

New Reporting Structure

Michael Sen, Senior Vice President and Head of Investor Relations

Dr. Klaus Patzak, Corporate Vice President and Controller

Note:

In the technical call on June 24th, 2008, Siemens provides only explanatory information on the reconciliation between its old and its new reporting structure. Business-related issues as well as historical financial results will not be discussed (neither during the presentation nor the Q&A session).

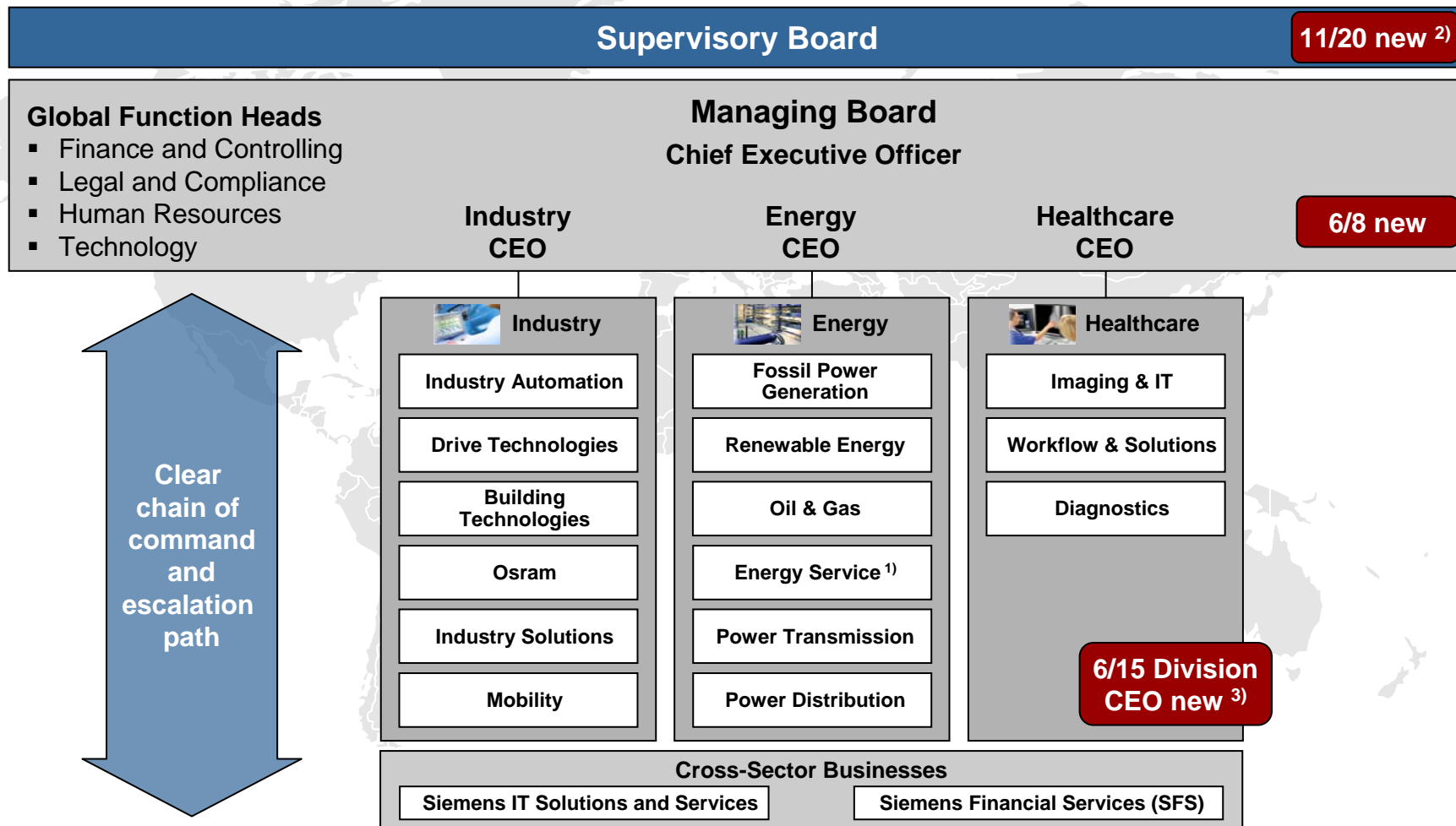
June 24th, 2008

Safe Harbour Statement

This document contains forward-looking statements and information – that is, statements related to future, not past, events. These statements may be identified by words such as “expects,” “looks forward to,” “anticipates,” “intends,” “plans,” “believes,” “seeks,” “estimates,” “will,” “project” or words of similar meaning. Such statements are based on our current expectations and certain assumptions, and are, therefore, subject to certain risks and uncertainties. A variety of factors, many of which are beyond Siemens’ control, affect our operations, performance, business strategy and results and could cause the actual results, performance or achievements of Siemens to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements. For us, particular uncertainties arise, among others, from changes in general economic and business conditions (including margin developments in major business areas); the challenges of integrating major acquisitions and implementing joint ventures and other significant portfolio measures; changes in currency exchange rates and interest rates; introduction of competing products or technologies by other companies; lack of acceptance of new products or services by customers targeted by Siemens; changes in business strategy; the outcome of pending investigations and legal proceedings, especially the corruption investigations we are currently subject to in Germany, the United States and elsewhere; the potential impact of such investigations and proceedings on our ongoing business including our relationships with governments and other customers; the potential impact of such matters on our financial statements; as well as various other factors. More detailed information about certain of these factors is contained throughout this report and in our other filings with the SEC, which are available on the Siemens website, www.siemens.com, and on the SEC’s website, www.sec.gov. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described in the relevant forward-looking statement as expected, anticipated, intended, planned, believed, sought, estimated or projected. Siemens does not intend or assume any obligation to update or revise these forward-looking statements in light of developments which differ from those anticipated.

EBIT (adjusted) and EBITDA (adjusted) are non-GAAP financial measures. A reconciliation of these amounts to the most directly comparable IFRS financial measures is available on the table Additional Segment Information (II) (Exhibit 99(g) to 6-K furnished with SEC on June 24, 2008). Free cash flow is a non-GAAP financial measure. For a reconciliation of these amounts to the most directly comparable IFRS financial measure see our Financial Publications at our Investor Relations website under www.siemens.com/ir. “Profit Total Sectors” is reconciled to “Income from continuing operations before income taxes” on the table Segment Information (Exhibits 99 (b,c,d) to 6-K furnished with SEC on June 24, 2008). See our Financial Publications at our Investor Relations website under www.siemens.com/ir.

New organizational setup in place – leadership, governance and people



1) renamed from Service Rotating Equipment and not reported externally because of cross-divisional service character

2) 7/11 for shareholder representatives 3) no members of former Group boards

Priorities are clearly defined

Our Principles ...

Increase
TRANSPARENCY

Enforce
ACCOUNTABILITY

Drive
PERFORMANCE

Main Topics

- Portfolio priorities

Clear focus on organic growth

- Leadership structure

New structure as of Jan 08

- Capital allocation

Continued commitment to SBB

- Target margins

New targets for 2010 defined

- SG&A reduction

Implementation ongoing

- Equity culture

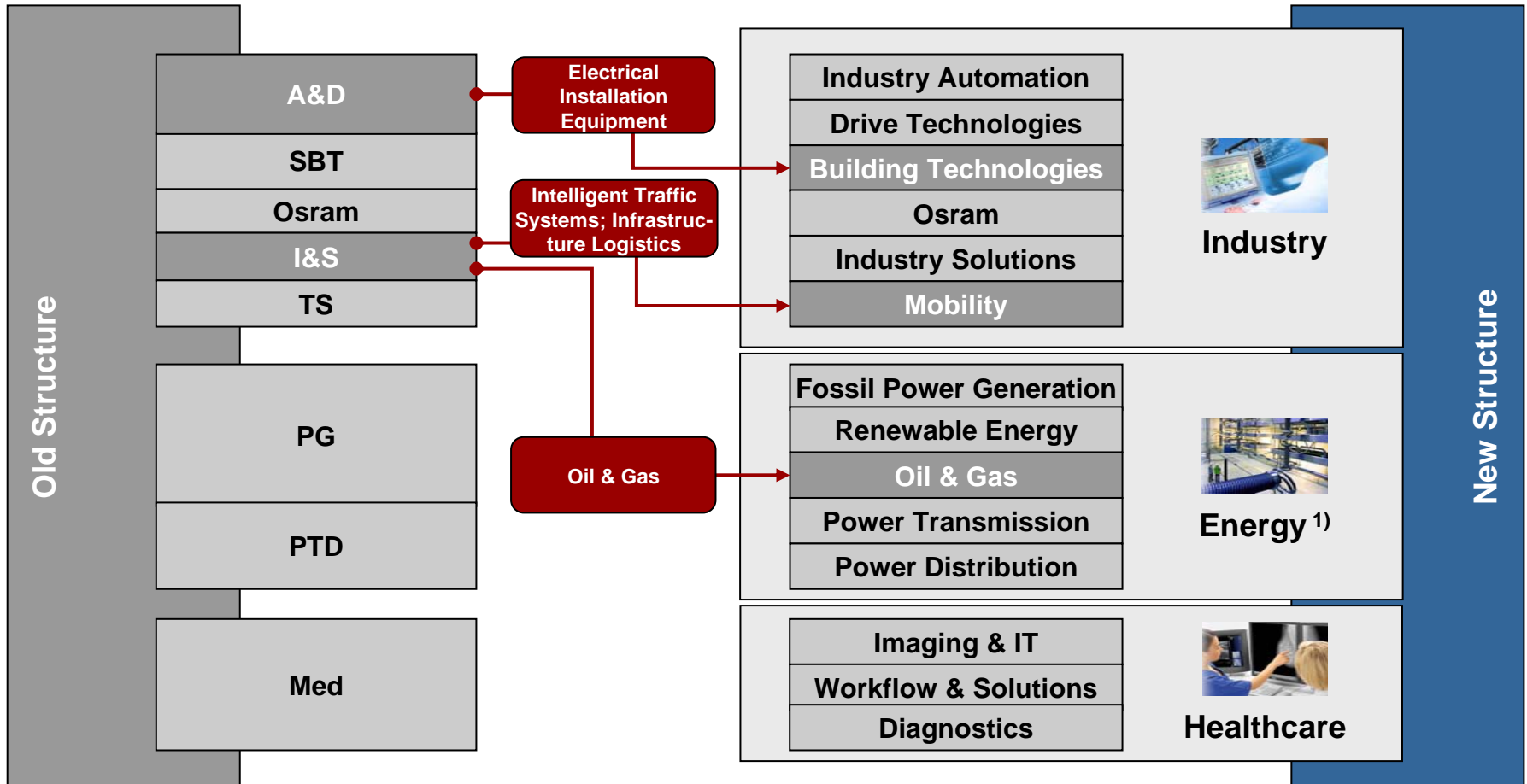
First outline in Q3 2008

- New reporting structure

Starting in Q3 2008¹⁾

1) Supplemental historical Financial Results in the new structure announced at June 24th, 2008

Sectors and Divisions – What went where?



1) Financial results relating to the Energy Service Division (renamed from Service Rotating Equipment Division) are reflected in the Fossil Power Generation Division and the Oil & Gas Division.

Segment Information – What has changed?

Key changes

- Component model presentation terminated
- 6 reportable segments defined
- Measures: adopted terminology; no definition changes

	Old Structure (until Q2 2008)	New Structure (beginning with Q3 2008)
Reportable Segments	12 reportable segments <ul style="list-style-type: none"> ▪ 10 Groups, incl. Strategic Equity Investments (SEI) and Siemens IT Solutions and Services ▪ Siemens Financial Services (SFS) and Siemens Real Estate (SRE) 	6 reportable segments <ul style="list-style-type: none"> ▪ 3 Sectors: Industry, Energy, Healthcare ▪ SEI ▪ Cross-Sector Businesses: SFS and Siemens IT Solutions and Services
Other Operations	<ul style="list-style-type: none"> ▪ Separately reported as part of „Total Operations Groups“ 	<ul style="list-style-type: none"> ▪ Separately reported as part of “Reconciliation to consolidated financial statements”
SRE	<ul style="list-style-type: none"> ▪ Separately reported as reportable segment 	<ul style="list-style-type: none"> ▪ Separately reported as part of “Reconciliation to consolidated financial statements”
Other interest expense	<ul style="list-style-type: none"> ▪ Separately reported as part of "Total Operations" 	<ul style="list-style-type: none"> ▪ Included in line „Eliminations, Corporate Treasury and other reconciling items“
Columns (new terminology; definitions unchanged)	<ul style="list-style-type: none"> ▪ Group Profit ▪ Net Capital Employed / Total Assets 	<ul style="list-style-type: none"> ▪ Profit ▪ Assets

Segment Information – Lines until Q2 2008 and as of Q3 2008



Old Structure - until Q2 2008

Operations Groups

- Automation and Drives (A&D)
- Industrial Solutions and Services (I&S)
- Siemens Building Technologies (SBT)
- Osram
- Transportation Systems (TS)
- Power Generation (PG)
- Power Transmission and Distribution (PTD)
- Medical Solutions (Med)
- Siemens IT Solutions and Services
- Strategic Equity Investments (SEI)

Other Operations

Total Operations Groups

Reconciliation to financial statement

- Corporate items, pensions and eliminations
- Other interest expense
- Other assets related and miscellaneous reconciling items

Total Operations (for columns Group profit/Net capital employed, i.e. Income before income taxes/Total assets)

Financing and Real Estate Groups

- Siemens Financial Services (SFS)
- Siemens Real Estate (SRE)
- Eliminations

Total Financing and Real Estate

Eliminations, reclassifications and Corporate Treasury

Siemens

New Structure - beginning with Q3 2008

Sectors

- Industry
- Energy
- Healthcare

Total Sectors

- Strategic Equity Investments (SEI)

Cross-Sector Businesses

- Siemens IT Solutions and Services
- Siemens Financial Services (SFS)

Reconciliation to consolidated financial statements

- Other Operations
- Siemens Real Estate (SRE)
- Corporate items and pensions
- Eliminations, Corporate Treasury and other reconciling items

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Additional Information: Sectors and Divisions

- Information provided on **3 Sectors** and **14 Divisions** ¹⁾, compared to 8 operating Groups (excl. Siemens IT Solutions and Services and SEI) in the old structure
- Measures on Sector and Division level:
 - **New Orders**
(absolute and change actual and adjusted by currency and portfolio effects),
 - **Revenue**
(absolute and change actual and adjusted by currency and portfolio effects),
 - **Profit,**
 - **Profit Margin,**
 - **Target Range** (Fit₄2010 program)
- Measures for Divisions defined in accordance with Sector measures in Segment Information ²⁾
- Measures for Sectors and Total Sectors reconcilable with Segment Information
- Profit reconciled to EBIT (adjusted) / EBITDA (adjusted) on Sector and Division level
- Reported together with the Earnings Release on a **quarterly basis**

1) Financial Results relating to the Energy Service Division, which is part of the Energy Sector, are reflected in the Fossil Power Generation Division and the Oil & Gas Division

2) Revenue corresponds to Total Revenue in Segment Information

Reporting of financial data by regions

Key Changes

- Beginning with Q3 2008, regional reporting follows the new responsibilities within the Managing Board
- Germany now included in region "Europe, C.I.S., Africa"; former region comprising Africa, Middle East, C.I.S. now split up and shown in the region "Europe, C.I.S., Africa" as well as in the region "Asia, Australia, Middle East"
- New Orders and Revenue for Siemens, including currency translation and portfolio effects, now reported quarterly for the 3 new regions, plus Germany, USA, China and India (previously: only for 5 regions)
- External revenue on segment level in new regional structure now reported semi-annually instead of annually

Old Structure (Results of Siemens in MD&A)

Region	Revenue in fiscal 2007
Germany	12.594
Europe (other than Germany)	22.801
Americas	19.321
Asia-Pacific	10.937
Africa, Middle East, C.I.S.	6.795

€in billions

New Structure (Results of Siemens in MD&A)

Revenue in fiscal 2007	Region
38.180	Europe, C.I.S., Africa
12.594	<i>therein Germany</i>
19.321	Americas
14.832	<i>therein USA</i>
14.947	Asia, Australia, Middle East
4.146	<i>therein China</i>
1.676	<i>therein India</i>

Siemens	72.448
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72.448	Siemens
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Reconciliation from Profit Total Sectors to Group profit from Operations

- Outlook 2008 includes the guidance that **Group Profit from Operations will match prior year's level**
- Since the new reporting structure comprises **Profit Total Sectors** as a sub-total, the reconciliation below is provided as a **bridge for the outlook guidance 2008** based on Group Profit from Operations

Profit in millions of €	1 st Quarter 2008	2 nd Quarter 2008	1 st Quarter 2007	2 nd Quarter 2007	3 rd Quarter 2007	4 th Quarter 2007	Fiscal Year 2007	Fiscal Year 2006
Industry Sector	994	931	777	904	822	1,018	3,521	2,618
+ Energy Sector	347	6	304	478	442	594	1,818	1,084
+ Healthcare Sector	332	341	304	332	307	380	1,323	988
= Total Sectors	1,673	1,278	1,385	1,714	1,571	1,992	6,662	4,690

+ Strategic Equity Investments	26	14	52	99	(301)	(11)	(161)	225
+ Siemens IT Solutions and Services	70	(35)	26	80	66	80	252	(731)
+ Other Operations ¹⁾	(64)	(54)	15	(112)	(56)	(79)	(232)	(346)
= Group profit from Operations	1,705	1,203	1,478	1,781	1,280	1,982	6,521	3,838

1) The presentation of certain prior-year information has been reclassified to conform to the current period presentation

Special items¹⁾ externally disclosed and quantified for the three Sectors in accordance with the new structure (I)



Industry	Industry (cont.)
<ul style="list-style-type: none"> ▪ Industry Automation <ul style="list-style-type: none"> – <u>PPA/OTC</u>²⁾ relating to the UGS acquisition: <ul style="list-style-type: none"> – €(56)m PPA and €(5)m OTC in Q4 07 – €(105)m PPA and €(16)m OTC in FY 07 – €(48)m PPA and €(5)m OTC in Q1 08 – €(26)m PPA and €(2)m OTC in Q2 08 – <u>Business Sale</u>: Sale of Display Technologies business for a book gain of €36m in Q1 08 ▪ Drive Technologies <ul style="list-style-type: none"> – <u>PPA/OTC</u>²⁾ relating to the Flender acquisition: <ul style="list-style-type: none"> – €(10)m PPA in Q1 07 – €(10)m PPA in Q2 07 – €(11)m PPA in Q3 07 – €(7)m PPA and €(7)m OTC in Q4 07 – €(38)m PPA and €(7)m OTC in FY 07 – €(10)m PPA in Q1 08 – €(9)m PPA in Q2 08 	<ul style="list-style-type: none"> ▪ Industry Solutions <ul style="list-style-type: none"> – <u>€30m gain</u> on the sale of its hydrocarbon service business in Q2 08 ▪ Mobility <ul style="list-style-type: none"> – <u>€76m net gain</u> on the sale of its locomotive leasing business in Q1 07 was largely offset by charges related to major projects – <u>Combino charges</u> of €(29)m in Q3 07 and €(32)m in Q1 08 [for Q2 08 see below] – <u>Project reviews</u>: €(209)m charges in Q2 08 including Shanghai Transrapid and Combino; a majority of the charges resulted from a substantially completed review of project

1) Special items include only such items that were disclosed and quantified in earnings releases during the past.

2) PPA = purchase price allocation; OTC = one-time costs

Special items¹⁾ externally disclosed and quantified for the three Sectors in accordance with the new structure (II)



Energy	Healthcare
<ul style="list-style-type: none"> ▪ Fossil Power Generation <ul style="list-style-type: none"> – <u>Olkiluoto/Finland</u>: €(92)m charges in Q1 07 [and €(163)m in Q2 08, see below] – <u>Project reviews</u> in turnkey solutions business: <ul style="list-style-type: none"> – €(559)m charges in Q2 08, of which €(163)m related to Olkiluoto, which was less than 50% completed at the close of the quarter – The division expects negative margin impacts in coming quarters stemming from the project review – <u>Equity investment income</u>: <ul style="list-style-type: none"> – Negative impact of €(37)m in Q4 07 respectively €(45)m in FY 07 resulting from Areva NP, whereas in Q2 08 a positive contribution from Areva NP was realized; equity investment income is expected to remain volatile in coming quarters ▪ Power Transmission <ul style="list-style-type: none"> – <u>€25m positive hedging effects</u> in Q4 07 will be reversed by the back end of the hedge in the following quarters 	<ul style="list-style-type: none"> ▪ Sector item <ul style="list-style-type: none"> – <u>€23 gain</u> from sale of stake in Draeger Medical in FY 2007 ▪ Diagnostics <ul style="list-style-type: none"> – <u>PPA/OTC²⁾</u> relating to the acquisitions of DPC, Bayer Diagnostics and Dade Behring: <ul style="list-style-type: none"> – €(7)m PPA and €(7)m OTC in Q1 07 – €(37)m PPA and €(9)m OTC in Q2 07 – €(26)m PPA and €(14)m OTC in Q3 07 – €(21)m PPA and €(55)m OTC in Q4 07 – €(91)m PPA and €(84)m OTC in FY 07 – €(51)m PPA and €(35)m OTC in Q1 08 – €(50)m PPA and €(52)m OTC in Q2 08 – with €(101)m PPA for H1 FY 08 including €(19)m of non-recurring inventory step-up (classified as OTC in Med's PPA/OTC guidance for the next three fiscal years, given at CMD in February) – Consolidation of Dade Behring Holdings, Inc. since November 1, 2007

1) Special items include only such items that were disclosed and quantified in earnings releases during the past.

2) PPA = purchase price allocation; OTC = one-time costs

TAP – consistent execution against plan

Reporting dates	Milestones (deliverables)	
November 2007 Supervisory Board	<ul style="list-style-type: none"> ▪ New organization approved ▪ Managing Board incl. Sector CEO approved 	
December 2007	<ul style="list-style-type: none"> ▪ Sector CFO named ▪ Division CEO and CFO named 	
January 2008 AGM	<ul style="list-style-type: none"> ▪ New target margins for Energy and Industry Sector ▪ Target margins for Divisions 	
April 2008 Q2 analyst conference	<ul style="list-style-type: none"> ▪ Update on SG&A project 	
July 2008 Q3 conference call	<ul style="list-style-type: none"> ▪ Start reporting in new structure (supplemental historical results in June ) ▪ Outline new management compensation scheme ▪ Operational guidance for 2009 	
October 2008	<ul style="list-style-type: none"> ▪ New management compensation scheme in place 	
October 2009	<ul style="list-style-type: none"> ▪ Streamlining Other Operations completed 	
October 2010	<ul style="list-style-type: none"> ▪ Share buyback completed ▪ Capital structure target achieved ▪ SG&A project completed ▪ Target margins achieved 	

Reconciliation and Definitions for Non-GAAP Measures



Profit Total Sectors is reconciled to Income from continuing operations before income taxes on the table Segment Information (Exhibits 99 (b,c,d) to 6-K furnished with SEC on June 24, 2008; see our Financial Publications at our Investor Relations website under www.siemens.com/ir).

Earnings before interest and taxes (EBIT)(adjusted) is Income from continuing operations before income taxes less Financial income (expense), net and Income (loss) from investments accounted for using the equity method, net.

Earnings before interest, taxes, depreciation and amortization (EBITDA) (adjusted) is EBIT before Depreciation and Amortization, defined as amortization and impairments of intangible assets and depreciation and impairments of property, plant and equipment.

Profit is reconciled to EBIT and EBITDA on the table Additional Segment Information (II) (Exhibit 99(g) to 6-K furnished with SEC on June 24, 2008; see our Financial Publications at our Investor Relations website under www.siemens.com/ir).

Free cash flow equals the Net cash provided by (used in) operating activities less Additions to intangible assets and property, plant and equipment. Our Consolidated Financial Statements are available on our Investor Relations website under www.siemens.com/ir.

Profit Total Sectors, EBIT (adjusted), EBITDA (adjusted) and Free cash flow are or may be Non-GAAP financial measures as defined in relevant rules of the U.S. Securities and Exchange Commission. Our management takes these measures, among others, into account in its management of our business, and for this reason we believe that investors may find it useful to consider these measures in their evaluation of our performance. None of Profit Total Sectors, EBIT (adjusted) and EBITDA (adjusted) should be viewed in isolation as an alternative to IFRS net income for purposes of evaluating our results of operations.

Siemens Investor Relations Team

Michael Sen	+49-89-636-33780
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Gerald Brady	+1-408-492-4439
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Florian Flossmann	+49-89-636-34095
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Sabine Groß	+49-89-636-35755
-------------	------------------

Dr. Martin Meyer	+49-89-636-33693
------------------	------------------

Christof Schwab	+49-89-636-32677
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Dr. Gerd Venzl	+49-89-636-44144
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Webpage:	http://www.siemens.com/investorrelations
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e-mail:	investorrelations@siemens.com
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Telephone:	+49-89-636-32474
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Fax:	+49-89-636-32830
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