Interim Report January to June 2006

HEIDELBERGCEMENT

- **Group turnover rises by 22 %**
- **Positive trend in results: OIBD (+52 %) and operating income (+93 %)**
- **Market development and noticeable efficiency increase led to a significantly improved quality of results**
- **Market entry in Georgia and expansion of market positions in India and Russia**
- **Double-digit growth in results for the whole year confirmed**

Overview January - June 2006

EURm	April - June		January - June	
	2005	**2006**	2005	**2006**
Turnover	2,142	**2,532**	3,498	**4,276**
Operating income before depreciation (OIBD)	449	**624**	534	**814**
Operating income	325	**498**	291	**562**
Additional ordinary result	36	**39**	15	**61**
Results from participations	42	**55**	53	**82**
Earnings before interest and income taxes (EBIT)	403	**592**	359	**705**
Profit before tax	342	**535**	244	**603**
Profit for the financial year	235	**378**	138	**415**
Group share in profit	218	**346**	113	**375**
Investments	281	**142**	421	**304**

Letter to the shareholders

Ladies and Gentlemen,

The global economic recovery has broadened. The US, China and India are continuing to show strong growth; demand and production have also recovered to a noticeable extent in Europe. High energy prices, imbalances in the global economy and the development of the US dollar exchange rate and US property market remain ongoing risks.

In the first half of the year, cement and clinker sales volumes rose by 16% to 36.6 million tonnes (previous year: 31.5). Excluding changes in the consolidation scope, the increase amounted to 10.8%. Demand in the European countries and the Africa-Asia-Mediterranean Basin Group area experienced particularly lively development. In North America, sales volumes in the second quarter increased only slightly, but remained at a high level overall.

Ready-mixed concrete sales volumes grew by just under 14% in total to 14.2 million cubic metres; a pleasing increase of 17.2% was recorded in sales volumes of aggregates, which reached 44.6 million tonnes.

In the first half of the year, turnover rose by 22.3% compared with the previous year to EUR 4,276 million (previous year: 3,498). Excluding exchange rate and consolidation effects, Group turnover grew by 16.7%. All major countries achieved double-digit growth.

The positive development of the first quarter also continued in operating income before depreciation (OIBD) and operating income. OIBD rose by 52.4% to EUR 814 million (previous year: 534). Operating income increased to EUR 562 million (previous year: 291) in the first half of the year. The increases in results are, on the one hand, attributable to the broad recovery in the European countries and the continuing high level of demand in North America. On the other hand, the positive effects of the consistent implementation of the "win" project are markedly reflected in our results. Clear organisation structures, consistent leadership and streamlined hierarchies with short reporting processes contributed significantly to the noticeably increased productivity, markedly reduced administrative costs and extended running times of the kilns.

Our French participation Vicat exerted a considerable influence on the growth in results from participations, to EUR 82 million (previous year: 53). The additional ordinary result of EUR 61 million (previous year: 15) includes sales of CO_2 emission permits. One of our primary environmental protection goals is to continuously decrease our specific carbon dioxide emissions. Our financial results improved, with a decrease in interest cost. Taxes on income rose to EUR 188 million (previous year: 106) as a result of the improved development of results in all Group areas. In the first half of the year, the profit for the financial year reached EUR 415 million (previous year: 138), with the Group share in profit increasing to EUR 375 million (previous year: 113).

Change in the Supervisory Board

Mrs Waltraud Hertreiter stepped down from the Supervisory Board after the Annual General Meeting on 23 May 2006. Mr Tobias Merckle was elected by the Annual General Meeting as shareholder representative on the Supervisory Board for the remainder of the period of office of the current Supervisory Board.

Expansion strategy continued

In recent months, HeidelbergCement has continued its expansion in growth markets. Important steps were taken to expand the Group's strong market position in Eastern Europe and Central Asia, with the market entry in Georgia and further investments in Russia. In May, we acquired a participation of 51% in the Georgian cement company Kartuli Tsementi, which operates a grinding plant with a capacity of 100,000 tonnes; by the beginning of 2008, the plant's production capacity is expected to be increased to 500,000 tonnes. In July, we signed an agreement for the acquisition of a majority participation in the Volsk cement plant in the Volga region of Russia with a capacity of 210,000 tonnes. Together with a local partner, we will modernise the production facilities and, by the end of 2008, construct a new cement plant with a capacity of 2 million tonnes.

In addition, we intend to further expand our presence in India and take over the majority share in the cement manufacturer Mysore Cements. The company based in Bangalore operates two cement plants and a grinding plant in central and southern India with a total capacity of 2.6 million tonnes. Mysore Cements provides a good base for supplying the rapidly developing markets in the western part of India.

Employees

In the first half of the year, the number of employees rose to 43,050 (previous year: 42,055). The increase from the consolidation of our activities in Kazakhstan and the expansion in the Ukraine outweighed the decrease resulting from restructuring measures in Europe and Asia.

Investments

In the first half of the year, cash flow investments amounted to EUR 304 million (previous year: 421). Investments in tangible fixed assets, which primarily relate to maintenance and optimisation measures in our cement plants, totalled EUR 213 million (previous year: 208). Investments in financial fixed assets decreased to EUR 91 million (previous year: 213). The impact of our expansion measures in growth markets, which we have already published, will not be seen until the second half of the year.

Turnover by business lines January to June

Europe EURm	2005	**2006**
Cement	994	**1,214**
Concrete	585	**718**
Building materials	62	**65**
Intra-Group eliminations	-104	**-129**
Total turnover	1,537	**1,868**

North America EURm	2005	**2006**
Cement	540	**703**
Concrete	442	**595**
Building materials		
Intra-Group eliminations	-71	**-93**
Total turnover	912	**1,205**

Europe experiences strong growth

The euro zone's economy expanded strongly in the first half of the year. A significant increase was recorded in consumption and exports in particular. The economic situation in the new EU member countries remains sound. Growth also increased noticeably in Poland. The forecast for construction activity has been raised from 1.5% to 2.6%. In Germany, a rise of 1% is expected as a result of increasing residential and commercial construction. However, the growth rate should level out again in 2007.

As a result of the stronger demand and, to some extent, new consolidations, our cement deliveries in all countries increased in the first half of the year, with significant growth in most cases. The highest growth rates were recorded by the countries of Eastern Europe, with the exception of the Czech Republic. Germany, Sweden, the Benelux countries and the United Kingdom also achieved noticeable increases in sales volumes. In total, our cement and clinker sales volumes in Europe rose by 20.7% to 17.8 million tonnes (previous year: 14.8). Excluding the new consolidations, this corresponds to a growth of 12.4%. Sales volumes of ready-mixed concrete and aggregates also developed positively in almost all countries, with considerable increases in most cases.

The turnover of the Europe Group area rose by 21.5% to EUR 1,868 million (previous year: 1.537).

North America maintains a high level

In the US, the economic dynamics weakened only slightly. High energy prices and a regionally varying slowdown on the property market are dampening private consumption and will do so over the next few months. Canada continues to benefit from the international raw materials boom. In our market regions, construction demand in the US is supported primarily by commercial and public construction and, in Canada, by residential construction. In the first half of the year, the cement and clinker sales volumes of our plants were 8.8% above the previous year's level, with 7.4 million tonnes (previous year: 6.8). With full utilisation of production capacities, sales volumes rose slightly once again in the second quarter. Around a quarter of the total sales volumes are imported from other Group areas. Deliveries of ready-mixed concrete and aggregates also increased; however, this is partly attributable to consolidation effects.

The turnover of the North America Group area rose by 32.2% to EUR 1,205 million (previous year: 912).

Africa-Asia-Mediterranean Basin EURm	2005	**2006**
Cement	470	**586**
Concrete	39	**39**
Building materials		
Intra-Group eliminations	-13	**-14**
Total turnover	496	**611**

maxit Group EURm	2005	**2006**
Cement		
Concrete		
Building materials	529	**562**
Intra-Group eliminations		
Total turnover	529	**562**

Strong dynamics in the Africa-Asia-Mediterranean Basin Group area

Varied economic development was observed in the individual regions during the first half of the year. While the Chinese economy is still experiencing unbridled growth, Turkey had to cope with a massive currency devaluation in the second quarter.

The cement and clinker sales volumes of the Africa-Asia-Mediterranean Basin Group area rose by a total of 14.1% in the first half of the year to 11.4 million tonnes (previous year: 10.0). Excluding the consolidation effect from the inclusion of the new joint venture Fufeng in China, the increase amounted to 9.7%. With a rise in sales volumes of just under 47% on a like-for-like basis, China recorded the biggest growth, followed by Bangladesh and Turkey. Our Indonesian subsidiary Indocement was able to more than compensate for the weak cement demand by increasing its exports of clinker. In the middle of June, the foundation was laid for a second production line at the Turkish Çanakkale plant. This will increase the clinker capacity of our joint venture Akçansa to 5.7 million tonnes and the cement grinding capacity to 9 million tonnes. Our African countries presented a varied picture as regards sales volumes; however, deliveries were slightly above the previous year's level overall.

The turnover of the Africa-Asia-Mediterranean Basin Group area improved by 23.3% to EUR 611 million (previous year: 496).

Good development for maxit Group

In the first half of 2006, most of maxit Group's markets, including the countries of Northern Europe in particular, experienced good development. The situation in Germany, the Group's biggest market, is still not satisfactory. With the new management the effects of the restructuring measures will be evident this year. The turnover and results of the last few months confirm this expectation. In the Benelux countries and Portugal, results were improved through cost reductions; the restructuring measures in Italy will have an impact in the second half of the year. In view of the rising raw material and fuel prices, cost optimisation remains the focus for the management. We want to increasingly introduce innovative products and processes more quickly in several countries at the same time.

In the first six months, maxit Group's turnover rose by 6.3% to EUR 562 million (previous year: 529).

Group Services

The trade volume of our subsidiary HC Trading grew significantly by 16.1 % in the first half of the year to 6.8 million tonnes (previous year: 5.9). Declines in dry mortar and related materials were more than compensated for by the considerable increase in cement and clinker trade volumes.

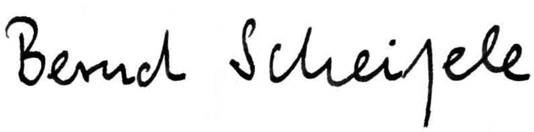
Turnover in the Group Services business unit, which also includes our trading in fossil fuels, increased by 19.3 % to EUR 334 million (previous year: 280).

Prospects

In 2006, the global economic environment will remain positive despite the increasing volatility of the financial markets and tension on the oil markets. As regards further development, a slight weakening is forecast. The risks arising from the development of the energy prices, US dollar exchange rate and US property market remain high. HeidelbergCement has seen improved development during the second quarter; we can therefore confirm our forecast for the whole year – double-digit growth in turnover and results. We are making good progress in the implementation of our “win” project. In 2006, we will noticeably increase the efficiency of the company. The resulting markedly improving earnings power forms a sound basis for our growth strategy.

Heidelberg, 4 August 2006

Yours sincerely,



Dr. Bernd Scheifele
Chairman of the Managing Board

Group profit and loss accounts

EUR '000s	April - June		January - June	
	2005	**2006**	2005	**2006**
Turnover	2,142,279	**2,531,800**	3,497,637	**4,276,079**
Change in stocks and work in progress	-14,565	**-25,625**	19,550	**-14,583**
Own work capitalised	284	**515**	454	**637**
Operating revenues	2,127,998	**2,506,690**	3,517,641	**4,262,133**
Other operating income	50,173	**31,240**	92,255	**75,925**
Material costs	-796,033	**-939,032**	-1,382,748	**-1,699,614**
Employees and personnel costs	-371,762	**-375,682**	-711,735	**-730,550**
Other operating expenses	-561,337	**-598,953**	-981,153	**-1,093,547**
Operating income before depreciation (OIBD)	449,039	**624,263**	534,260	**814,347**
Depreciation and amortisation of tangible fixed assets	-121,097	**-123,660**	-238,614	**-247,701**
Depreciation and amortisation of intangible assets	-2,447	**-2,394**	-4,843	**-4,612**
Operating income	325,495	**498,209**	290,803	**562,034**
Additional ordinary result	36,284	**38,598**	15,200	**60,502**
Results from associated companies[1]	37,316	**59,791**	46,575	**85,796**
Results from other participations	4,401	**-4,781**	6,482	**-3,315**
Earnings before interest and income taxes (EBIT)	403,496	**591,817**	359,060	**705,017**
Interest and similar income	6,207	**6,515**	13,792	**12,700**
Interest and similar expenses	-65,532	**-60,878**	-129,062	**-118,695**
Exchange rates gains and losses	-1,675	**-2,653**	24	**3,864**
Profit before tax	342,496	**534,801**	243,814	**602,886**
Taxes on income	-107,990	**-156,726**	-105,794	**-187,780**
Profit for the financial year	234,506	**378,075**	138,020	**415,106**
Minority interests	-16,698	**-31,868**	-24,990	**-39,624**
Group share in profit	217,808	**346,207**	113,030	**375,482**
Earnings per share in EUR (IAS 33)	2.09	**3.00**	1.07	**3.25**

[1] Net result from associated companies	24,896	47,575	31,836	70,546

Group cash flow statement

EUR '000s	January - June	
	2005	**2006**
Operating income before depreciation (OIBD)	534,260	**814,347**
Additional ordinary result before depreciation	14,494	**59,748**
Dividends received	16,906	**12,972**
Interest paid	-168,250	**-127,303**
Taxes paid	-65,789	**-148,713**
Elimination of non-cash items	17,121	**8,685**
Cash flow	348,742	**619,736**
Changes in operating assets	-397,190	**-407,653**
Changes in operating liabilities	42,161	**18,825**
Cash flow from operating activities	-6,287	**230,908**
Intangible assets	-3,479	**-908**
Tangible fixed assets	-205,065	**-212,108**
Financial fixed assets	-212,606	**-90,510**
Investments (cash outflow)	-421,150	**-303,526**
Proceeds from fixed asset disposals	99,597	**85,031**
Cash from changes in consolidation scope	19,999	**9,641**
Cash flow from investing activities	-301,554	**-208,854**
Capital increase	271,512	**229**
Dividend payments - HeidelbergCement AG	-55,491	**-132,938**
Dividend payments - minority shareholders	-20,448	**-22,734**
Proceeds from bond issuance and loans	580,008	**219,498**
Repayment of bonds and loans	-391,003	**-169,833**
Cash flow from financing activities	384,578	**-105,778**
Net change in cash and cash equivalents	76,737	**-83,724**
Effect of exchange rate changes	-28,959	**35,234**
Cash and cash equivalents at 1 January	305,009	**316,816**
Cash and cash equivalents at 30 June[1)]	352,787	**268,326**

1) In the balance sheet, the item "Securities and similar rights" also lists the market value of hedging transactions and the "available for sale financial assets" amounting to EUR 51.8 million (previous year: 70.1).

Group balance sheet

Assets EUR '000s	31 Dec. 2005	30 June 2006
Long-term assets		
Intangible assets	2,454,657	**2,622,241**
Tangible fixed assets		
Land and buildings	2,039,467	**2,009,218**
Plant and machinery	2,982,037	**2,813,989**
Fixtures, fittings, tools and equipment	190,109	**184,014**
Payment on account and assets under construction	283,107	**342,361**
	5,494,720	**5,349,582**
Financial fixed assets		
Shares in associated companies	759,950	**784,898**
Shares in other participations	334,531	**257,256**
Loans to participations	17,722	**28,247**
Other loans	45,279	**37,251**
	1,157,482	**1,107,652**
Fixed assets	9,106,859	**9,079,475**
Deferred taxes	170,490	**161,417**
Other long-term receivables	77,618	**79,990**
	9,354,967	**9,320,882**
Short-term assets		
Stocks		
Raw materials and consumables	491,348	**493,087**
Work in progress	90,454	**81,830**
Finished goods and goods for resale	275,153	**284,055**
Payments on account	12,686	**15,930**
	869,641	**874,902**
Receivables and other assets		
Short-term financial receivables	185,955	**94,923**
Trade receivables	920,971	**1,273,842**
Other short-term operating receivables	193,320	**210,039**
Current income tax assets	45,067	**55,795**
	1,345,313	**1,634,599**
Short-term investments and similar rights	64,744	**74,431**
Cash at bank and in hand	299,986	**245,689**
	2,579,684	**2,829,621**
Balance sheet total	11,934,651	**12,150,503**

Liabilities

EUR '000s	31 Dec. 2005	30 June 2006
Shareholders' equity and minority interests		
Subscribed share capital	296,065	**296,077**
Capital reserves	2,512,679	**2,512,896**
Revenue reserves	1,999,286	**2,244,527**
Currency translation	-174,938	**-311,176**
Company shares	-2,936	**-2,934**
Capital entitled to shareholders	4,630,156	**4,739,390**
Minority interests	427,709	**447,788**
	5,057,865	**5,187,178**
Long-term provisions and liabilities		
Provisions		
Provisions for pensions	736,010	**692,421**
Deferred taxes	493,409	**509,632**
Other long-term provisions	493,509	**502,720**
	1,722,928	**1,704,773**
Liabilities		
Debenture loans	1,473,966	**747,289**
Bank loans	878,530	**853,891**
Other long-term financial liabilities	391,842	**406,858**
	2,744,338	**2,008,038**
Other long-term operating liabilities	8,144	**6,825**
	2,752,482	**2,014,863**
	4,475,410	**3,719,636**
Short-term provisions and liabilities		
Provisions	116,271	**115,792**
Liabilities		
Debenture loans		**727,389**
Bank loans (current portion)	643,900	**601,702**
Other short-term financial liabilities	521,523	**601,619**
	1,165,423	**1,930,710**
Trade payables	568,731	**558,760**
Current income taxes payables	72,248	**83,183**
Other short-term operating liabilities	478,703	**555,244**
	2,285,105	**3,127,897**
	2,401,376	**3,243,689**
Balance sheet total	11,934,651	**12,150,503**

Statement of recognised income and expense

EUR '000s	January - June 2005	2006
IAS 39 Financial instruments	7,869	**-6,495**
IAS 28 Investments in Associates	19,077	
IFRS 2 Share-based Payment	-1,160	
Currency translation	111,856	**-172,547**
Other consolidation adjustments	-270	**7,976**
Income and expense directly recognised in equity	137,372	**-171,066**
Profit for the financial year	138,020	**415,106**
Total earnings for the period	275,392	**244,040**
Part of minorites	2,157	**2,099**
Part of shareholders HeidelbergCement AG	273,235	**241,941**

Group equity capital grid

EUR '000s	Subscribed share capital	Capital reserves
1 January 2005	258,421	1,930,491
Effect of adopting		
IAS 28 Investments in Associates		
IFRS 2 Share-based Payment		
1 January 2005 (restated)	258,421	1,930,491
Profit for the financial year		
Capital increase from issuance of new shares	36,583	544,551
Dividends		
Changes without effects on results		
Consolidation adjustments		
Financial instruments IAS 39		
Exchange rate		
30 June 2005	295,004	2,475,042
1 January 2006	296,065	2,512,679
Profit for the financial year		
Capital increase from issuance of new shares	12	217
Issuance of company shares		
Dividends		
Changes without effects on results		
Consolidation adjustments		
Financial instruments IAS 39		
Exchange rate		
30 June 2006	296,077	2,512,896

Revenue reserves	Currency translation	Company shares	Capital entitled to shareholders	Minority interests	**Total**
1,720,735	-372,498	-2,936	3,534,213	429,110	**3,963,323**
19,077			19,077		**19,077**
-1,160			-1,160		**-1,160**
1,738,652	-372,498	-2,936	3,552,130	429,110	**3,981,240**
113,030			113,030	24,990	**138,020**
			581,134		**581,134**
-55,491			-55,491	-20,448	**-75,939**
-270			-270	25,201	**24,931**
7,869			7,869		**7,869**
	134,689		134,689	-22,833	**111,856**
1,803,790	-237,809	-2,936	4,333,091	436,020	**4,769,111**
1,999,286	-174,938	-2,936	4,630,156	427,709	**5,057,865**
375,482			375,482	39,624	**415,106**
			229		**229**
		2	2		**2**
-132,938			-132,938	-22,734	**-155,672**
7,976			7,976	40,714	**48,690**
-5,279			-5,279	-1,216	**-6,495**
	-136,238		-136,238	-36,309	**-172,547**
2,244,527	-311,176	-2,934	4,739,390	447,788	**5,187,178**

Notes to the interim accounts

Accounting and consolidation principles

The Group's half year accounts were prepared according to the International Financial Reporting Standards (IFRS) applicable at the balance sheet date. There were no significant changes in the accounting and valuation methods compared with 31 December 2005. Results from participations comprise both income from other participations and amounts written off financial fixed assets.

Segment reporting

As a result of the organisational streamlining of responsibilities and reporting structures within the HeidelbergCement Group, the subgroups Central Europe West, Western Europe, Northern Europe and Central Europe East were combined to form the new Europe reporting area.

Seasonal nature of the business

Regional weather conditions are reflected in HeidelbergCement's production and sales position.

Scope of consolidation

In the following Group areas, there were changes in the consolidation scope in comparison with 31 December 2005 as detailed below. The percentage of shares owned by the Group in each case is given in brackets.

Europe

In Germany, TBG Transportbeton Mittelsachsen GmbH & Co. KG, Chemnitz (100%), TBG Transportbeton Berlin-Brandenburg GmbH & Co. KG, Niederlehme (100%), TBG Transportbeton Thüringen GmbH & Co. KG, Weimar (100%), and HSK Kieswerk Forchheim GmbH & Co. KG, Rheinstetten (100%), are fully included in the Group's scope of consolidation for the first time. Haniel Baustoff-Industrie Kieswerke Niederrhein GmbH, Duisburg (51.0%), KVB Kölbl Verwaltungs- und Beteiligungsgesellschaft mbH, Essen (49.0%), Kölbl GmbH & Co. KG, Duisburg (36.8%), Hanse Asphalt GmbH, Wismar (50.0%), and GAM Greifswalder Asphaltmischwerke GmbH & Co. KG, Rostock (51.0%), are proportionately consolidated for the first time.

The companies Lagergren & Wik AB, Gothenburg/Sweden (100%), and Amvrosiyivske Open Joint Stock Company "Doncement", Novoamvrosiyivske village/Ukraine (100%), both acquired in 2006, as well as the newly founded Recyfuel S.R.L., Bucharest/Romania (99.5%), are also fully consolidated for the first time.

The consolidation scope was expanded with the addition of the Belgian company Betonex NV, Heist-op-den-Berg (100%), acquired in December 2005.

In Kazakhstan, Bukhtarminskaya Cement Company, Zyryanovskiy (75.1%), acquired in 2005, and its subsidiaries are included in the Group accounts for the first time as fully consolidated companies. The resulting goodwill amounts to EUR 65.7 million.

Asia

The share in the Chinese company Fufeng Cement Company Limited (45.8%) was acquired for a purchase price of EUR 11.5 million and is proportionately consolidated. The resulting goodwill amounts to EUR 3.2 million. The share in the Chinese company Jingyang Cement Company Limited (50.0%), which was acquired for EUR 2.5 million, is also proportionately consolidated. The goodwill amounts to EUR 1.8 million.

Group Services

The Maltese companies HC Trading Malta Limited, Valletta (100%), and HCT Holding Malta Limited, Valletta (100%), founded in December 2005, are fully consolidated for the first time as of 1 January 2006.

The goodwill comprises market shares purchased that cannot be assigned to any other determinable and separable intangible fixed assets. The opening balance sheet values and results from the first half of 2006 of companies acquired and included for the first time in the Group annual accounts (Business Combinations) are as follows, in accordance with IFRS 3.67 ff.:

Assets EUR '000s	
Long-term assets	
Intangible assets	**1,295**
Tangible fixed assets	**61,656**
Financial fixed assets	**634**
Fixed assets	**63,585**
Deferred taxes	**158**
	63,743
Short-term assets	
Stocks	**19,166**
Receivables and other assets	**26,462**
Cash at bank and in hand	**10,523**
	56,151
Balance sheet total	**119,894**

Liabilities EUR '000s	
Shareholders' equity and minority interests	
Capital entitled to shareholders	**39,079**
Minority interests	**3,792**
	42,871
Long-term provisions and liabilities	
Provisions	**7,010**
Liabilities	**14,053**
	21,063
Short-term provisions and liabilities	
Provisions	**513**
Liabilities	**55,447**
	55,960
Balance sheet total	**119,894**

Results for the companies consolidated for the first time in the first half of 2006 EUR '000s	
Profit for the financial year	**3,929**
Minority interests	**-58**
Group share in profit	**3,871**

For reasons of materiality, we refrained from individual disclosures (IFRS 3.68). In accordance with IFRS 3.61 ff., the acquired assets and liabilities of Bukhtarminskaya Cement Company, Zyryanovskiy/Kazakhstan, and its subsidiaries as well as of the German companies Haniel Baustoff-Industrie Kieswerke Niederrhein GmbH, Duisburg, KVB Kölbl Verwaltungs- und Beteiligungsgesellschaft mbH, Essen, and Kölbl GmbH & Co. KG, Duisburg, are included in the Group accounts of Heidelberg-Cement AG on the basis of provisional information.

Segment reporting

Group areas January to June 2006 (Primary reporting format under IAS 14 No. 50 ff.)

EURm	Europe		North America	
	2005	**2006**	2005	**2006**
External turnover	1,497	**1,816**	912	**1,205**
Inter-area turnover	40	**52**		
Turnover	1,537	**1,868**	912	**1,205**
Change to previous year in %		21.5%		32.2%
Operating income before depreciation (OIBD)	235	**352**	154	**249**
in % of turnover	15.3%	18.8%	16.9%	20.6%
Depreciation	133	**137**	47	**49**
Operating income	102	**214**	107	**199**
in % of turnover	6.6%	11.5%	11.7%	16.5%
Results from participations	41	**76**	-1	**1**
Additional ordinary result				
Earnings before interest and income taxes (EBIT)	143	**291**	106	**200**
Investments [1]	107	**95**	56	**70**
Employees	20,408	**21,989**	6,022	**6,104**

[1] Investments = in the segment columns: tangible and intangible fixed asset investments; in the reconciliation column: financial fixed asset investments

Turnover development by Group areas and business lines January to June 2006

EURm	Cement		Concrete	
	2005	**2006**	2005	**2006**
Europe	994	**1,214**	585	**718**
North America	540	**703**	442	**595**
Africa-Asia-Mediterranean Basin	470	**586**	39	**39**
maxit Group				
Total	2,004	**2,503**	1,067	**1,353**
Group Services				
Inter-area turnover				
Total Group				

Africa-Asia-Mediterranean Basin		maxit Group		Group Services		Reconciliation		Group	
2005	**2006**	2005	**2006**	2005	**2006**	2005	**2006**	2005	**2006**
467	**567**	528	**561**	94	**127**			3,498	**4,276**
29	**45**	1	**1**	186	**207**	-256	**-304**		
496	**611**	529	**562**	280	**334**	-256	**-304**	3,498	**4,276**
	23.3%		6.3%		19.3%				22.3%
81	**131**	59	**71**	5	**11**			534	**814**
16.3%	21.5%	11.2%	12.7%	1.7%	3.3%			15.3%	19.0%
35	**39**	27	**26**					243	**252**
45	**92**	32	**46**	5	**11**			291	**562**
9.2%	15.1%	6.1%	8.1%	1.6%	3.2%			8.3%	13.1%
12	**5**	1	**0**					53	**82**
						15	**61**	15	**61**
57	**97**	34	**46**	5	**11**	15	**61**	359	**705**
24	**32**	21	**16**			213	**91**	421	**304**
10,607	**9,986**	4,961	**4,922**	57	**48**			42,055	**43,050**

Building materials		Intra Group Eliminations		Total	
2005	**2006**	2005	**2006**	2005	**2006**
62	**65**	-104	**-129**	1,537	**1,868**
		-71	**-93**	912	**1,205**
		-13	**-14**	496	**611**
529	**562**			529	**562**
591	**627**	-188	**-237**	3,474	**4,247**
				280	**334**
				-256	**-304**
				3,498	**4,276**

Exchange rates

		Exchange rates at		Average exchange rates	
		31 Dec. 2005	**30 June 2006**	01-06/2005	**01-06/2006**
	Country	EUR	**EUR**	EUR	**EUR**
USD	US	1.1840	**1.2789**	1.2850	**1.2310**
CAD	Canada	1.3762	**1.4288**	1.5862	**1.4010**
GBP	Great Britain	0.6879	**0.6922**	0.6857	**0.6872**
HRK	Croatia	7.3704	**7.2424**	7.4228	**7.3201**
IDR	Indonesia	11,638.72	**11,893.77**	12,140.08	**11,282.92**
KZT	Kazakhstan	158.24	**151.47**	161.57	**156.12**
NOK	Norway	7.9843	**7.9673**	8.1436	**7.9361**
PLN	Poland	3.8422	**4.0624**	4.0730	**3.8928**
RON	Romania	3.6841	**3.5795**	3.6615	**3.5434**
SEK	Sweden	9.4026	**9.2129**	9.1460	**9.3313**
CZK	Czech Republic	29.0483	**28.4811**	30.0486	**28.5089**
HUF	Hungary	252.2512	**283.2380**	247.0403	**260.8126**
TRY	Turkey	1.5984	**2.0239**	[1]	**1.7199**

[1] In accordance with IAS 21.42 (a) all amounts were translated using the closing rate at the date of the most recent balance sheet.

Financial calendar

Interim Report January to September 2006	6 November 2006
First overview of the financial year 2006	February 2007
Press and analysts' conference on annual accounts	22 March 2007
Annual General Meeting	9 May 2007

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