

„Ad hoc announcement in accordance with §15 WpHG“

Earnings outlook 2008

The Einhell Germany AG announces the following:

The first half of the financial year 2008 for the Einhell Group was marked by the difficult situation on the domestic market and in Western Europe.

In the first half-year 2008, the Einhell Group achieved revenues of €200.9 million, which represents a slight fall of €5.1 million or 2.5% in comparison with the previous year.

Earned profits from operations are amounting to €11.6 million (previous year €12.8 million). Thus pre-tax yield in the first half-year 2008 was 5.8% (previous year 6.2%).

Group net profit after minority interests in the first half of the financial year 2008 amounted to €7.8 million (previous year €8.8 million). Earnings per share are calculated at €2.1 per share (previous year €2.3 per share).

Therefore, despite a slight fall in revenues and profits, the Einhell Group demonstrates that its earning power is sound.

In light of the current situation, The Board of Directors expects that planned Group target revenues for 2008 of €400 - €420 million will not be met.

This is due mainly to the forecast revenue falls for compressors until 31 December 2008 of about €20 million.

The EU has voted for a anti-dumping duty of max. 77 % for Chinese compressors.

Group revenues to 31 December 2008 will probably be at the same levels as the previous year and it is expected that there will be a pre-tax yield of 5 – 6 %.

Landau a. d. Isar, 29 August 2008

Einhell Germany AG
The Board of Directors