



Wir geben *Biogas* Gas.  EnviTec Biogas.

Interim Report

Business Year 2008

## II. Quarter

## Overview

(Million EUR)	Q2 2008	Q2 2007
Sales revenue	17.0	32.8
Gross result	5.9	11.5
EBITDA	0.3	5.6
EBIT	-0.6	5.3
Surplus	0.1	3.5
Employees	268	241



## Content

<b>Overview</b>	4
<b>Preposition</b>	6
<b>Group interim business report</b>	
<i>General environment</i>	8
<i>Business trend in the second quarter</i>	9
<i>Earnings, net worth and financial position</i>	11
<i>The share</i>	14
<i>Opportunities and risks</i>	15
<i>Related party disclosures</i>	15
<i>Forecast report</i>	15
<b>Interim financial statements</b>	
<i>Consolidated profit and loss account</i>	18
<i>Consolidated balance sheet</i>	19
<i>Consolidated equity capital change statement</i>	20
<i>Consolidated capital flow statement</i>	21
<i>Notes</i>	22
<i>Review report</i>	36
<i>Declaration of the legal representatives</i>	37
<b>Calendar, Imprint</b>	38

## Favourable business environment

**Dear shareholders,  
dear customers and business partners, dear colleagues,**

Business is starting to boom again. In the second quarter, we won several major contracts in the course of only a few weeks, thus further consolidating our leading industry position. The biggest contract ever in the history of our company was signed with a German customer. By mid-2010, we will deliver EUR 60 million worth of 500 KW plants to a German project developer. This contract clearly reflects the huge potential of the German market. But we were also successful abroad. For instance, we received several orders with a total volume of approx. EUR 37 million from Belgium and the Czech Republic. Most of them are planned to be filled before the end of the year, thus boosting our sales revenues from approx. EUR 32 million in the first six months of 2008 to over EUR 70 million in the second half of the year. We expect sales for the full year 2008 to total between EUR 105 and 115 million, with EBIT projected to amount to between EUR 5 and 8 million. This positive sales and earnings performance should continue next year.

Our optimism and the pick-up in demand are due to the fact that the environment for our industry has improved clearly in the past weeks. The record oil price and the announcement by many utilities to raise the prices of natural gas by over 50% has strengthened the focus on the global search for solutions to reduce the dependence on natural gas imports and other fossil energy sources. More and more countries realise that biogas can and must make a major contribution to the energy mix of the future on account of the many advantages it has over other energy sources. This has also been realised by the federal government, which has taken a step in the right direction. The adoption of the amendment of the German Renewable Energy Sources Act (EEG) means that a clear legal framework has been formulated. While we would have preferred residual matter to be included in the promotion scheme, as is the case in Belgium, the law is nevertheless a clear sign of the federal government's commitment to biogas. The Gas Grid Access Directive, which governs the feeding of biogas into the natural gas grid, was adopted already in February. These two laws open up excellent growth prospects for our company in Germany. On the one hand, the EEG makes the operation of small biogas plants very attractive. In response to this, we have added 190 KW plants to our portfolio. This allows us to address a new target group, who will benefit from greater planning certainty with regard to time and costs thanks to our standardised design. On the

other hand, the refinement of biogas and the subsequent feeding into the natural gas grid will become especially lucrative for large plants.

The trend in agricultural prices also benefited our industry in the past months. The upward price trend, which lasted into the first quarter, ended in the summer, when prices for maize and wheat began to drop significantly. Good harvests in the USA and Europe brought relief and made the production of biogas even more attractive. From our point of view this shows, that there is only very little competition between Biogas and food production and factual no impact on food prices. Needless to say, that we feel constrained to use land as efficiently as possible, and this is where biogas has a clear advantage over other forms of renewable energy.

The above shows that the environment is right. Our technological expertise, our distribution activities in more than 14 countries worldwide and our liquid funds in an amount of over EUR 80 million mean that we have got what it takes to take full advantage of our opportunities.

We would like to thank you very much for the confidence placed in us.

Cordially,



Olaf von Lehmden  
CEO



Jörg Fischer  
CFO



Kunibert Ruhe  
CTO



*Olaf von Lehmden (CEO),  
Kunibert Ruhe (CTO) and  
Jörg Fischer (CFO)*

## Group interim business report

for the period from 1 January to 30 June 2008 of EnviTec Biogas AG



### 1. General environment

#### Economic development

The world economy continued to grow in the second quarter, albeit at a much slower pace. This is primarily attributable to the US property crisis, which is having a strong impact on the global financial system and the economy. At the end of June 2008, the German Institut für Weltwirtschaft (IfW) reported a noticeable slowdown in economic activity. Should the much-feared US recession materialise in the second half of the year, global economic growth would slow down even further.

The oil price marked a new record in the second quarter. For the first time ever, the price passed the USD 140 per barrel mark. This represented an increase by over 50% since the beginning of the year. The prices of electricity and gas followed this trend and rose sharply. Many utilities have announced further price increases for the second half of the year. By contrast, the prices of agricultural commodities declined. Following a sharp rise in 2007 and the first three months of 2008, the prices of grain and maize came down markedly towards the end of the reporting period in light of good harvest forecasts in the USA and Europe.

#### Renewable energies and biogas

Important legal decisions taken in the first half of the year were immediately reflected in rising demand and should stimulate growth in the biogas market already in the second half of the year. On 6 June, the German Bundestag officially adopted the amendment of the Renewable Energy Sources Act (EEG), thus establishing a reliable legal framework for the German biogas industry. Under the amended EEG, biogas will benefit from higher promotion, which will take effect from 1 January 2009. Both the "NawaRo bonus" and the "KWK bonus" will be raised by one cent per kilowatt hour (kWh). In addition, two new bonuses will be introduced; first, the federal government will grant a bonus of up to 4 cents per kWh for the minimum usage of 30% by mass of liquid manure. The aim is to reduce methane emissions. This will make biogas plants even more attractive for livestock farmers. Second, there will be a bonus on one cent/kWh for plants meeting certain formaldehyde limits. Finally, the new law includes a positive list for input materials that are eligible for the "NawaRo bonus". In addition, the law also defines vegetable by-products

whose use entails only a partial reduction in the "NawaRo bonus". Overall, the amended law gives the operators of biogas plants sufficient legal certainty with regard to their remuneration and thus greater flexibility in the procurement of raw materials.

Together with the new Gas Grid Access Directive, the amended EEG also supports the feeding of biogas into the natural gas grid. The federal government's decision to promote biogas more strongly is a clear signal and an important step towards an environmentally friendly local energy supply in Germany.

### 2. Business performance in the second quarter

As had been expected, the second quarter was still marked by uncertainty about the future legal framework for the German biogas industry. Domestic demand picked up noticeably only after the official adoption of the amended EEG. The company's international operations performed well throughout the period. Numerous new contracts showed that it was the right decision to push ahead the internationalisation at an early stage. The company also expanded the activities of its Own Plant Operation and Service segments.

As of 30 June 2008, 254 EnviTec modules with a rated electrical output of 123 MW were in operation. Another 19 modules with an output of 14.9 MW were under construction.

#### Largest contract in the company's history

The huge potential of the German market, which will clearly benefit EnviTec Biogas due to its leading market position, became evident only a few days after the amendment of the EEG. A leading German project developer ordered biogas plants worth EUR 60 million. This is the largest contract ever in the history of EnviTec Biogas. In the course of the next two years, the company will deliver individual modules with an electrical output of 500 KW each. The customer will operate the plants in cooperation with farmers throughout Germany.

#### Internationalisation bearing fruit: Orders in excess of EUR 37 million

Realising that biogas is an important element in the energy mix of the future, numerous countries have created an attractive environment for this form of energy. As a result, international demand for biogas plants is growing. The most recent examples are Belgium and the Czech Republic.



Before the end of the year, EnviTec biogas will erect plants with a rated electrical output of 12.6 MW for several Belgian agricultural and industrial businesses as well as institutional investors. The total order volume for the 1 - 3 MW plants is approx. EUR 30 million. The excellent conditions prevailing in Belgium allow to exploit the full potential of biogas. In contrast to common practice in other countries primarily relying on renewable resources for input materials, Belgian biogas plants make extensive use of residual matter such as solid manure, glycerine, food waste and vegetable fats. This gives plant operators much greater flexibility in the choice of input materials and allows them to respond swiftly to rising prices of renewable resources. Moreover, the plants are based on concepts for the use of exhaust heat and the processing of fermentation residues.

In the Czech Republic, there are many agricultural businesses that are much larger on average than their German counterparts and that have sufficient input materials. This also applies to their livestock, which produce large amounts of liquid manure. Up to now, liquid manure has been stored in open lagoons, from which large quantities of environmentally hazardous methane gas escaped into the atmosphere. This can be reduced through the production of biogas and additionally leads to a new source of income. The first Czech contracts were signed with three large agricultural businesses which ordered plants in a total amount of EUR 7 million. The first of the three plants with a total electrical output of approx. 2.6 MW is scheduled to be taken into service in late summer of this year. Two of the plants will be realised as turnkey projects, which means that EnviTec Biogas will take care of all project stages - from planning and infrastructure to the construction of the technology building to the start-up of the plant - and hand the turnkey plants over to the customer.

#### Continued growth for Own Plant Operation segment

Besides the ongoing internationalisation, the expansion of the Own Plant Operation segment is an important element of the growth strategy of EnviTec Biogas. Here, too, the company made good progress and generated sales revenues of EUR 4 million in the first half of the year.

Following a 12-month construction phase, a biogas plant with a rated electrical output of 2.1 MW was connected to the grid in Friedland, Mecklenburg-Vorpommern. The cogeneration plant generates annual revenues of approx. EUR 3 million. The electricity generated is fed into the public grid and the heat produced in the process is supplied to a neighbouring district heat grid operator. This allows to reduce the heating costs incurred by the population of Friedland.

An important strategic step was the start of construction of the first company-owned plant abroad. In the Dutch town of Bergharen, EnviTec Biogas is building a

625 KW plant in cooperation with a local farmer. Both partners have equal shares in the plant. EnviTec Biogas is in charge of plant construction as well as technical and biological service, while the farmer will supply liquid manure and maize and operate the plant. The plant will not only generate revenues from the sale of approx. 4.9 million kWh of electricity per year but also serve as a door-opener, as it allows potential customers from the region to become acquainted with the operation of a biogas plant.

#### EnviTec Biogas' new Technology Centre is an investment in the future

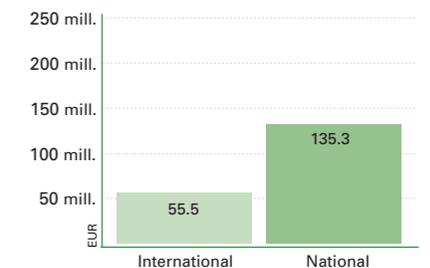
The biogas industry is still young and offers huge potential for innovation. With a view to further expanding its leading position, EnviTec Biogas is building a Technology Centre at its Lohne headquarters. The Technology Centre will comprise not only a biogas plant that will process biogas to natural gas quality and feed it into the natural gas grid but also a training centre including a research lab as well as a biogas filling station. Also, the company wants to promote dialogue with the public. Scheduled for completion in 2009, the Centre will be open to everybody seeking information on renewable energy and biogas.

#### Employees

As of 30 June, EnviTec Biogas employed 268 people, 27 more than at the end of the second quarter 2007. 18 of them work abroad.

#### Orders on hand of EUR 190.8 million at the half-year stage

The growing domestic and international demand for biogas plants is also reflected in the company's orders on hand and forms the basis for the sales growth projected for the second half of the year. At the half-year stage, the company's orders on hand totalled EUR 190.8 million, which represents an increase of over 40% as compared to the three-month stage. EUR 55.5 million of the total order volume came from abroad.

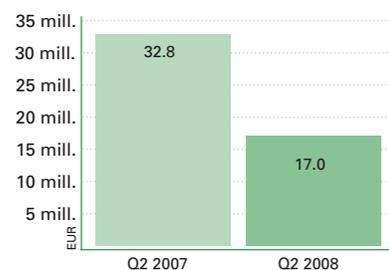


Orders on hand at 06/30/2008

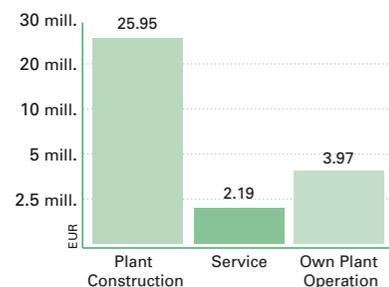
### 3. Earnings, net worth and financial position

#### Sales

In the second quarter of 2008, EnviTec Biogas generated sales of EUR 17.0 million (Q2 2007: EUR 32.8 million). The positive effect of the EEG amendment was reflected in incoming orders only towards the end of the reporting period.



Sales compared to the second quarter



Half year sales of the segments

Sales revenues in the first six months of 2008 totalled EUR 32.1 million (H1 2007: EUR 65.6 million). At EUR 25.9 million, the Plant Construction segment made the biggest contribution to total sales. Own Plant Operation and Service accounted for EUR 4.0 million and EUR 2.2 million, respectively. This means that the share of the latter two segments in total sales increased from less than 1% in the first half of 2007 to approx. 19%.

### Earnings

EnviTec Biogas has relied on lean and flexible structures from the very beginning. This was one of the main reasons why no capacity cuts were necessary during the difficult phase. This means that the company has the resources that are needed to respond immediately to the pick-up in demand. This will have a positive effect on sales and earnings already in the second half of the year.

In line with the decline in the business volume, the cost of materials dropped from EUR 22.1 million to EUR 11.6 million in the second quarter. The cost of materials as a percentage of sales stood at 67.8%, which was more or less on a par with the previous year's level (Q2 2007: 67.2%). Due to the increase in the workforce, personnel expenses rose from EUR 2.4 million to EUR 2.9 million.

As a result of the larger number of company-operated plants, depreciation climbed from EUR 0.3 million to EUR 0.9 million. Other expenses were reduced from EUR 3.5 million to EUR 2.7 million. Earnings before interest and taxes (EBIT) amounted to EUR -0.6 million in the second quarter (Q2 2007: EUR 5.3 million).

The high liquid funds led to a positive financial result also in the second quarter, when it reached EUR 1.1 million, up from EUR 0.1 million in the same period of the previous year. This resulted in a positive net profit of EUR 93k (Q2 2007: EUR 3.5 million).

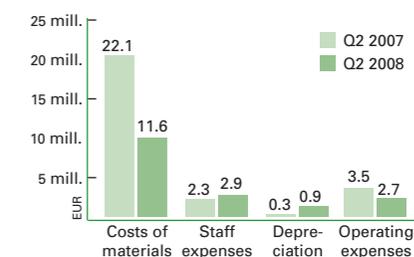
First-half EBIT amounted to EUR -1.4 million (H1 2007: EUR 11.2 million), while net profit for the first six months stood at EUR 0.3 million (H1 2007: EUR 7.1 million). This represents earnings per share of EUR 0.02.

### Net worth and financial position

At the half-year stage, the net worth and financial position of EnviTec Biogas remained sound, giving the company the necessary scope to exploit opportunities as they arise. As of 30 June, the company's equity capital amounted to EUR 174.4 million. At 85.8%, the equity ratio was only slightly lower than at the beginning of the year (87%). Non-current liabilities increased from EUR 12.1 million to EUR 16.2

million. This was mainly due to the investments made by the Own Plant Operation segment, which are financed at favourable terms on a long-term basis. Current liabilities were reduced by a moderate EUR 1.3 million to EUR 12.7 million.

In the second quarter, EnviTec Biogas invested EUR 13.6 million in property, plant and equipment. Of this amount, EUR 8.4 million referred to additions resulting from initial consolidation. As in the first three months of the year, the funds were primarily invested in the expansion of the Own Plant Operation segment. As a result, property, plant and equipment increased by EUR 11.9 million to EUR 34.4 million. Total fixed assets rose from EUR 23.8 million to EUR 38.6 million.



Expenses compared to the second quarter of 2007



### Liquidity analysis

As of the reporting date, the company had liquid funds in an amount of EUR 81.4 million. Current assets declined from EUR 176.4 million to EUR 164.7 million in the first six months of the year. The relation between current assets and current liabilities was approx. 13:1. Operating cash flow amounted to EUR -24.7 million, compared to EUR -3.0 million in the first half of 2007. This primarily reflects the increase in trade receivables and financial assets.

## 4. The Share

### Capital market environment

The international capital markets continued to be affected by the property and financial crisis in the second quarter. Concern about a recession in the USA and the consequences for the world economy led to high volatility. The DAX and TecDAX closed the second quarter at almost the same level as in the previous quarter.

### Share price performance

The price of the EnviTec share was also marked by high volatility in the second quarter. This was attributable not only to the general capital market situation but also to the uncertainty about the future of biogas in Germany, which prevailed until early June. Following a low of EUR 12.50 at the end of May, the share price rose to over EUR 18 in the course of only two weeks, as investors expressed their relief about the amendment of the German Renewable Energy Sources Act. This level was not maintained, however; at the end of the reporting period, the share price stood at EUR 16.

### Basic information on the EnviTec Biogas share

ISIN	DE000A0MVLS8
WKN	A0MVLS
Stock exchange symbol	ETG
Number of shares	15,000,000 shares
First day of trading	July 12. 2007
Highest price (07.07.08)	20.20 euros
Lowest price (27.05.08)	12.50 euros
Price at the end of the reporting period (30.06.08)	16.00 euros

*All figures refer to XETRA prices*

### Shareholder structure on June 30th, 2008

von Lehmden Beteiligungs GmbH	5,661,994 Stk.	37.6 %
TS Holding GmbH	3,280,000 Stk.	21.9 %
Ruhe Verwaltungs GmbH	1,756,696 Stk.	11.6 %
Freefloat	4,301,310 Stk.	28.9 %

### Investor relations

Now that clear and positive conditions for the biogas sector are in place and the Executive Board is convinced that the prospects for the future are excellent, EnviTec Biogas will intensify its investor relations activities in the second half of the year. The analysts from SES Research will begin to cover the share in the third quarter. In addition, the company plans to participate in additional investors conferences, including the German Equity Forum in November.

## 5. Opportunities and risks

The opportunities and risks of EnviTec Biogas AG were presented in detail in the Group Management Report and the Management Report for the period ended 31 December 2007. Typical risks were listed and described in detail in these reports. Besides attractive foreign markets, EnviTec Biogas sees many opportunities also in Germany.

The Executive Board currently sees no risks that could jeopardise the continued existence of the company.

## 6. Related party disclosures

Transactions that were made with related parties in the reporting period and have a material impact on the net worth, financial and earnings position are described in detail in the notes to the interim consolidated financial statements.

## 7. Forecast Report

EnviTec Biogas is optimistic about the future. Following a difficult first half-year, the market environment has improved noticeably. Thanks to the lean and flexible structures and the very sound financial situation, no capacity cuts were necessary





in the past months. This means that the company is now able to exploit the market opportunities that arise. The Executive Board therefore projects a positive sales and earnings performance for the second half of 2008, which should continue in 2009.

On the one hand, the positive outlook is based on the high order backlog of approx. EUR 191 million. Moreover, the environment for the German biogas market has improved in the past weeks and months. The Gas Grid Access Directive and the amendment of the EEG will give the biogas sector the planning certainty it needs. Under the new EEG, biogas will be promoted more effectively than before. Additional and increased bonuses as well as a higher basic remuneration will increase incentives for smaller plants, in particular, thus highlighting the importance of biogas for the local energy supply. In response to these amendments, EnviTec Biogas has added 190 KW plants to its product portfolio, permitting the company to meet the demands for smaller plants made by agricultural businesses.

In addition, the gas price increases announced for the third quarter will make biogas an even more attractive alternative. The world's largest plant for the refinement of biogas to natural gas standards, which is currently being built in Güstrow, illustrates the expertise of EnviTec Biogas in this sector.

The fact that the prices of agricultural commodities that are needed for the production of biogas have dropped clearly from the mid-Q2 record levels also helps to make biogas plants even more attractive. The broad product portfolio, which ranges from 190 KW plants to 4 MW modules, enables EnviTec Biogas to satisfy the demand of farmers, institutional investors and utilities in Germany and abroad. In addition, the company will push ahead the expansion of its Own Plant Operation segment.

The Executive Board continues to project sales of EUR 105 to 115 million as well as earnings of EUR 5 to 8 million for the full year 2008. This means that sales would more than double in the second half of the year as compared to the first six months.



## Interim financial statements

### Consolidated profit and loss account

	04/01-06/30/2008	01/01-06/30/2008	04/01-06/30/2007	01/01-06/30/2007
1. Sales	17,045,841	32,108,627	32,819,100	65,620,234
2. Other operating income	376,659	566,876	712,388	772,577
<b>Total performance</b>	<b>17,422,500</b>	<b>32,675,503</b>	<b>33,531,488</b>	<b>66,392,811</b>
3. Cost of materials	11,559,197	21,491,210	22,051,977	45,411,883
<b>Gross result</b>	<b>5,863,303</b>	<b>11,184,293</b>	<b>11,479,511</b>	<b>20,980,928</b>
4. <b>Staff costs</b>				
> Wages and salaries	2,336,816	4,645,307	1,948,048	3,791,978
> Social security, pensions and other benefits	551,838	1,077,416	432,969	815,074
	<b>2,888,654</b>	<b>5,722,723</b>	<b>2,381,017</b>	<b>4,607,052</b>
5. Depreciation	889,358	1,587,997	311,466	596,109
6. Other operating expenses	2,666,026	5,225,431	3,478,202	4,528,846
<b>Operating income</b>	<b>-580,735</b>	<b>-1,351,858</b>	<b>5,308,826</b>	<b>11,248,921</b>
7. Result from at-equity valued participations	-291,528	-168,127	128,476	145,301
8. Interest earnings	1,354,188	2,310,988	227,344	265,678
9. Interest expenses	303,464	432,342	118,581	200,266
<b>Pre-tax income</b>	<b>178,461</b>	<b>358,661</b>	<b>5,546,065</b>	<b>11,459,634</b>
10. Income tax expense	140,706	168,871	2,096,772	4,358,114
<b>Net income</b>	<b>37,755</b>	<b>189,790</b>	<b>3,449,293</b>	<b>7,101,520</b>
11. Income inputable to minority interests	-55,291	-92,308	0	0
<b>12. Consolidated profit</b>	<b>93,046</b>	<b>282,098</b>	<b>3,449,293</b>	<b>7,101,520</b>
<b>Earnings per share in EUR</b>				
Earnings per share in EUR (basic)	0,01	0,02	3,05	47,34
Earnings per share in EUR (diluted)	0,01	0,02	3,05	47,34
<b>Weighted average shares outstanding</b>				
Basic	15,000,000	15,000,000	1,132,044	150,000
Diluted	15,000,000	15,000,000	1,132,044	150,000

### Consolidated balance sheet

	Jun. 30th, 2008	Dec. 31st, 2007
<b>ASSETS</b>		
<b>Fixed assets</b>		
> Intangible assets	2,724,307	109,112
> Tangible assets	34,432,678	22,491,043
> Shares in at-equity valuation of participations	932,307	1,041,868
> Other long-term receivables	35,160	24,103
> Deferred taxes	437,926	163,864
<b>Total fixed assets</b>	<b>38,562,378</b>	<b>23,829,990</b>
<b>Current assets</b>		
> Stocks	4,070,111	3,543,633
> Receivables from long-term construction contracts	31,818,991	40,728,523
> Trade receivables	20,294,275	8,014,518
> Other short-term financial assets	13,610,829	8,230,692
> Tax receivables	1,498,856	786,631
> Held for trading financial assets	10,033,852	0
> Available for sale financial assets	2,002,000	0
> Liquid funds	81,346,073	115,103,036
<b>Total current assets</b>	<b>164,674,987</b>	<b>176,407,033</b>
<b>Total assets</b>	<b>203,237,365</b>	<b>200,237,023</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
> Subscribed capital	15,000,000	15,000,000
> Capital reserves	134,927,281	134,927,281
> Revenue reserves		
1. Currency translation reserves	-8,797	-384
2. Other reserves	508,563	508,563
> Retained earnings brought forward	23,625,067	9,268,465
> Minority interests	68,115	135,042
> Consolidated profit	282,098	14,356,602
<b>Total equity</b>	<b>174,402,327</b>	<b>174,195,569</b>
<b>Non-current Liabilities</b>		
> Long-term provisions	502,145	346,635
> Long-term financial liabilities	12,528,555	6,421,031
> Deferred taxes	3,128,370	5,332,323
<b>Total non-current liabilities</b>	<b>16,159,070</b>	<b>12,099,989</b>
<b>Current liabilities</b>		
> Short-term provisions	2,461,246	2,839,378
> Short-term financial liabilities	1,770,425	1,618,633
> Trade payables	5,760,824	5,962,838
> Liabilities from long-term construction orders	5,151	0
> Other short-term liabilities	913,424	3,072,503
> Tax liabilities	1,764,898	448,113
<b>Total current liabilities</b>	<b>12,675,968</b>	<b>13,941,465</b>
<b>Total equity and liabilities</b>	<b>203,237,365</b>	<b>200,237,023</b>

## Consolidated equity capital change statement

	Subscribed capital	Capital reserves	Reserves from first-times application of IFRS	Currency translation reserves	Retained earnings brought forward	Consolidated profit	Minority interests	Total
<b>Balance at 01/01/2007</b>	<b>150,000</b>	<b>0</b>	<b>508,563</b>	<b>0</b>	<b>3,618,632</b>	<b>11,549,833</b>	<b>0</b>	<b>15,827,028</b>
Reclassifications	0	0	0	0	11,549,833	-11,549,833	0	0
Increase of capital from company funds	3,900,000	0	0	0	-3,900,000	0	0	0
Increase of non-cash capital	7,950,000	0	0	0	0	0	0	7,950,000
Contribution EnviTec Beteiligungs GmbH & Co. KG	0	1,423,800	0	0	0	0	0	1,423,800
Contribution EnviTec Verwaltungs GmbH	0	24,350	0	0	0	0	0	24,350
Transaction costs	0	-12,701	0	0	0	0	0	-12,701
Consolidated profit first half year 2007	0	0	0	0	0	7,101,520	0	7,101,520
Profit distribution	0	0	0	0	-2,000,000	0	0	-2,000,000
<b>Balance at 06/30/2007</b>	<b>12,000,000</b>	<b>1,435,449</b>	<b>508,563</b>	<b>0</b>	<b>9,268,465</b>	<b>7,101,520</b>	<b>0</b>	<b>30,313,997</b>
<b>Balance at 01/01/2008</b>	<b>15,000,000</b>	<b>134,927,281</b>	<b>508,563</b>	<b>-384</b>	<b>9,268,465</b>	<b>14,356,602</b>	<b>135,042</b>	<b>174,195,569</b>
Reclassifications	0	0	0	0	14,356,602	-14,356,602	0	0
Translation of foreign currencies	0	0	0	-8,413	0	0	0	-8,413
Minority interests	0	0	0	0	0	0	25,381	25,381
Consolidated profit first half year 2008	0	0	0	0	0	282,098	-92,308	189,790
<b>Balance at 06/30/2008</b>	<b>15,000,000</b>	<b>134,927,281</b>	<b>508,563</b>	<b>-8,797</b>	<b>23,625,067</b>	<b>282,098</b>	<b>68,115</b>	<b>174,402,327</b>

## Consolidated cash flow statement

	01/01-06/30/2008	01/01-06/30/2007
Consolidated net income before minority interests	189,790	7,101,520
Income tax expenses	168,871	4,358,114
Net interest income	-1,878,646	-65,412
Profit (-) losses (+) from at-equity companies	168,127	-145,301
Paid income tax	-1,547,775	-575,439
Depreciation on tangible and intangible assets	1,587,997	596,109
Increase of other provisions	-389,269	1,275,810
Profit (-) losses (+) on the sale of tangible assets	15,320	0
<b>Gross cash flow</b>	<b>-1,685,585</b>	<b>12,545,401</b>
Increase of stocks	-199,544	-52,708
Decrease/increase of receivables from long-term construction contracts	8,909,532	-9,363,019
Decrease/increase of liabilities from long-term construction contracts	5,151	-1,053,534
Increase of trade receivables	-11,303,962	-2,408,399
Decrease/increase of trade payables	-673,168	1,487,289
Increase/decrease of other short-term financial assets	-4,510,328	-1,897,688
Increase of other long-term receivables	-11,057	-4,579
Increase of deferred taxes	-274,062	0
Increase of financial assets	-12,035,852	0
Decrease/increase of other long-term liabilities	-24,706	0
Decrease/increase of other short-term liabilities	-5,141,185	-1,676,707
Increase of tax receivables	-452,889	-104,517
Increase/decrease of liabilities from transaction tax and tax deductions	454,439	-302,430
Other non-cash payments	-95,996	-399,114
Interest received	2,310,988	265,678
<b>Flow from operative activities (net cash-flow)</b>	<b>-24,728,224</b>	<b>-2,964,327</b>
Proceeds from disposals of tangible assets	69,666	0
Payments for tangible assets	-5,207,080	-1,372,549
Payments for consolidated companies	-4,114,911	1,303,831
Payments for shares in affiliated companies	-58,566	0
Out-payments for investments in participations	0	-310,033
<b>Flow from investment activities</b>	<b>-9,310,891</b>	<b>-378,751</b>
Proceeds from bank loans	1,364,859	251,030
Payments for debt redemption	-414,144	-360,885
Proceeds from shareholders	0	3,100,400
Payments to shareholders	0	-2,000,000
Decrease of other short-term financial liabilities (without short-term bank loans and overdrafts)	-236,221	-772,552
Interest paid	-432,342	-200,265
<b>Inflow from financial activities</b>	<b>282,152</b>	<b>-17,728</b>
<b>Change in cash and cash equivalents</b>	<b>-33,756,963</b>	<b>-3,325,350</b>
<b>Cash and cash equivalents balance on January 01</b>	<b>115,103,036</b>	<b>4,798,836</b>
<b>Cash and cash equivalents balance on June 30</b>	<b>81,346,073</b>	<b>1,473,486</b>

## Notes to the consolidated financial statements for the period ended 30 June 2008 of EnviTec Biogas AG, Lohne

### 1. Standards applied in the preparation of the interim financial statements

The consolidated financial statements of EnviTec Biogas AG for the fiscal year 2007 were prepared to the International Financial Reporting Standards (IFRS) of the International Accounting Standards Board (IASB), London, and the interpretations of the International Financial Reporting Interpretations Committee (IFRIC). Accordingly, these interim financial statements for the period ended 30 June 2008 were also prepared in compliance with the provisions of IAS 34.

The interim financial statements were reviewed by the auditors.

The interim financial statements were prepared in euros. Unless otherwise stipulated, all amounts are rounded to full euros.

In the income statement, as well as in the balance sheet, individual items are combined for purposes of clarity; and explained in the Notes.

### 2. Seasonal influences

Being a manufacturer of biogas plants, EnviTec Biogas AG is exposed to weather-related seasonal influences. Due to the very mild winter and the growing internationalisation of the business, the weather had no influence on the company's business operation during the reporting period. EnviTec Biogas AG assumes that its profitability will remain subject to seasonal fluctuations in the future.

### 3. Accounting and valuation principles

In preparing these interim financial statements and establishing the reference figures for the previous year, the company consistently applied the same accounting and valuation principles as in the preparation of the 2007 consolidated financial statements. A detailed description of these methods was published in the notes to the consolidated financial statements published in the Annual Report 2007 which can be downloaded from [www.envitec-biogas.de](http://www.envitec-biogas.de). In contrast to the consolidated financial statements for the year 2007, financial instruments were classified as "held for trading" and "available for sale" in the financial statements for the period ended 30 June 2008. These financial instruments are securities and bonds.

### 4. Basis of consolidation and consolidation methods

The consolidated financial statements of EnviTec Biogas AG include those companies in which EnviTec Biogas AG has either directly or indirectly the majority of the voting rights (subsidiaries), insofar as their influence on the assets, profitability and financial position of the Group is not of subordinate significance. Inclusion is from that point in time when the possibility of control comes into existence. It is terminated when the possibility of control no longer exists.

The consolidated interim financial statements for the period ended 30 June 2007 included EnviTec Biogas AG, Lohne, as the parent company as well as nine fully consolidated subsidiaries and another 12 subsidiaries consolidated at equity. The changes in the basis of consolidation in the financial year 2007 were detailed in the notes to the consolidated financial statements published in the Annual Report 2007.

Biogas Wanzleben GmbH & Co. KG, which was entered in the Companies' Registry on 11 February 2008, is a new addition to the basis of consolidation.

Effective 1 January 2008, Zweite EnviTec Beteiligungs GmbH & Co. KG acquired 50% of the limited liability capital of EUR 650k in Fünfte Biogas Anklam Betriebs GmbH & Co. KG. The first-time inclusion of this company resulted in a difference of EUR 166k on the assets side which was recognised in accordance with IAS 28.23.

With effect from 1 April 2008, the Group acquired the remaining 50% of the limited liability capital of EUR 650k of Fünfte Biogas Anklam Betriebs GmbH & Co. KG at a price of EUR 425k. The latter was fully consolidated for the first time in the 2nd quarter of 2008. As a result of the acquisition, Group sales increased by EUR 206k in the reporting period. If the company had been acquired with effect from 1 January 2008, Group sales would have increased by approx. EUR 414k. The consolidated net profit for the reporting period includes a net profit of EUR 9k of Fünfte Biogas Anklam Betriebs GmbH & Co. KG. If the acquisition had been made with effect from 1 January 2008, consolidated net profit would have increased by approx. EUR 23k.

ETC EnviTec Technologie-Centrum GmbH & Co. KG, Lohne, was established on 6 February 2008. The company was entered in the Oldenburg companies' registry under No HRA 201216. Its registered business purpose is the construction (through subcontractors) and the operation of a technology centre for biogas products. EnviTec Biogas AG owns 50% of the limited liability capital of EUR 100k in this company through its subsidiary, Zweite EnviTec Beteiligungs GmbH & Co. KG.





E.V.S. BVBA, Belgium was established on 30 January 2008. The company is headquartered in Schilde/Belgium. EnviTec Service GmbH, a subsidiary, directly holds 50% of the latter company's paid-up capital. Its registered business purpose is the provision of technical and biological services related to the operation of biogas plants as well as the distribution of spare parts for biogas plants.

With effect from 15 May 2008, Zweite EnviTec Beteiligungs GmbH & Co. KG acquired 93,85% of the limited liability capital of EUR 650k of Erste Biogas Anklam Betriebs GmbH & Co. KG at a price of EUR 856k.

Also with effect from 15 May 2008, Zweite EnviTec Beteiligungs GmbH & Co. KG acquired the full limited liability capital of EUR 650k each of the following companies at a price of EUR 907k each:

- Zweite Biogas Anklam Betriebs GmbH & Co. KG
- Dritte Biogas Anklam Betriebs GmbH & Co. KG
- Vierte Biogas Anklam Betriebs GmbH & Co. KG

As of 29 May 2008, Zweite EnviTec Beteiligungs KG acquired the remaining 70% of the share capital of EWS Biogas Projektentwicklung Verwaltungs GmbH of EUR 25k at a price of EUR 18k.

As a result of the acquisition of these companies, Group sales increased by EUR 265k. If they had been acquired with effect from 1 January 2008, Group sales would have been up by EUR 1,656k. Consolidated net profit for the reporting profit includes a net loss of EUR 36k incurred by these companies. If the acquisition had been made with effect from 1 January 2008, consolidated net profit would have increased by approx. EUR 110k.

Goodwill totalling EUR 2,152k arose on the initial consolidation of the acquired subsidiaries and was treated in accordance with IFRS 3.51 et seq. This goodwill reflects the positive outlook of the company. The acquisition cost recognised includes the purchase prices paid and notary fees as directly attributable ancillary acquisition costs, which were fully reflected in cash.

Under an agreement signed 29 May 2008, Zweite EnviTec Beteiligungs GmbH & Co. KG acquired the remaining 70% of the limited partner's shares in EWS Biogas Projektentwicklungs-GmbH & Co. KG totalling EUR 25k at a price of EUR 18k. The effects of the acquisition on the Group's sales and net profit were negligible and are therefore not discussed in detail.

Under a notarised agreement, Zweite EnviTec Beteiligungs GmbH & Co. KG acquired 50% of the share capital of EUR 25k of Biogas Anklam Verwaltungs GmbH at the nominal value with effect from 1 April 2008. As a result, the company is now fully owned by EnviTec Group. Due to the acquisition, Group sales increased by EUR 510k. If the company had been acquired with effect from 1 January 2008, Group sales would have been up by approx. EUR 1,128k. The consolidated net profit for the reporting period includes a net loss incurred by Biogas Anklam Verwaltungs GmbH in an amount of EUR 8k. If the company had been acquired with effect from 1 January 2008, consolidated net profit would have increased by EUR 31k.

The full consolidation of the companies resulted in negative goodwill of EUR 113k. Following a renewed review of the acquired assets and liabilities and the acquisition cost, this negative goodwill was recognised in other operating income in accordance with IFRS 3.56 (b).

In accordance with IFRS 3.67 (f), the table below shows the amounts recognised at the time of acquisition and the carrying amounts determined immediately prior to the business combination for each asset and liability class:

	Fair value at time of acquisition	Carrying amounts immediately prior to business combination
	EUR k	EUR k
Non-current assets	8,391	8,391
Current assets	2,852	3,629
Non-current liabilities	5,030	5,030
Current liabilities	2,508	4,638

EnviTec Biogas Baltic SIA, Riga/Latvia, was established with effect from 2 June 2008. EnviTec Biogas AG directly holds 100% of the company's paid-up capital of EUR 10k. The company has primarily been founded to develop new output markets in the Baltic states.

On April 17th ,2008, EnviTec Biogas AG established EnviTec Biogas Iberica S.L. The company's subscribed capital amounts to EUR 10k and is held in full by EnviTec Biogas AG. The business purpose of the company is the development and construction of plants, especially biogas plants.

**The changes in the basis of consolidation in the period from December 31st, 2007 to June 30th, 2008 are shown below:**

	Inland	Overseas	Total
EnviTec Biogas AG and consolidated companies:			
> 12/31/2007	26	3	29
> Additions of subsidiaries	9	2	11
> Disposal of subsidiaries	0	0	0
> 06/30/2008	35	5	40
Companies valued at equity:			
> 12/31/2007	16	4	20
> Additions of companies valued at equity	2	1	3
> Disposal of companies valued at equity	4	0	4
> 06/30/2008	14	5	19

**Fully consolidated subsidiaries:**

**Germany**

	Capital share in %
> EnviTec Service GmbH, Lohne	100.00
> EnviTec Beteiligungs GmbH & Co. KG, Lohne	94.92
> EnviTec Verwaltungs GmbH, Lohne	95.12
> Zweite EnviTec Beteiligungs GmbH & Co. KG, Lohne	100.00
> Zweite EnviTec Verwaltungs GmbH, Lohne	100.00
> Auressio GmbH, Rieste <sup>1)</sup>	87.50
> O + E Projektentwicklungs GmbH, Lohne	60.00
> RePro Beber GmbH & Co. KG, Lohne	64.60
> RePro Beber Verwaltungs GmbH, Lohne	64.60
> Biogas Schönthal GmbH & Co. KG, Willebadessen	79.00
> Biogas Schönthal Verwaltungs GmbH, Willebadessen	79.00
> Biogas Thomasburg GmbH & Co. KG, Lohne	65.60
> Biogas Thomasburg Verwaltungs GmbH, Lohne	65.60
> Biogas Wanzleben GmbH & Co. KG, Wanzleben	70.00
> Biogas Wanzleben Verwaltungs GmbH, Wanzleben	70.00
> Biogas Nieheim GmbH & Co. KG, Lohne	64.80
> Biogas Nieheim Verwaltungs GmbH, Lohne	64.80
> Biogas Heilemann GmbH & Co. KG, Rotenburg/Wümme	70.00
> Biogas Heilemann Verwaltungs GmbH, Rotenburg/Wümme	70.00
> Biogas Friedland GmbH & Co. KG, Lohne	87.50
> Biogas Friedland Verwaltungs GmbH, Lohne	87.40
> Biogas Angern GmbH & Co. KG, Lohne	87.60
> Biogas Angern Verwaltungs GmbH, Lohne	87.60
> Biogas Hirl GmbH & Co. KG, Bresegard	64.00
> Biogas Hirl Verwaltungs GmbH, Bresegard	64.00
> ET Agro Trade GmbH, Lohne	100.00
> Erste Biogas Anklam Betriebs GmbH & Co. KG, Anklam	93.85
> Zweite Biogas Anklam Betriebs GmbH & Co. KG, Anklam	100.00
> Dritte Biogas Anklam Betriebs GmbH & Co. KG, Anklam	100.00
> Vierte Biogas Anklam Betriebs GmbH & Co. KG, Anklam	100.00
> Fünfte Biogas Anklam Betriebs GmbH & Co. KG, Anklam	100.00
> Biogas Anklam Verwaltungs GmbH, Anklam	100.00
> EWS Biogas Projektentwicklung Verwaltungs GmbH, Lohne	100.00
> EWS Biogas Projektentwicklungs-GmbH & Co. KG, Lohne	100.00

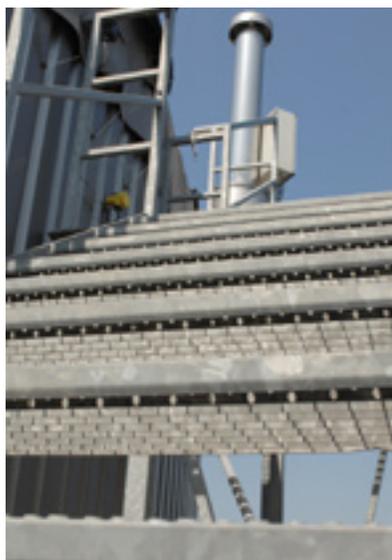
<sup>1)</sup> Fiscal year from 1 August to 31 July



	Capital share in %
<b>Outside Germany</b>	
> EnviTec Biogas France sarl, Tregueux/Frankreich	65.00
> Envitec Biogas Nederland B.V., Enter/Niederlande	100.00
> Envitec Biogas UK Ltd., Rugeley/Großbritannien	60.00
> EnviTec Biogas Baltic SIA, Riga/Lettland	100.00
> EnviTec Biogas Iberica S.L., Bilbao/Spanien	100.00

#### Companies valued at-equity:

<b>Germany</b>	
> EnviTec Italia GmbH	100.00
> Biogas Lüken-Feldmann KG, Harkebrügge	50.00
> EnviTec Assekuranzmakler GmbH, Lohne	50.00
> Biogas Neu Sterley GmbH & Co. KG, Lohne	50.00
> Biogas Neu Sterley Verwaltungs GmbH, Lohne	50.00
> Biogas Spekendorf GmbH & Co. KG, Lohne	50.00
> Biogas Spekendorf Verwaltungs GmbH, Lohne	50.00
> ETC EnviTec Technologie-Centrum GmbH & Co. KG, Lohne	50.00
> ETFT EnviTec Filtration Technik GmbH, Lohne	50.00
> Biogas Güntner GmbH & Co. KG, Barßel-Harkebrügge	44.00
> Biogas Güntner Verwaltungs GmbH, Barßel-Harkebrügge	44.00
> Biogas Löschenrod GmbH & Co. KG, Lohne	44.00
> Biogas Löschenrod Verwaltungs GmbH, Lohne	44.00
> Biogas Anklam GbR, Wolgast	30.00
<b>Outside Germany</b>	
> EnviTec Biogas kft, Ungarn	50.00
> EnviTec Biogas Central Europe s.r.o., Tschechien	50.00
> EnviTec Biogas (India) Private Limited, Indien	50.00
> E.V.S. BVBA, Belgien	50.00
> Rentech Bioenergas S.A., Griechenland	21.00



## 5. Segment reporting

Segment reporting for the period from January 1st to June 30th, 2008 (in mill.)

	Plant Construction	Service	Own Plant Operation
Segment revenues	25.948	2.187	3.974
Segment result (EBIT)	-1.915	-41	604

IAS 14.3 obliges companies to include segment reporting in the notes to their consolidated financial statements. A segment is defined as a component of an enterprise that provides a single product or service or a group of related products and services and that is subject to risks and returns that are different from those of other business segments.

The EnviTec Group has identified Plant Construction, Own Plant Operation and Service as relevant segments which are also used for purposes of internal reporting. Plant Construction includes the general planning, approval planning and construction of biogas plants. The Service segment comprises the technical and biological maintenance of biogas plants. The Own Plant Operation segment covers the biogas plants operated by the company.

Given that the revenues, earnings and assets of the Own Plant Operation and Service segments represented less than 10% of the total in past periods, segment reporting by business areas was dispensed with for reasons of materiality. Due to the growing importance of the segments, EnviTec Biogas AG has decided to present segment reporting in accordance with IAS 14 for the first time. The provision of reference figures for the comparable prior-year period has been dispensed with, given that the Service segment accounted for only 1% of the total revenues during the reference period and the Own Plant Operation business was yet to be launched.



## 6. Notes on selected items of the consolidated balance sheet and consolidated profit and loss account

### 6.1 Property, plant and equipment

Property, plant and equipment increased by EUR 11,942k primarily because of the consistent expansion of the Own Plant Operation activities, especially as a result of purchases made in the 2nd quarter of 2008.

	H1 2008 EUR	12/31/2007 EUR
Land, similar rights and buildings including buildings on third party land	8,247,850	5,046,688
Technical equipment and machinery	20,268,161	10,976,765
Other equipment, operating and office equipment	5,574,182	5,199,621
Prepayments and construction in process	342,485	1,267,969
	<b>34,432,678</b>	<b>22,491,043</b>

### 6.2 Construction contracts

The table below shows the construction contracts as of June 30th, 2008:

	H1 2008 EUR	H1 2007 EUR
<b>Gross amount due from customers for biogas plant contract work in progress</b>		
Contract revenue recognised in the period	12,162,721	29,739,795
Accumulated costs incurred	56,136,897	73,876,935
Accumulated profits recognised	12,019,188	18,668,613
Accumulated advance payments received including progress billings	-36,337,094	-64,270,211
<b>Gross amount due from customers for contract work</b>	<b>31,818,991</b>	<b>28,275,337</b>
<b>Gross amount due to customers for biogas plant contract work in progress</b>		
Contract revenues recognised in the period	1,050	1,329,900
Accumulated costs incurred	35,874	8,530,206
Accumulated profits recognised	7,175	2,483,501
Accumulated advance payments received including progress billings	-48,200	-11,518,740
<b>Gross amount due to customers for contract work</b>	<b>-5,151</b>	<b>-505,033</b>



### 6.3 Financial liabilities

Financial liabilities are composed as shown below:

	06/30/2008		12/31/2007	
	Total	Thereof current	Total	Thereof current
Liabilities to banks	13,277,336	1,124,638	6,744,095	723,625
Liabilities to shareholders	1,016,075	640,218	1,189,914	789,353
Other financial liabilities	5,569	5,569	105,655	105,655
	<b>14,298,980</b>	<b>1,770,425</b>	<b>8,039,664</b>	<b>1,618,633</b>

### 6.4 Sales revenues

H1 sales revenues break down as follows:

	H1 2008	H1 2007
Revenues from manufacturing orders	25,947,732	64,629,570
Revenues from from services and other revenues	2,187,326	990,664
Revenues from own plant operation activities	3,973,569	0
	<b>32,108,627</b>	<b>65,620,234</b>

### 6.5 Earnings per share

Basic earnings per share are the quotient of the Group profit and the weighted average of the shares outstanding in the fiscal year. Their calculation is detailed in the profit and loss account.

No incidents that could lead to diluted earnings per share in a different amount occurred in the fiscal year.

### 6.6 Rights to compensation

According to the current version of IAS 32, puttable financial instruments which entitle the holder to a cash or otherwise financial consideration have to be classified as financial liabilities. This rule also covers the compensations which may be claimed by the minority partners in the individual project partnerships („Projekt-KG's"). This right to compensation is laid down in the respective partnership statutes in

connection with their right to retire from the respective partnership. The liabilities have been valued on an actual cash value basis.

Given that partners have a right to terminate their partnership by giving six months' notice before the end of a financial year, their rights to compensation are recognised as short-term liabilities in accordance with ISA 1.57.

However, past experience from the operation of biogas plants suggests that these rights to compensation have a long-term character from an economic point of view, given that individual partners are unlikely to make use of their right to terminate their partnership at short notice. No terminations are known at this time.

## 7. Other disclosures

### 7.1 Events of particular importance during the reporting period and subsequent events

The Annual General Meeting of EnviTec Biogas AG of 10 July 2008 authorised the company to acquire and sell own shares representing no more than 10% of the share capital at the time the resolution was passed by the Annual General Meeting; this authorisation expires on 9 January 2010. At this stage, this is a general authorisation. The authorisation to acquire own shares is a financial instrument which is customarily employed by international joint stock companies. Apart from this and the changes in the basis of consolidation described above, no events of particular importance occurred in the reporting period.

### 7.2 Contingent liabilities and other financial obligations

#### Contingent liabilities

As of the balance sheet date, the Group had issued a letter of comfort to a foreign customer in an amount of EUR 1,100k.

## Other financial obligations

As of the balance sheet date, the company had other financial liabilities from purchase commitments in an amount of EUR 3,420k (previous year: EUR 20,720k) resulting from projects and the construction of biogas plants. They are due within one year.

### 7.3 Related party disclosures

No dividend was paid out in the reporting period. No dividend proposals were made.

### 7.4 Related party disclosures

#### Individuals in key positions

Please refer to „Disclosures on Corporate Officers“.

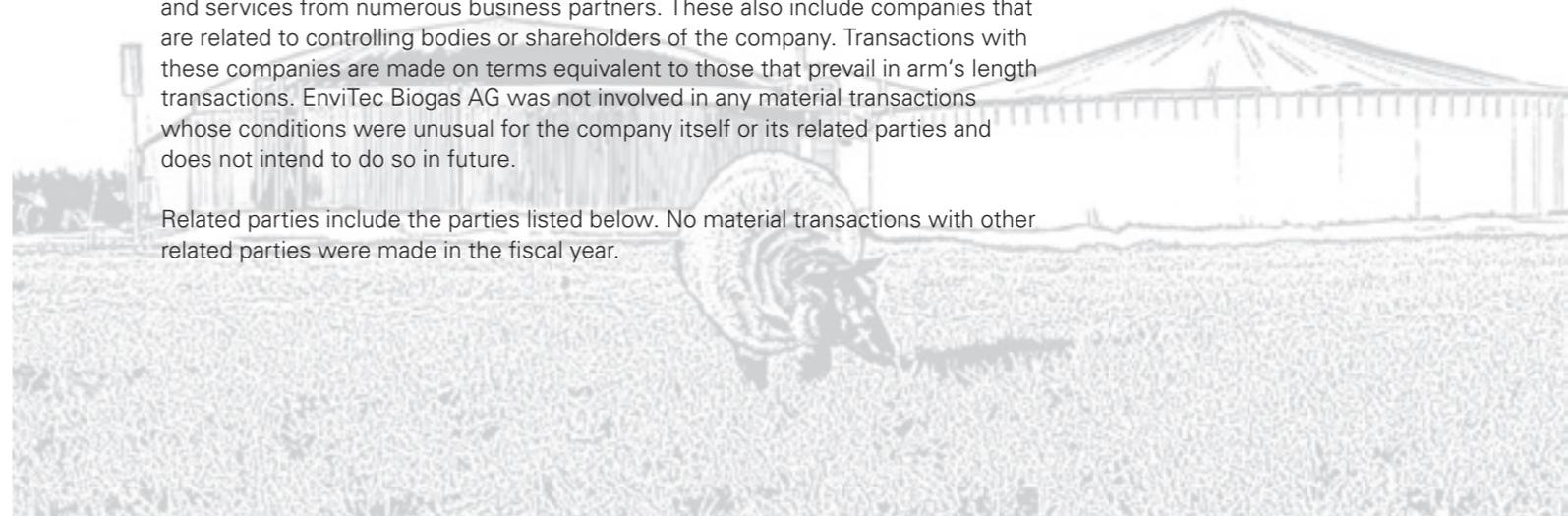
#### Subsidiaries, joint ventures and associated companies

Please refer to „Basis of consolidation and consolidation methods“ and to shareholdings.

In accordance with IAS 24, parties that have the ability to exercise influence over EnviTec Biogas AG or may be influenced by EnviTec Biogas AG are regarded as related parties.

In the context of its operations, EnviTec Biogas AG sources materials, inventories and services from numerous business partners. These also include companies that are related to controlling bodies or shareholders of the company. Transactions with these companies are made on terms equivalent to those that prevail in arm's length transactions. EnviTec Biogas AG was not involved in any material transactions whose conditions were unusual for the company itself or its related parties and does not intend to do so in future.

Related parties include the parties listed below. No material transactions with other related parties were made in the fiscal year.



**Transactions with related parties**

	H1 2008			H1 2007		
	Transaction	Receivable Amount	Liability Amount	Transaction	Receivable Amount	Liability Amount
<b>Shareholders</b>						
Ruhe Verwaltungs GmbH	-11,379	0	0	-80,998	15,000	27,436
von Lehmden Beteiligungs GmbH	-10,782	0	893	-12,760	41,044	893
<b>Associated companies</b>						
Biogas Neu Sterley GmbH & Co. KG	74,472	491,820	0	5,781	7,659	0
Biogas Güntner GmbH & Co. KG	1,321,973	377,141	0	0	0	0
EnviTec Biogas Dél-kelet	2,215,349	245,376	-25,874	461,385	16,476	0
<b>Related parties</b>						
Schulz Systemtechnik GmbH	-2,090,833	0	201,871	-5,289,168	0	1,203,052
Agrico Handelsgesellschaft mbH	11,756	4,161,481	5,675	-115,979	71,458	106,678
BGF GmbH & Co. KG	771	78	0	480,123	128,062	0

The liabilities shown for the above transactions related to services, goods and interest invoiced.

Income from transactions with related parties mainly result from services provided by EnviTec Service GmbH as well as from the construction of plants.

**7.5 Disclosures on Corporate Officers****Executive Board**

The Executive Board had the following members in the reporting period

Olaf von Lehmden, Lohne  
CEO

Kunibert Ruhe, Bakum  
CTO

Jörg Fischer, Bremen  
CFO

The members of the Executive Board held no other mandates.

**Supervisory Board**

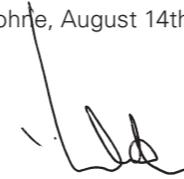
Appointees to the Supervisory Board in the reporting period:

Bernard Ellmann (Chairman)

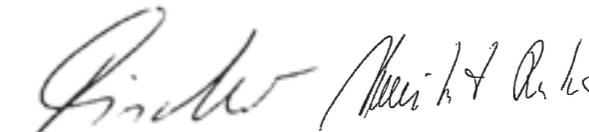
Hans-Joachim Jung (Vice Chairman)

Michael Böging

Lohne, August 14th, 2008



Olaf von Lehmden  
CEO



Jörg Fischer  
CFO

Kunibert Ruhe  
CTO

## 8. Review Report

We have reviewed the condensed interim consolidated financial statements - comprising the condensed balance sheet, condensed statement of income, condensed statement of cash flows, condensed statement of changes in equity and selected explanatory notes - and the interim group management report of EnviTec Biogas AG, Lohne, for the period from January 1 to June 30, 2008 which are part of the half year financial report according to § 37 w WpHG (German Securities Trading Act). The preparation of the condensed interim consolidated financial statements in accordance with the IFRS applicable to interim financial reporting as adopted by the EU, and of the interim group management report which has been prepared in accordance with the regulations of the German Securities Trading Act applicable to interim group management reports is the responsibility of the Company's management. Our responsibility is to issue a review report on these condensed interim consolidated financial statements and on the interim group management report based on our review.

We performed our review of the condensed interim consolidated financial statements and the interim group management report in accordance with the German generally accepted standards for the review of financial statements promulgated by the Institut der Wirtschaftsprüfer (IDW). Those standards require that we plan and conduct the review so that we can preclude through critical evaluation, with a certain level of assurance, that the condensed interim consolidated financial statements have not been prepared, in material aspects, in accordance with the IFRS applicable to interim financial reporting as adopted by the EU, and that the interim group management report has not been prepared, in material aspects, in accordance with the regulations of the German Securities Trading Act applicable to interim group management reports. A review is limited primarily to inquiries of company employees and analytical assessments and therefore does not provide the assurance attainable in a financial statement audit. Since, in accordance with our engagement, we have not performed a financial statement audit, we cannot issue an auditor's report.

Based on our review, no matters have come to our attention that cause us to presume that the condensed interim consolidated financial statements have not been prepared, in all material respects, in accordance with the IFRS applicable to interim financial reporting as adopted by the EU and that the interim group management report has not been prepared, in all material respects, in accordance with the regulations of the German Securities Trading Act applicable to interim group management reports.

München, August 22nd, 2008

Rödl & Partner GmbH  
Wirtschaftsprüfungsgesellschaft  
Steuerberatungsgesellschaft

Prof. Dr. Markus Jordan  
Wirtschaftsprüfer

Johannes Steiger  
Wirtschaftsprüfer

## 9. Declaration of the legal representatives in accordance with WpHG

Declaration by the legal representatives in accordance with §§37 y in connection with 37 w Paragraph 2, No. 3 WpHG:

"To the best of our knowledge and in accordance with the applicable reporting principles for interim financial reporting, the interim consolidated financial statement 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."

Lohne, 14th August 2008



Olaf von Lehmden  
CEO



Jörg Fischer  
CFO



Kunibert Ruhe  
CTO

## Calendar

- November 2008** Analyst Conference  
German Equity Forum, Frankfurt a. M.
- November 27th, 2008** Interim Report 3rd Quarter 2008

## Imprint

**Publisher:**

EnviTec Biogas AG  
Industriering 10a  
49393 Lohne  
Phone: +49 (0) 44 42 - 80 65 100  
Fax: +49 (0) 44 42 - 80 65 110  
mail: info@envitec-biogas.de

**Investor Relations Manager:**

Olaf Brandes  
Phone: +49 (0) 44 42 - 80 65 118  
Fax: +49 (0) 44 42 - 80 65 103  
mail: ir@envitec-biogas.de

**[www.envitec-biogas.de](http://www.envitec-biogas.de)**

In addition to the English version, the interim report is issued in German.  
Both versions can be found on our Website.

