



**Report by the Management Board  
pursuant to section 2(5) *Kapitalberichtigungsgesetz* (Capital Adjustment Act)  
on the planned capital increase from own resources**

The Annual General Meeting of A-TEC Industries AG (registered in Vienna under reg. No.216262 h), called for 27 June 2008, is to consider, among other matters, a resolution increasing the Company's share capital by €19,800,000 from own resources as evidenced by the parent entity financial statements for the year ended 31 December 2007.

An amount of €184,305,721.20 is reported under the "Appropriated capital reserves" item on the equity and liabilities side of the balance sheet of A-TEC Industries AG for the year ended 31 December 2007. Under the Capital Adjustment Act, an amount of €19,800,000 may be employed for a capital increase from own resources by issuance of 19,800,000 new shares of no par value (bonus shares).

The main purpose of the planned capital increase from own resources is to strengthen the Company's share capital. It will also serve to create a broader shareholder base through the creation of new shares.

As required by the Capital Adjustment Act, the capital increase is to be effected on the basis of the Company's audited annual financial statements for the year ended 31 December 2007 which have been granted an unqualified audit certificate. The planned capital increase from own resources complies with the legal requirements.

Vienna, 25 June 2008

Mirko Kovats m.p.  
Chairman of the Management Board

Christian Schmidt m.p.  
Member of the Management Board

Christian Schrötter m.p.  
Member of the Management Board