170.199,5	42.815,0
Proceed from borrowings	408.550,1	4.905,3
Repayment of borrowings	- 9.175,3	- 4.646,0
Cash flows from financing activities	569.574,3	43.074,3
Net increase in cash and cash equivalents	131.846,1	- 1.841,1
Cash and cash equivalents at january 1,	35.994,2	17.502,6
Cash and cash equivalents at June 30.	167.840,3	15.661,5

Colonia Real Estate AG, Köln

Schedule of Consolidated Equity

	Attibutable to group shareholders				Minority Interest	Total
	Subscribed Capital	Other Reserve	Retained Earnings	Total		
	TEUR	TEUR	TEUR	TEUR	TEUR	TEUR
as of January 1, 2006	**3.569**	**21.425**	**7.096**	**32.090**	**299**	**32.389**
Exercise option bond	100	1.650	0	1.750	0	1.750
Cash capital increase	239	30.755	0	30.994	0	30.994
Cost of capital increase after tax,	0	- 520	0	- 520	0	- 520
Capital increase through contribution in kind acquisition Resolution GmbH	18	1.983	0	2.001	0	2.001
Capital increase from revenue reserve and stock split	11.778	- 11.778	0	0	0	0
Share based compensation	0	0	1.818	1.818	0	1.818
Account of equity from convertible bonds, after tax	0	753	0	753	0	753
Minority interest	0	0	0	0	- 168	- 168
Consolidated net income for the year	0	0	30.321	30.321	815	31.136
Stand am 31.12. 2006	**15.704**	**44.268**	**39.235**	**99.207**	**946**	**100.153**
as of January 2007	**15.704**	**44.268**	**39.235**	**99.207**	**946**	**100.153**
Cash capital increase	6.282	163.918	0	170.200	0	170.200
Share based compensation	0	0	1.694	1.694	0	1.694
Consolidated net income for the year	0	0	45.535	45.535	1.791	47.326
as of June 30, 2007	**21.986**	**208.186**	**86.464**	**316.636**	**2.737**	**319.373**

General disclosures regarding the half-yearly financial report

Notes to the balance sheet

Fair value of the investment property

An internationally respected real estate appraisal firm determined the current market value (fair value) of our real estate portfolio at 30 June 2007. The appraisal meets IFRS requirements and resulted in the recognition of an unrealised gain (valuation gain) of Euro k 61,462.7.

The real estate portfolio grew Euro k 436,649.8 to Euro k 789,869.8 during the reporting period. This increase resulted from the acquisition of shares of the real estate companies Emersion Grundstücksverwaltungsgesellschaft mbH and Domus Grundstücksverwaltungsgesellschaft mbH, both of which are based in Grünwald.

Goodwill

During the reporting period, the second tranche of Euro k 1,500.0 from the share purchase agreement for Resolution GmbH was paid to the seller.
This brings goodwill up Euro k 1,500.0 to Euro k 3,475.2. The expected goodwill from Emersion and Domus was recognised in the gain from the measurement at fair value (valuation gain) during the reporting period.

Trade receivables

Trade receivables increased Euro k 22,031.1 to Euro k 27,275.0 during the reporting period. Trade receivables from Asset Management totalled Euro k 6,465.7 at 30 June 2007. Rents receivable totalled Euro k 20,709.3 on the balance sheet date.

Securities within current assets

Unneeded liquidity was invested in higher-yielding short-term securities during the reporting period. By 30 June 2007, a gain of around Euro k 60.0 was achieved.

Cash and cash equivalents

Cash and cash equivalents increased Euro k 131,841.2 to Euro k 167,840.3 on the back of the refinancing of the Elmshorn / Itzehoe and Brake portfolios, the latter of which had been exclusively equity financed, and the capital increase in May. The Group's liquidity situation remains very favourable.

Statement of changes in equity

The temporary reduction in the equity ratio in the first quarter of 2007 was completely offset by the capital increase. Equity increased Euro k 219,220.1 to Euro k 319,373.0, bringing the equity ratio to 30.0% at 30 June 2007 (previous year: 23.8%).

The changes in equity during the reporting period are shown in the statement of changes in equity.

Current and non-current financial liabilities

The Colonia Real Estate Group's intensive investing activities have resulted in higher financial liabilities. During the reporting period, the residential segment took out or assumed financing totalling Euro k 353,949.2. Financial liabilities rose from Euro k 140,844.8 to Euro k 494,793.9.

Trade payables

The Euro k 24,159.9 increase in trade payables to Euro k 123,264.4 (previous year: Euro k 99,104.5) stems primarily from the open purchase price obligation from the purchase of shares in Emersion and Domus totalling Euro k 71,000.0 and assumed liabilities totalling Euro k 26,486.9. During the reporting period, the Euro k 83,200.0 purchase price for the Helle Aue portfolio was paid in full.

Notes to the income statement

Total income (excluding interest income)

Total income increased Euro k 75,740.2 over the year-earlier period to Euro k 95,326.6 (previous year: Euro k 19,586.4).

Rental income

Commercial properties	Euro k	656.4
Hotel properties	Euro k	1,055.1
Residential properties	Euro k	21,968.8

Rental income on investment property is determined on the basis of the income from rentals and leases of the commercial, hotel and residential properties segments. This total increased Euro k 5,979.3 to Euro k 23,680.3.

Property operating expenses

Operating expenses increased Euro k 6,767.0 over the year-earlier period to Euro 8,138.6 (previous year: Euro k 1,371.6). This item includes costs for repairs, maintenance and administration. The disproportionate increase in this cost item reflects the extent of vacancies across the entire portfolio.

Revenues from asset and fund management

During the reporting period, the asset and fund management segments generated revenues totalling Euro k 9,378.4 (previous year: Euro k 545.3).

Asset management	Euro k 7,049.7	(previous year: Euro 545,3k)
Fund management	Euro k 2.328.7	(previous year: Euro 0.0k)

Expenses for asset and fund management

These expenses include goods and services purchased, personnel costs, depreciation and amortisation, and other operating expenses. During the reporting period, asset management incurred expenses totalling Euro k 2,395.6 (previous year: Euro k 302.8) and fund Management incurred expenses totalling Euro k 1,175.8 (previous year: Euro k 99.5). Total expenses incurred during the reporting period amounted to Euro k 3,571.5.

Administrative expenses

This item includes personnel costs, depreciation and amortisation, and other operating expenses that cannot be attributed to the individual segments. Administrative expenses increased Euro k 6,658.3 to Euro k 9,905.5 in the reporting period (previous year: Euro k 3,247.3).

	2007 Euro k	2006 Euro k
Personnel expenses	2,568,422.1	1,064,211.7
Legal and consulting fees	3,579,467.7	1,119,692.7
Bank fees/commissions	1,511,021.2	59,058.4
Travel and advertising expenses	401,880.3	225,628.1
Annual shareholders' meeting / mandatory publications	106,370.3	66,464.4
Depreciation for wear and tear	87,363.3	13,821.7
Other operating expenses	1,650,988.9	698,405.1
Total	**9,905,513.7**	**3,247,282.0**

Interest expense

Interest expense increased Euro k 9,868.0 to Euro k 13,197.8 in the reporting period (previous year: Euro k 3,329.8). The increase reflects the rise in borrowing for the acquired real estate.

Income tax expense

Essentially, this item consists of deferred taxes.

Consolidated profit

During the reporting period, consolidated profit came to Euro k 47,326.8 (previous year: Euro k 8,940.9). Of this, Euro k 45,535.4 are allocated to shareholders of the parent company (previous year: Euro k 8,922.8) and Euro k 1,791.4 to minority interests (previous year: Euro k 18.1).

Earnings per share

Undiluted earnings per share were determined by dividing the consolidated profit for the period attributed to the shareholders of the parent by the weighted average number of ordinary shares outstanding during the period. Earnings per share at 30 June 2007 amounted to Euro 2.60 (previous year: Euro 0.59).

The same method is used to determine diluted earnings per share. However, all effects of all potentially diluting ordinary shares that were outstanding during the reporting period are also taken into the equation. Diluted earnings per share were Euro 1.95 at 30 June 2007 (previous year: Euro 0.49).

Other information

Following ratification of the tax reform by the German Bundesrat (Second Chamber of Parliament) on July 6, 2007 the company will correct the deferred taxes reported in the Consolidated Annual Financial Statement of 31 December 2007.

Reporting and valuation methods

The non-audited consolidated half-yearly report has been prepared in accordance with the International Financial Reporting Standards (IFRS). The quarterly statements of accounts prepared by the consolidated companies are based on consistent and uniform accounting and valuation principles. The methods used for consolidation, balance sheet reporting and valuation are in compliance with the those used for the consolidated annual financial statement of 31 December 2006. The provisions on interim reporting under IAS 34 were applied.

The Management Board and Supervisory Board

No changes were made to the composition or membership of the Management Board or Supervisory Board during the reporting period.

Responsibility statement

To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the interim consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group, and the interim management report of the Group includes a fair review of the development and performance of the business and the position of the Group, together with a description of the principal opportunities and risks associated with the expected development of the group for the remaining months of the financial year.

Cologne, August 2007

The Management Board

Further information

Financial calendar

15 November 2007	Interim report January to September 2007
March 2008	Release of preliminary figures
April 2008	Publication of the 2007 annual report

This English translation of the interim report is available on the Internet at www.cre.ag. The original German version is also available there.