

■ ■ ■ **ENERGIZE**

BERU Aktiengesellschaft

Annual Shareholders' Meeting 2006

Forum am Schlosspark, Ludwigsburg

June 21, 2006



■ ■ ■ Agenda

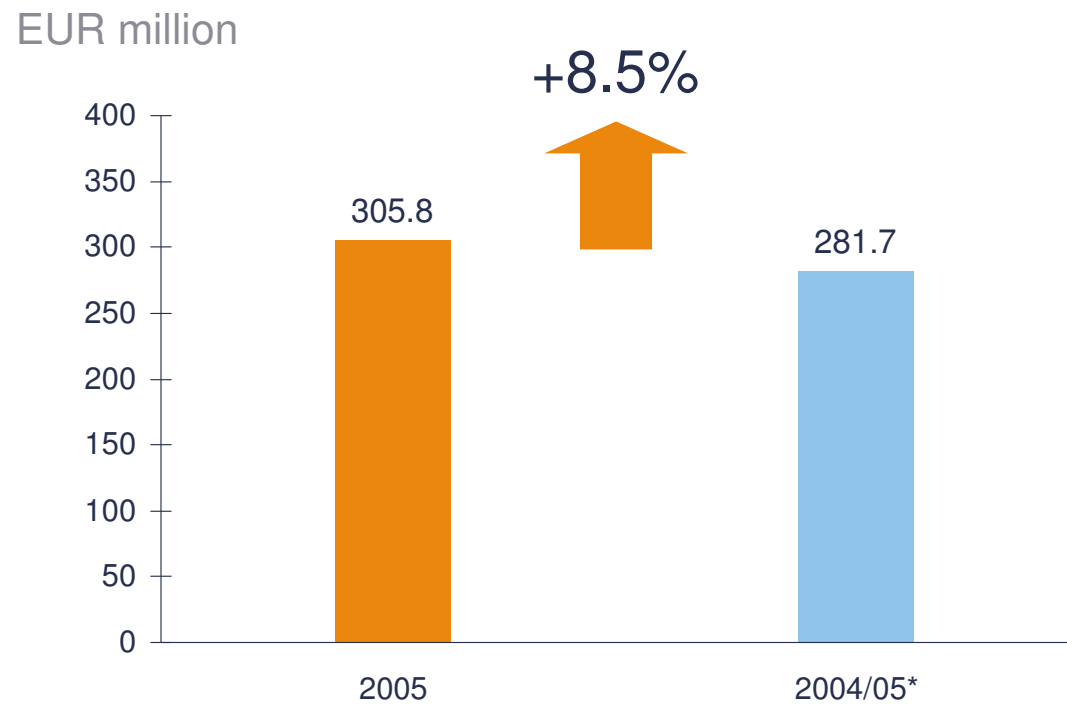
- 1. Short financial year 2005**
2. Developments so far this year
3. Outlook and summary

■ ■ ■ Highlights of short financial year 2005 (Apr. 1 - Dec. 31, 2005)

- 
1. Sales revenues up by high single-digit percentage
 2. International business expansion in Original Equipment and Aftermarket
 3. Growth drivers of Diesel Cold-Start Technology and Electronics and Sensor Technology
 4. Focus of production network on core competencies

Record sales revenues

Sales revenues in 9-month period exceed EUR 300 million for the first time

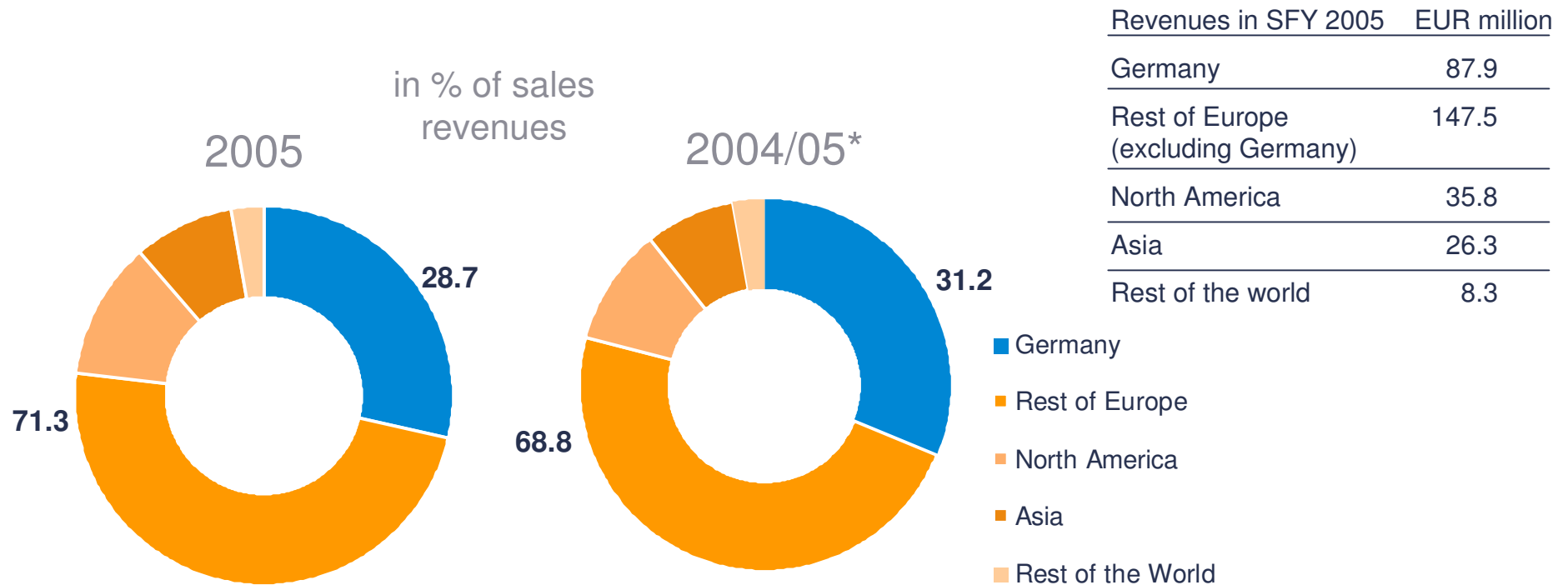


* Comparative prior-year figures are for the first nine months of 2004/2005



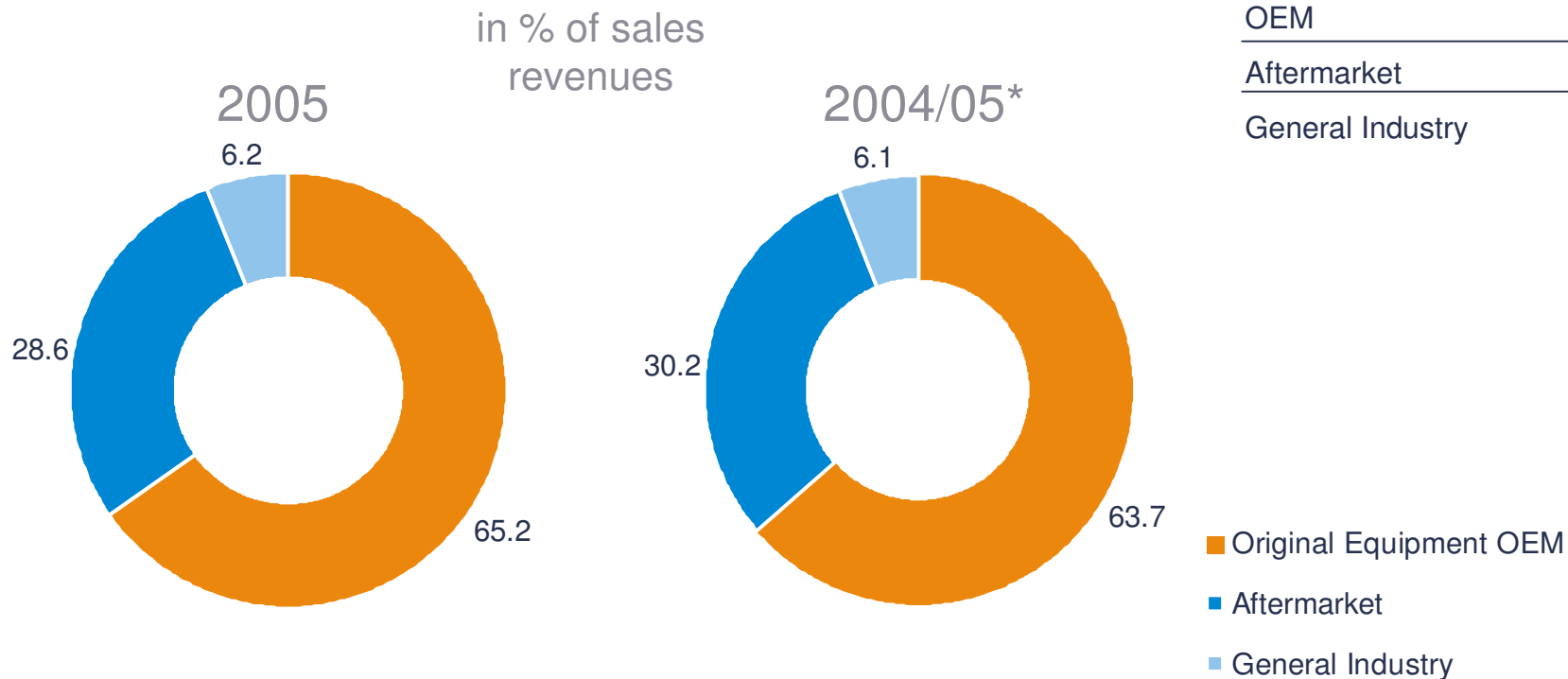
Strong international growth in sales revenues

More than 70% of sales revenues generated outside Germany



* Comparative prior-year figures are for the first nine months of 2004/2005

Revenue growth in OEM segment

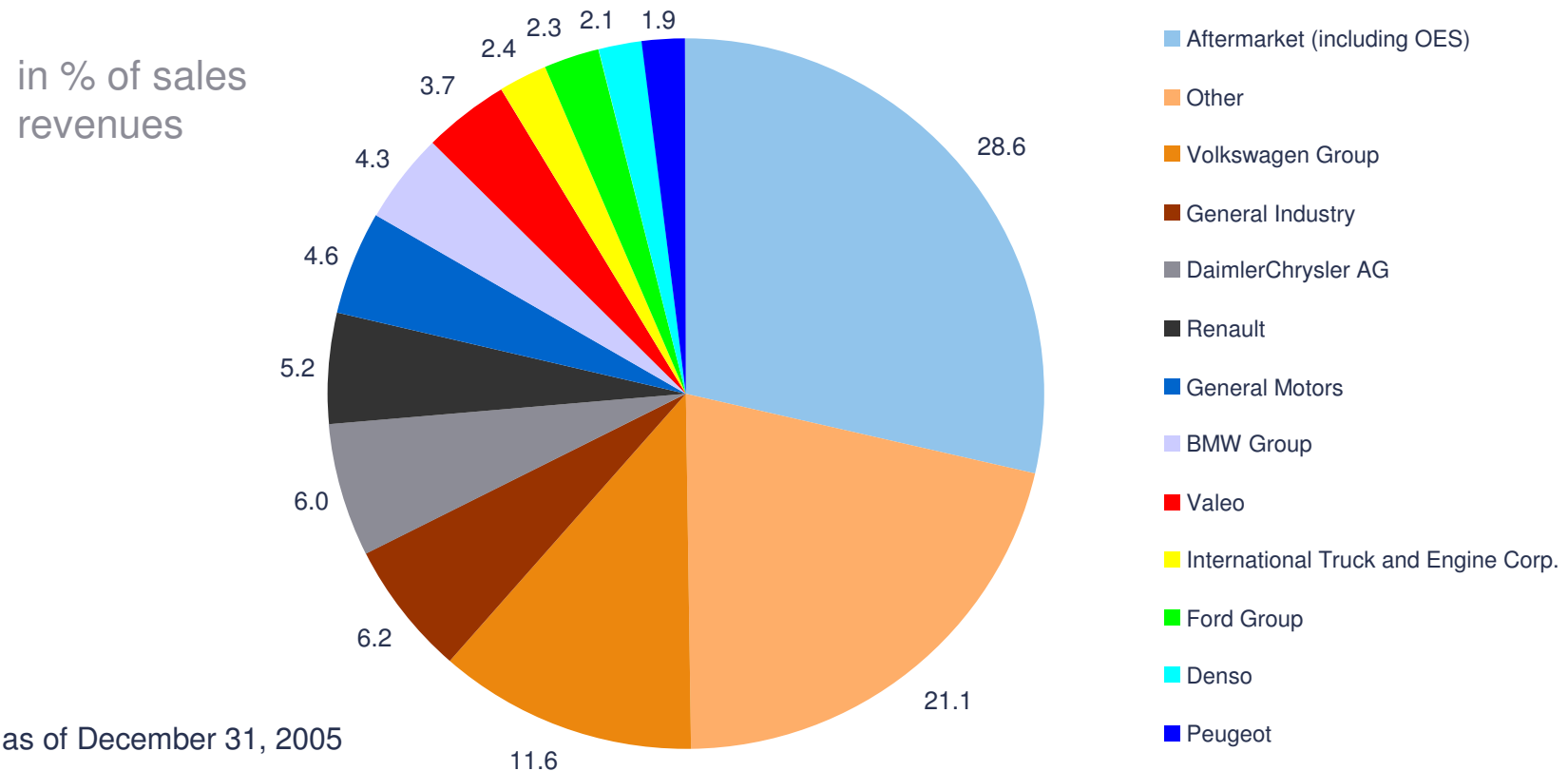


Revenues in SFY 2005	EUR million
OEM	199.3
Aftermarket	87.5
General Industry	19.0

* Comparative prior-year figures are for the first nine months of 2004/2005

Broad customer structure

Nearly all leading automobile manufacturers are BERU customers



■ ■ ■ Awards for top performance

- **Gold** for the PSG product concept in the category of “Engineering and Advanced Technologies” at Equip’ Auto 2005
- **Business Excellence Award** from the Motorsport Industry Association for the new TSS “DigiTyre” from BERU F1, United Kingdom, in January 2006
- **Q1 Award** from Ford Motor Company for BERU TdA, France
- **Gold World Excellence Award 2005** from Ford Motor Company for BERU
- **Certificate of Recognition** in the category of “Quality” from Toyota in May 2006
- **Quality & Service Award 2005** from Ducati



Stronger market position in key product lines

Diesel Cold-Start Technology

No. 1 worldwide



Glow plugs



ISS

Ignition Technology

No. 4 in Europe



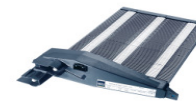
Spark plugs



Ignition coils

Electronics and Sensor Technology

No. 2 worldwide

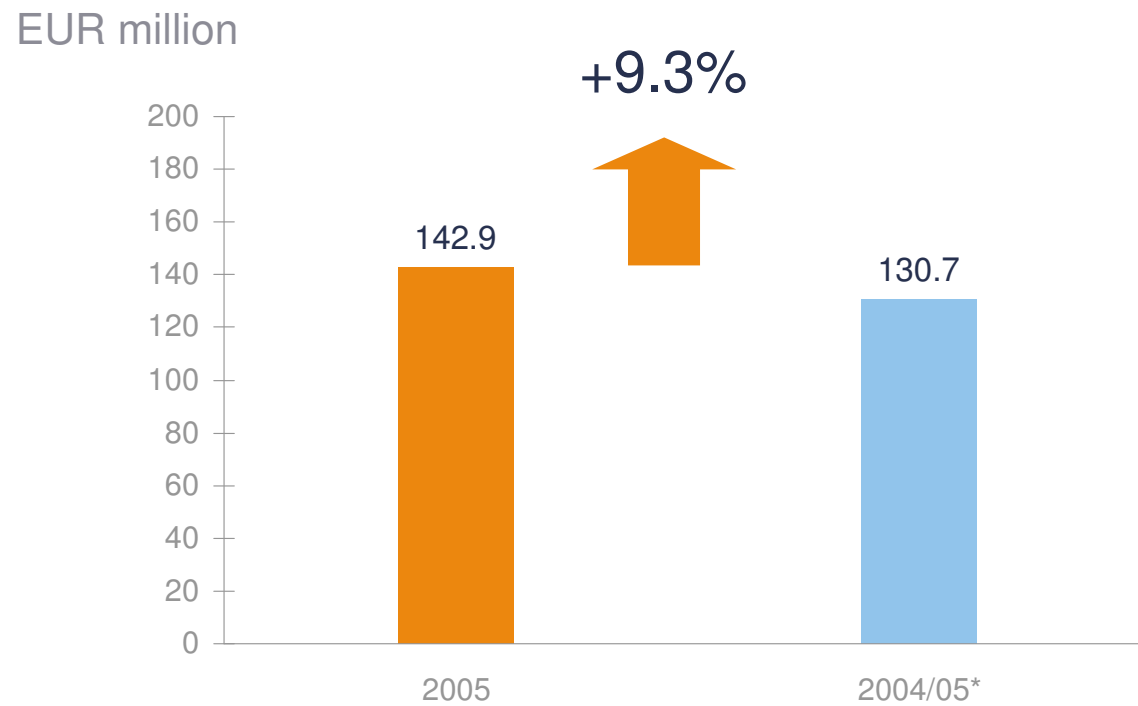


PTC auxiliary heaters



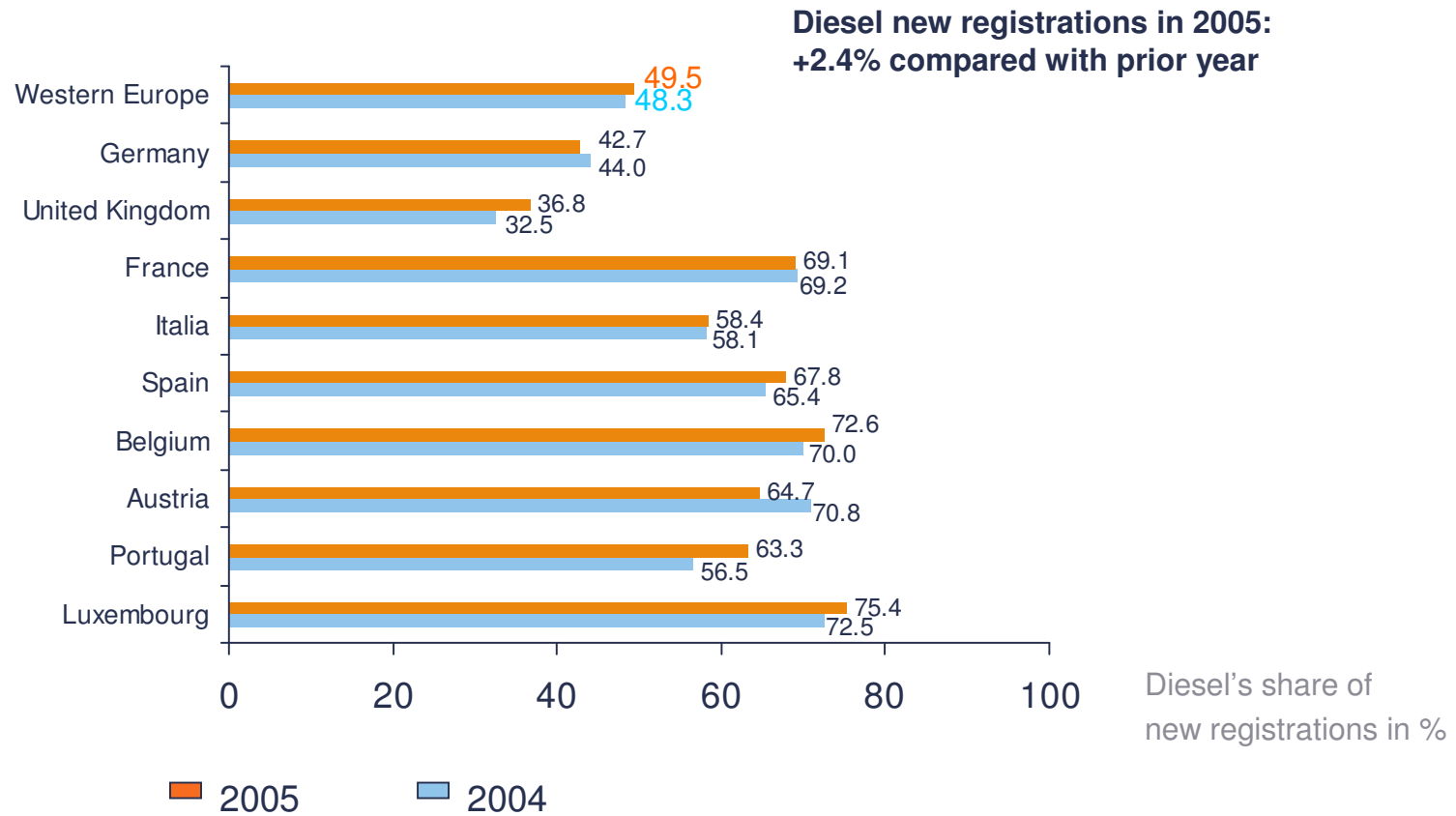
TSS

■ ■ ■ Diesel Cold-Start Technology: +9.3%



* Comparative prior-year figures are for the first nine months of 2004/2005

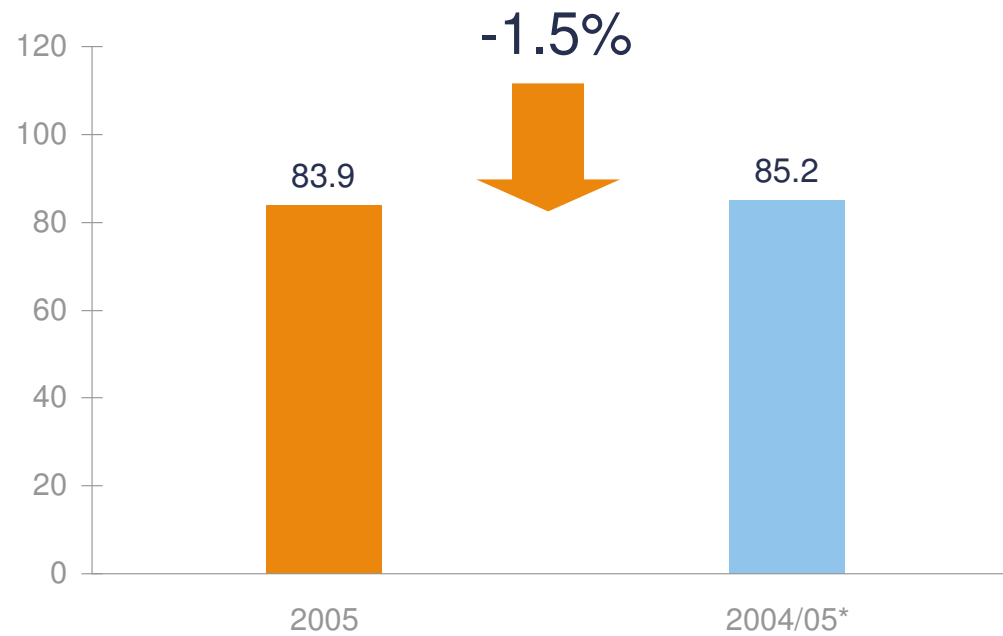
■ ■ ■ Diesel market share in selected European markets



Source: VDA

■ ■ ■ Ignition Technology: -1.5%

EUR million

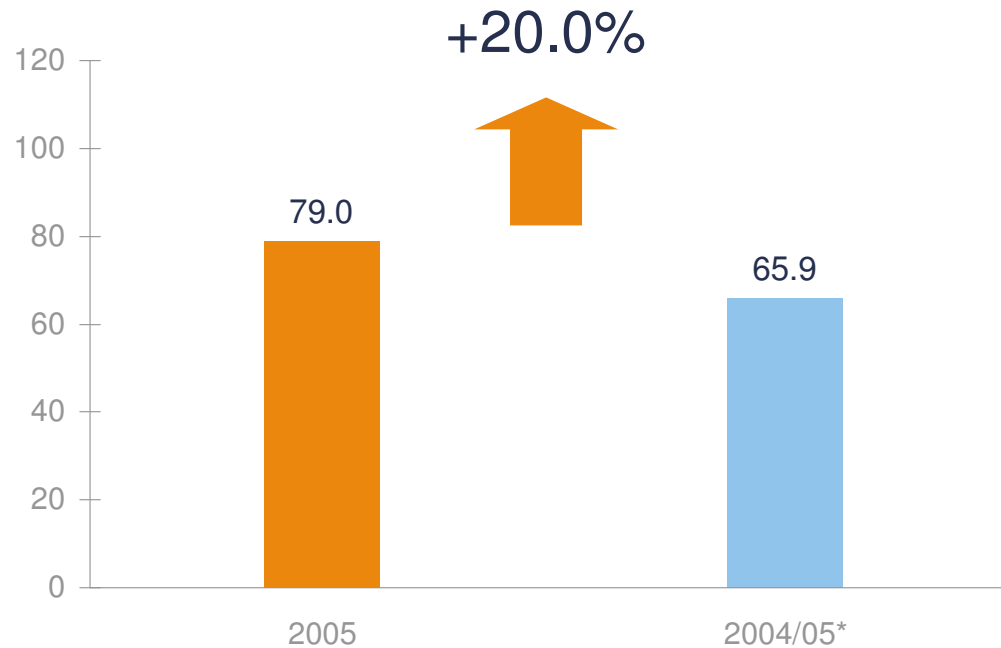


* Comparative prior-year figures are for the first nine months of 2004/2005

■ ■ ■ Electronics and Sensor Technology: + 20.0%

EUR million

PTC revenue growth: +62.5%



* Comparative prior-year figures are for the first nine months of 2004/2005

■ ■ ■ BERU's growth strategy

- Focusing on market niches with high growth potential
- Expansion of international market presence in production and distribution
- High product quality, top performance and innovation
- Continuous increases in operating efficiency and sustained value creation

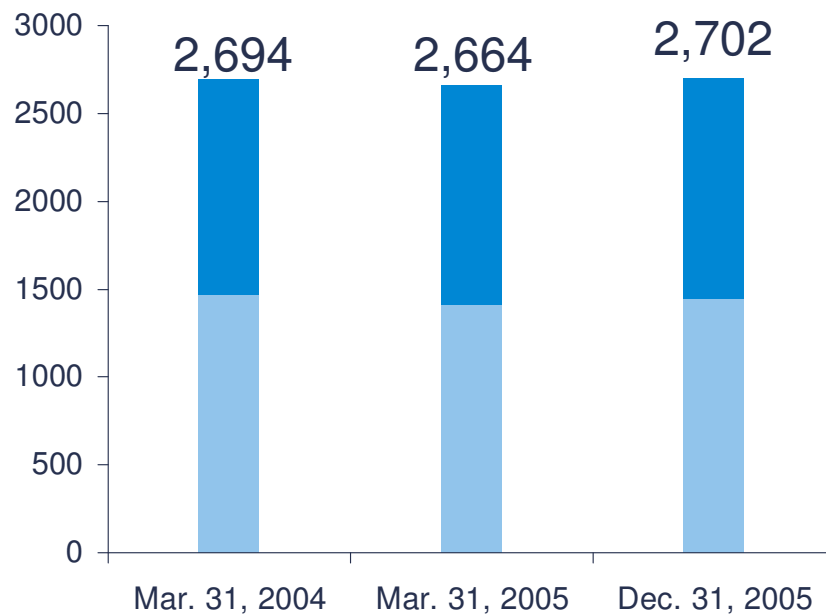
■ ■ ■ Earnings trend

EUR million	SFY 2005	FY 2004/05
	Apr. 1 - Dec. 31, 2005	Apr. 1, 2004 - Mar. 31, 2005
Earnings before interest and taxes (EBIT)	32.0	48.6
Adjusted EBIT	41.3	53.6
Financial income	1.5	-1.4
Earnings before taxes	33.5	47.2
Net profit	19.8	23.9
Net profit after minority interest	19.5	23.6
Earnings per share (in euros)	1.95	2.36

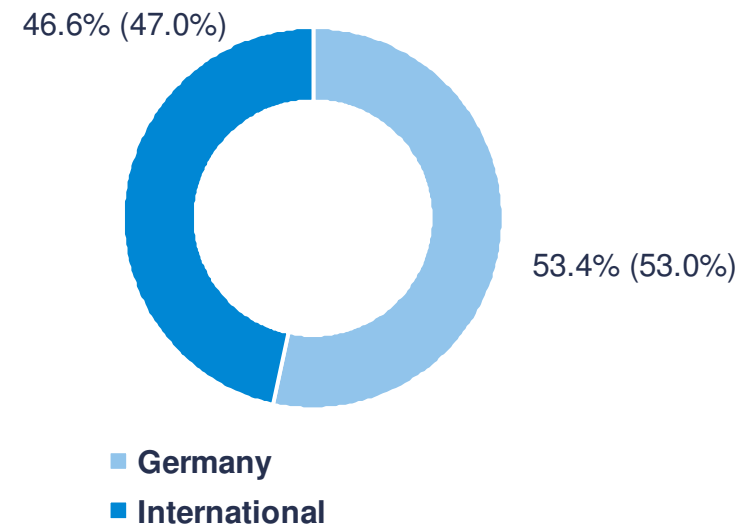
■ ■ ■ Development of expense ratios

	SFY 2005	FY 2004/05
	Apr. 1 - Dec. 31, 2005	Apr. 1, 2004 - Mar. 31, 2005
Material expenses ratio	38.0%	36.2%
Personnel expenses ratio	28.4%	29.8%
Other operating expenses ratio	17.1%	16.9%

■ ■ ■ Stable workforce

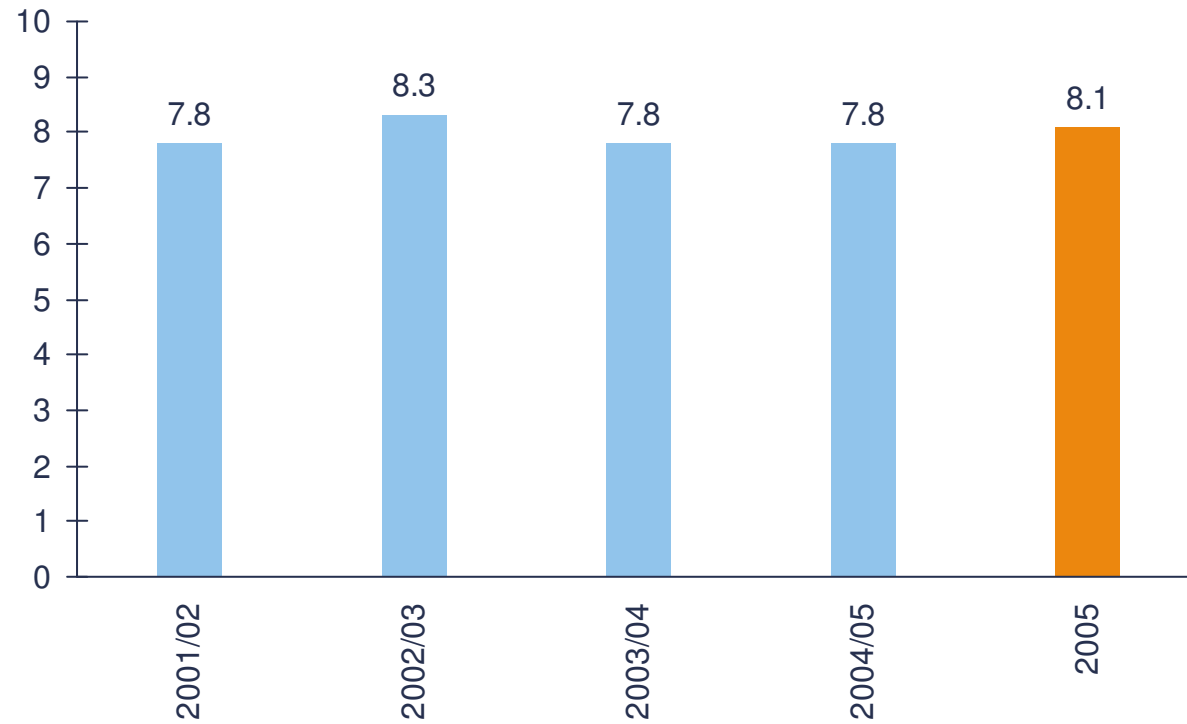


Balanced workforce structure in Germany and abroad:



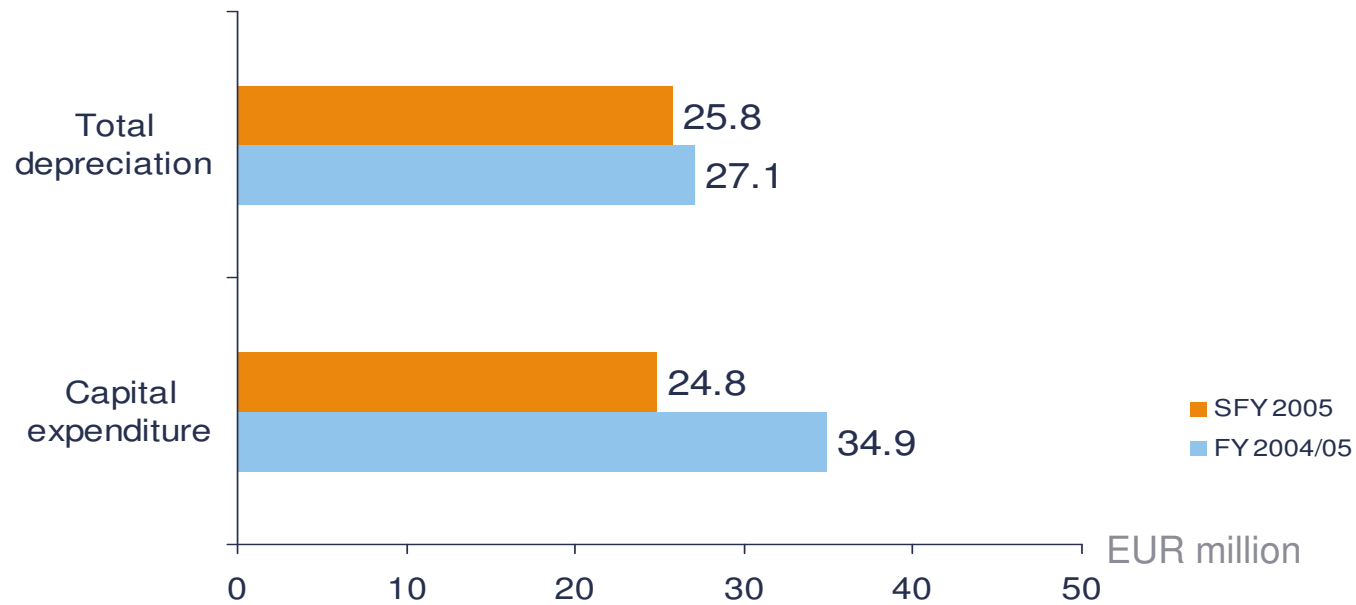
■ ■ ■ High levels of research and development

in % of sales revenues



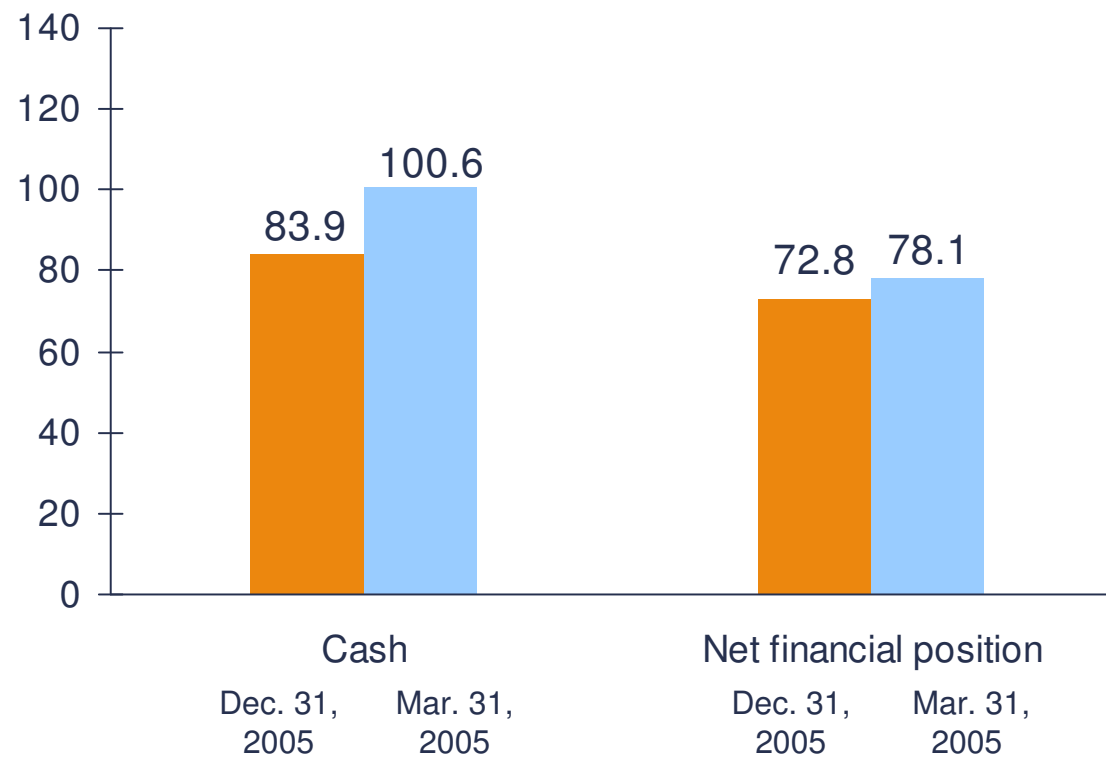
■ ■ ■ Capital expenditure and depreciation

9 months of SFY 2005 compared with 12 months of FY 2004/05



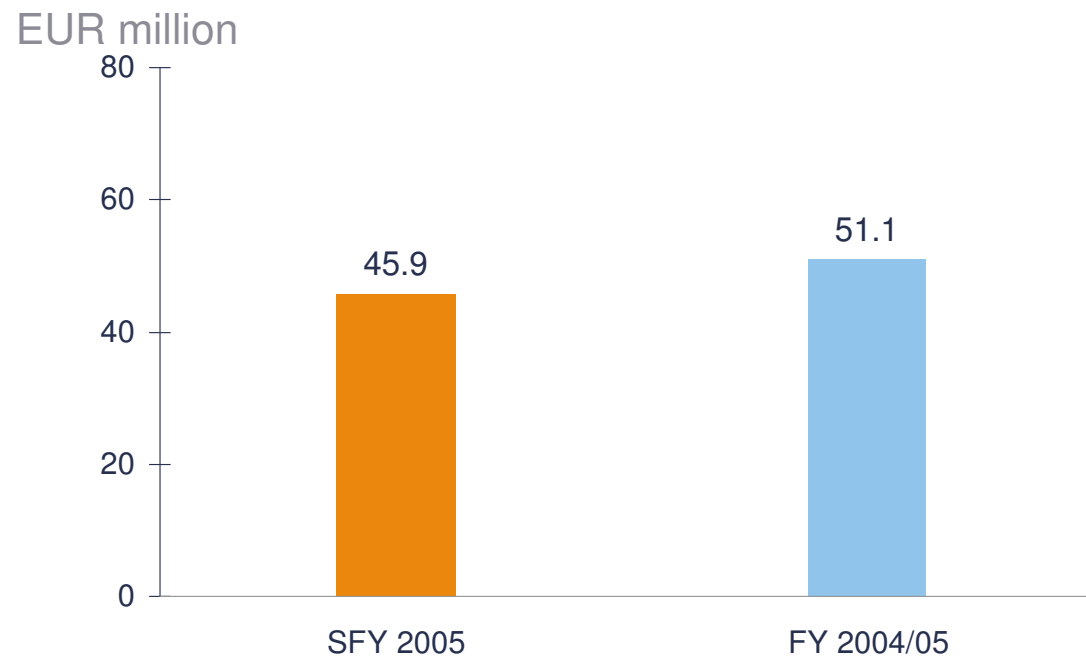
■ ■ ■ High levels of cash and net financial position

EUR million



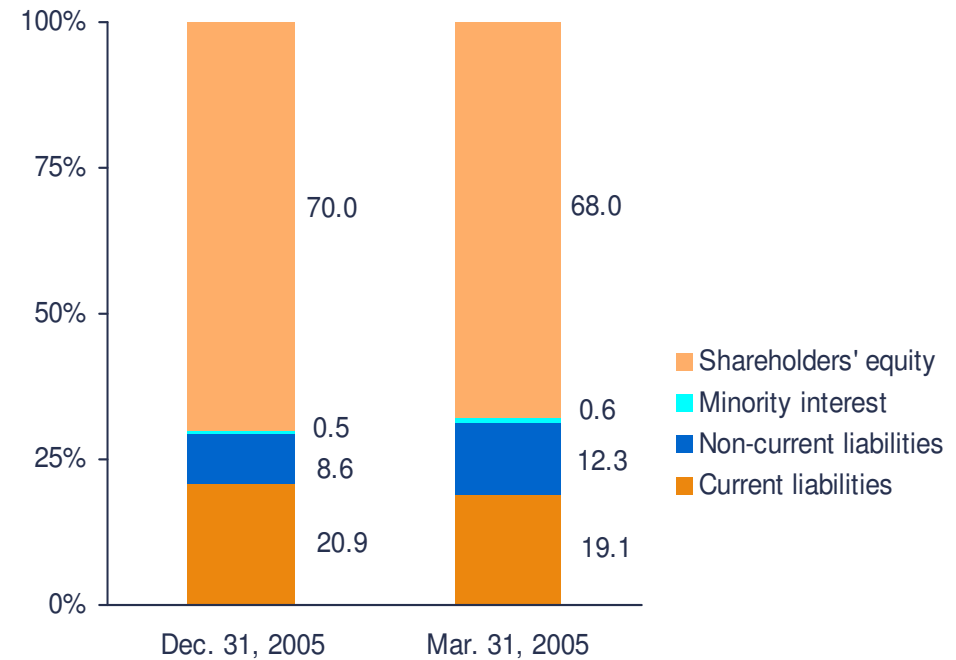
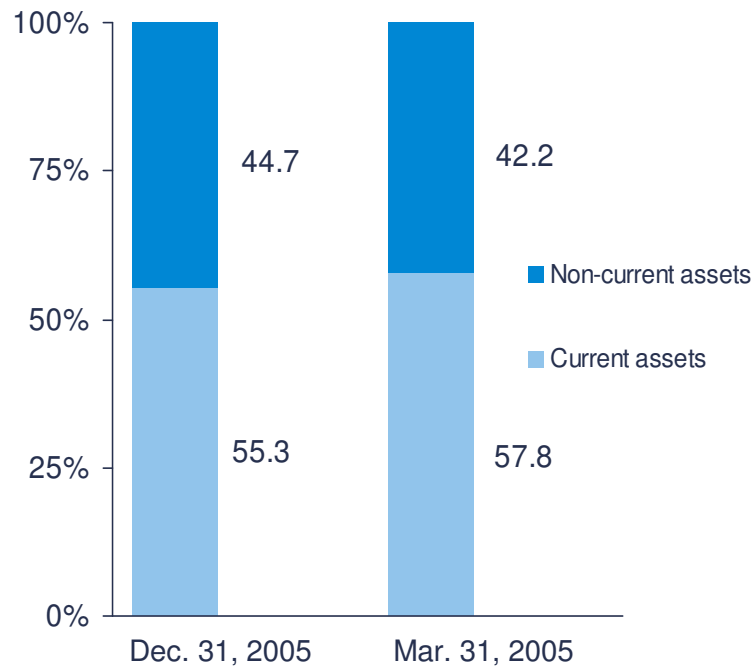
■ ■ ■ Group cash flow

9 months of SFY 2005 compared with 12 months of FY 2004/05



Net profit plus depreciation and amortization and changes in long-term provisions

■ ■ ■ Solid balance-sheet structure: equity ratio of 70%



Balance-sheet total EUR 439.6 (436.6) million

■ ■ ■ BERU shares compared with the CDAX

Value growth between IPO and December 31, 2005 > 340%

Market capitalization Dec. 31, 2005: EUR 705 million
Mar. 31, 2006: EUR 800 million

Percent



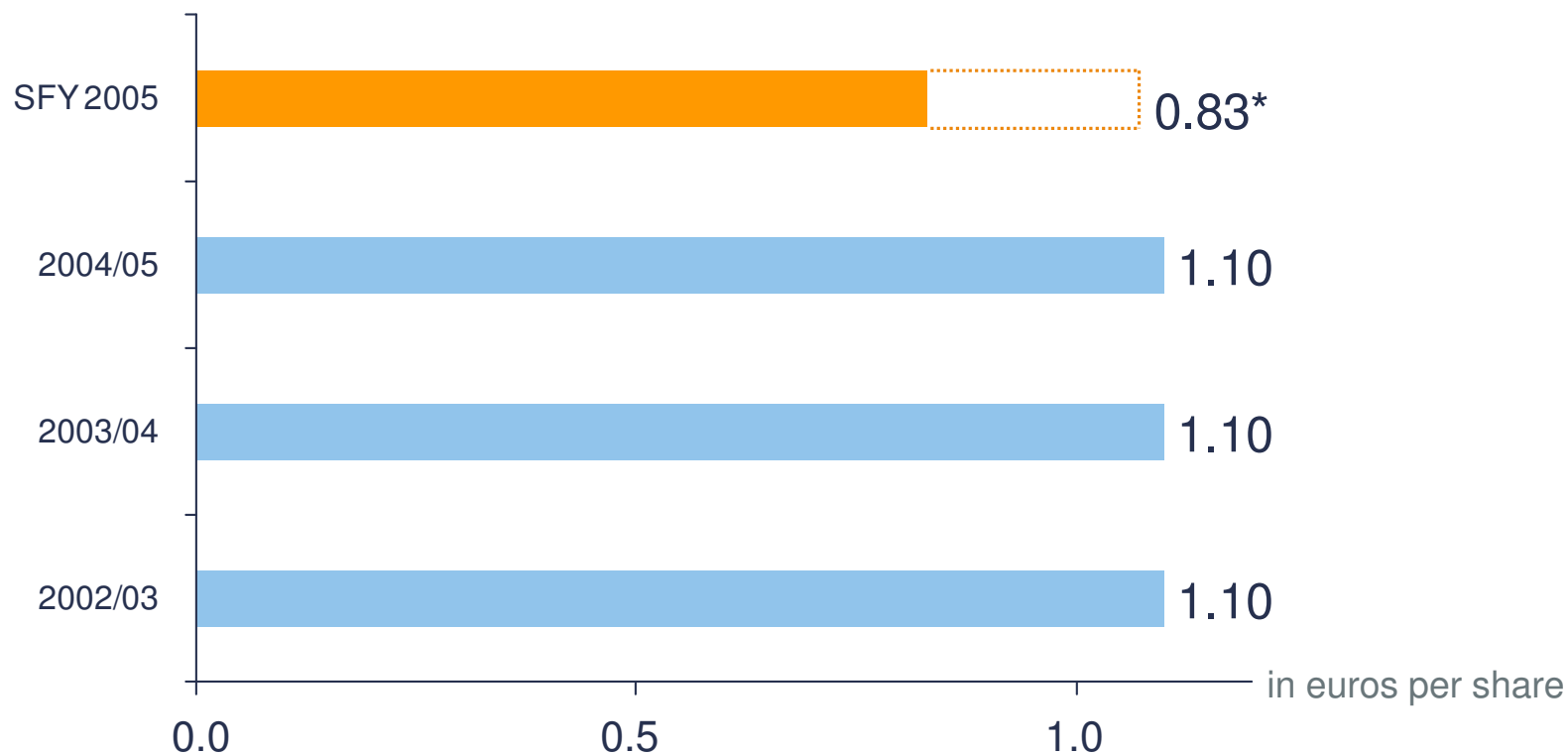
■ CDAX indexed

■ BERU shares indexed



■ ■ ■ Proposed dividend for the short financial year

83 cents per share represents a distribution ratio of 42.6% (46.6%)



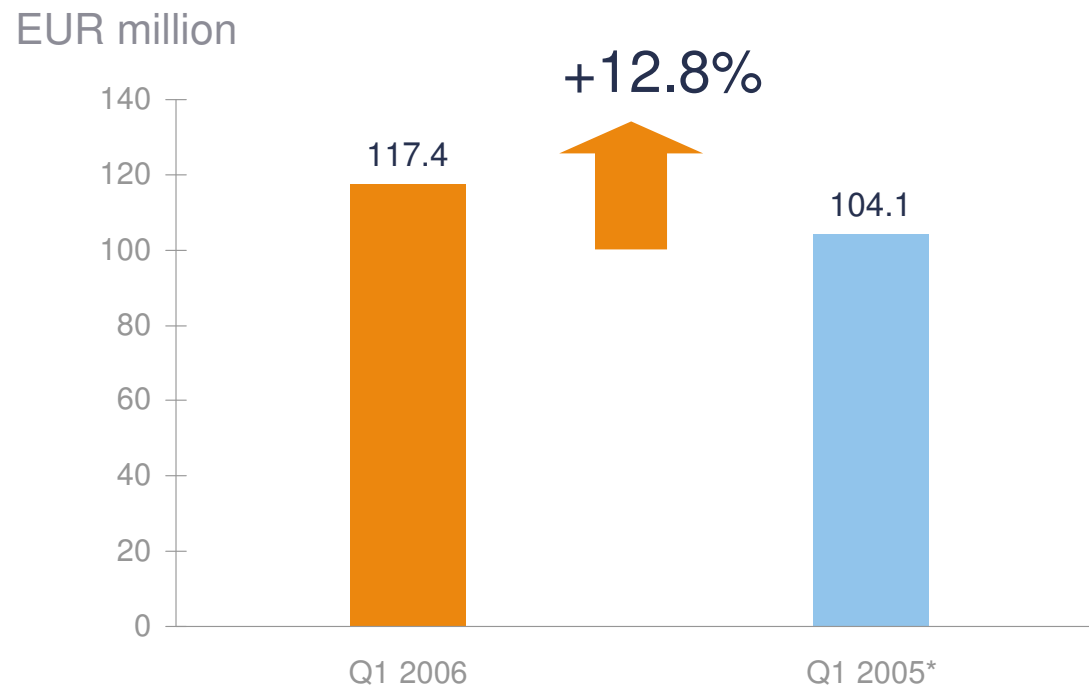
* 9-month period of the short financial year from April 1 until December 31, 2005

■ ■ ■ Agenda

1. Short financial year 2005
- 2. Developments so far this year**
3. Outlook and summary

■ ■ ■ Development of sales revenues in Q1 2006: +12.8%

Strong growth due to seasonal effects and ramp-up of new products



*Q1 2005 corresponds with Q4 of FY 2004/05 (January 1 – March 31, 2005)

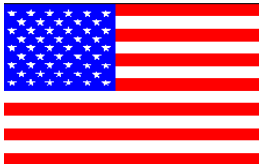
■ ■ ■ Business developments in Q1 2006

EUR million	Q1 2006*	Q4 2004/05
	Jan. 1 - Mar. 31, 2006	Jan. 1 - Mar. 31, 2005
Sales revenues	117.4	104.1
Earnings before interest and taxes (EBIT)	17.3	12.0
Capital expenditure	8.7	10.9
Net financial position	75.6	72.8**
Number of employees	2,626	2,702**

* Based on preliminary, unaudited figures for Jan. 1 – Mar. 31, 2006; comparable prior-year figures refer to Q4 of FY 2004/05 (Jan. 1 – Mar. 31, 2005)

** as of December 31, 2005

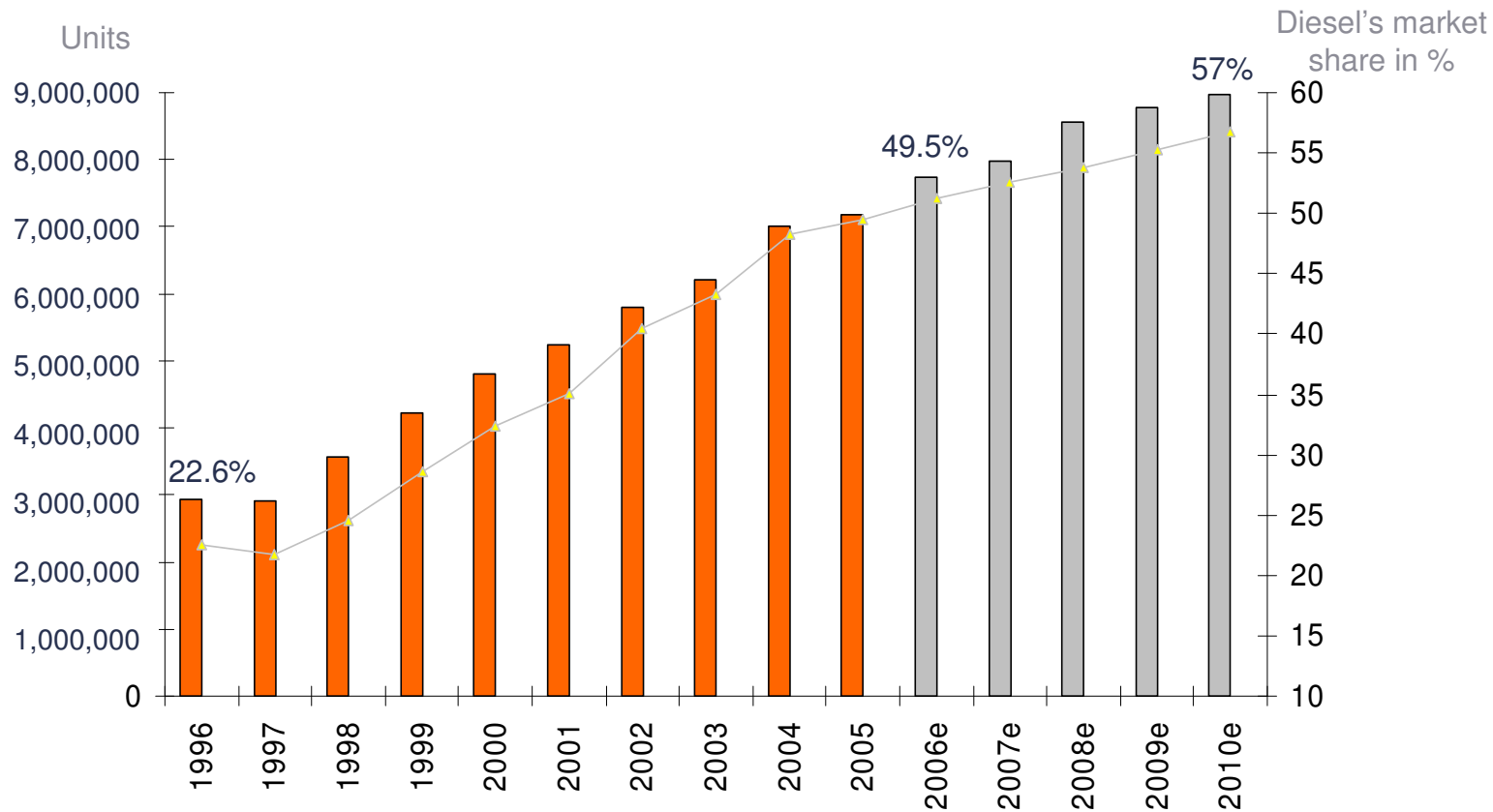
Expected development of automobile markets



	2005	2006e
Western Europe	14.5 m cars	stagnation
Germany	3.3 m cars	+1%
USA	17.0 m light vehicles	stagnation
Asian emerging markets	11.0 m cars	+11-13%
World total	45.8 million	+2-3%

Source: J.D. Power, VDA

■ ■ ■ Diesel's market share in Europe to rise to about 57% by 2010



Source: Automotive Industry Data, diesel car prospects to 2009

■ ■ ■ Diesel increasingly popular in the United States

Projected new registrations - market share by fuel/drive system in the USA

in millions	2005	2006	2007	2008	2009	2010
Total market*	16.68	16.70	16.75	16.79	16.81	16.99
Diesel	0.57	0.70	0.92	1.17	1.43	1.69
Hybrid	0.19	0.32	0.51	0.61	0.70	0.78
Diesel market share	3.5%	4.2%	5.5%	7.0%	8.5%	10.0%
Hybrid market share	1.2%	1.9%	3.0%	3.6%	4.2%	4.6%



* Total market = cars + light trucks

Source: Polk

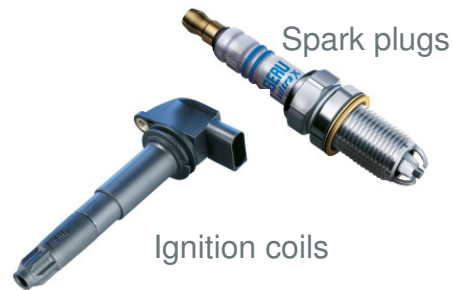
■ ■ ■ Innovations in the three divisions

Diesel Cold-Start Technology



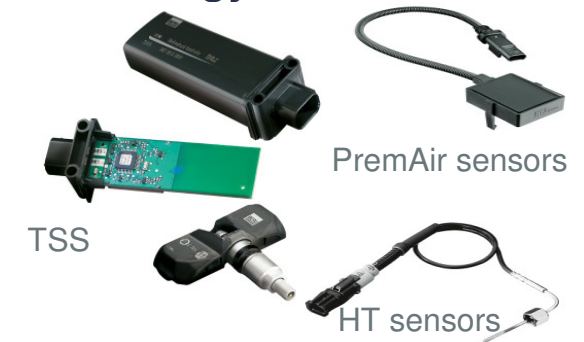
- Slim-line glow plugs
- New Instant Start Systems (ISS)
- Market launch of intelligent glow plugs (PSG)
- Ceramic glow plugs

Ignition Technology



- New slim-line spark plugs (12 millimeters)
- Further development of plug-top and pencil ignition coils

Electronics & Sensor Technology



- Series startup of Tire Safety Systems (TSS) for the USA
- New third-generation TSS
- Series startup of PTC auxiliary heating systems
- PremAir sensors, HTS

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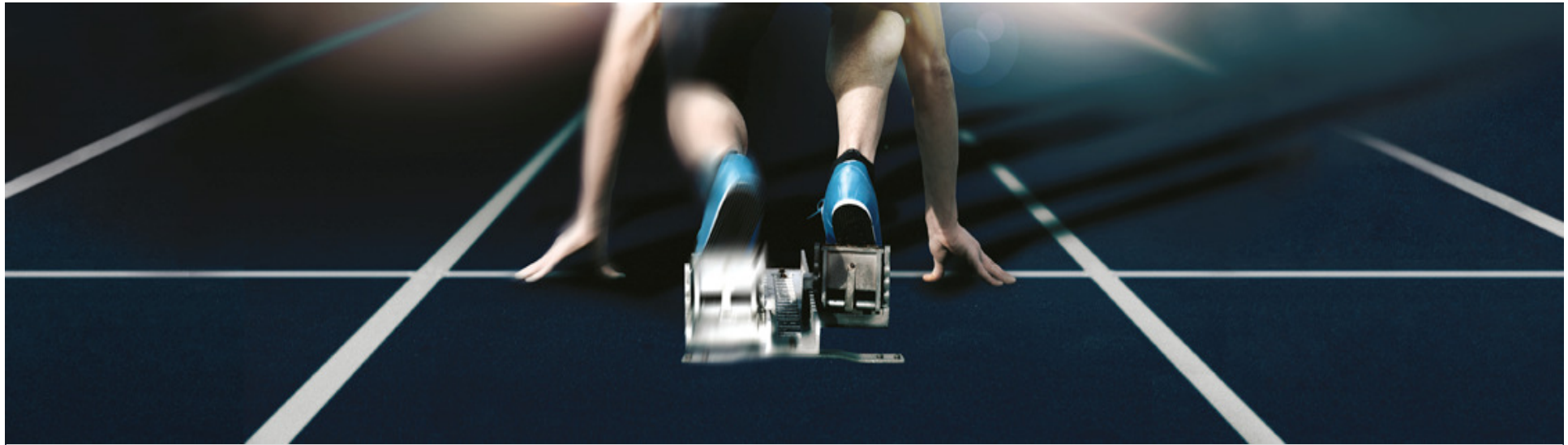
Forecast 2006

- The market environment will remain difficult:
 - Moderate growth in global demand for automobiles
 - Increased pressure on prices and margins, high raw-material and energy prices
- Positive business trend for BERU in the first half of 2006:
 - BERU is market leader with innovative products in its three divisions
 - Good order situation, production startup of new products
 - Operating efficiency in international production network
- Adjusted revenue and earnings forecasts for 2006:
 - Group sales revenues of approximately EUR 435 million (previously: EUR 425-435 m)
 - Earnings before interest and taxes of at least EUR 52 million (previously: EUR 50 m)

■ ■ ■ Summary



- BERU is systematically strengthening its leading market position in each of its three divisions
- The international production network is focusing on its core competencies
- Rising operating efficiency facilitates profitable growth and long-term value creation



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