Interim Report January to March 2005

HEIDELBERGCEMENT

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- **Turnover at the previous year's level**
- **Strong adverse seasonal effects in Europe**
- **Double-digit growth in North America**
- **Cartel Office authorises acquisition of Teutonia**
- **Moderate increase in sales volumes and slight rise in turnover expected for 2005**
- **Improvement of equity ratio to approx. 40 % after successful capital increase**

Overview January - March

EURm	2004	2005
Turnover	1,347	**1,355**
Operating income before depreciation (OIBD)	90	**85**
Operating income	-33	**-35**
Additional ordinary result	18	**-21**
Results from participations	2	**11**
Earnings before interest and income taxes (EBIT)	-13	**-44**
Result before tax	-83	**-99**
Loss for the financial year	-60	**-96**
Group share	-58	**-105**
Investments	84	**140**

Letter to the shareholders

Ladies and Gentlemen,

The international economic growth has weakened slightly in recent months. However, the US and China continue to provide the strongest impetus. In the EU countries, the considerable slowdown in the economic dynamics was partly caused by the heavy increase in raw material prices. The severe winter impaired major parts of Europe in the first quarter. In Germany the growth forecast was lowered significantly as a result of the continuously weak domestic economy and the strong euro.

In the first quarter, turnover increased slightly in comparison with the previous year by 0.6 % to EUR 1,355 million (previous year: 1,347). Welcome growth in turnover was achieved in Northern Europe, Central Europe East and North America. In North America, turnover in US dollars increased by around 17 %. Excluding currency and consolidation effects, Group turnover rose by a total of 0.8 % in comparison with the previous year.

At EUR 85 million (previous year: 90), operating income before depreciation (OIBD) was 5.4 % below the previous year's value. In the first quarter, operating income decreased by 6.6 % to EUR -35 million (previous year: -33). The positive contribution to results made by North America and Africa-Asia-Turkey was counterbalanced by the effects of unfavourable weather conditions in Europe. The additional ordinary result of EUR -21 million (previous year: 18) essentially results from taking into account the prepayment penalty for the redemption of 35 % of our high yield bond. The financing costs will decrease in the following years accordingly. Our participation Vicat exerted a considerable influence on the results from participations, which amounted to EUR 11 million (previous year: 2).

The financial results improved by EUR 16 million to EUR -54 million (previous year: -70). This was primarily due to the fact that unlike in the previous year Indocement incurred no foreign exchange losses.

Loss before tax amounts to EUR -99 million (previous year: -83). In accordance with the revised German tax laws, no tax assets resulting from losses were recognised. Consequently, in the first quarter of 2005, the tax income decreased by EUR 21 million to EUR 2 million (previous year: 23). As a result of the positive development of Indocement's profit for the financial year, the minority interests total EUR 8 million (previous year: -1). The Group share amounts to EUR -105 million (previous year: -58).

Acquisition of Teutonia successfully completed

Following the conclusion of the public tender offer for Teutonia Zementwerk AG, Hanover, HeidelbergCement now holds 131,164 ordinary shares and 68,541 preference shares. This corresponds to around 99 % of the voting rights and 92 % of the share capital. The Cartel Office's authorisation for the acquisition of Teutonia was issued on 28 April 2005.

Change in the Supervisory Board

On 6 April 2005, Mr. Gerhard Hirth was appointed member of the Supervisory Board, as a shareholder representative, by resolution of the Local Court (Amtsgericht) in Heidelberg. He succeeds Dr. Bernd Scheifele, who was appointed Chairman of the Managing Board of HeidelbergCement effective 1 February 2005.

Further development of the corporate and management structure

In line with the personnel changes in the Managing Board, some of the responsibilities within the Managing Board were also redistributed. In addition to Central Europe West and Central Europe East, Andreas Kern is now also responsible for the United Kingdom and Northern Europe. Furthermore, Dr. Lorenz Näger was assigned responsibility for maxit Group.

We have appointed the management consultancy firm Boston Consulting to examine the organisational structure for Europe and to develop a transparent and efficient structure for the European regions.

In addition, the decision has been made to move the Group departments Strategy & Development, Internal Audit and Finance & Treasury from Brussels and Malmö respectively to Heidelberg. The administrative locations in Malmö and Singapore are to close. The responsibilities assigned to Singapore will, in future, be handled directly by our operating units in Asia. A decision will be made regarding the administrative location in Brussels following the conclusion of a detailed investigation.

Cement and clinker sales volumes

In the first quarter of 2005, cement and clinker sales volumes decreased by 2 % to 12.7 million tonnes (previous year: 12.9). In most regions, sales volumes were adversely affected by the severe winter. We were able to achieve increases in sales volumes in North America, Northern Europe and Africa-Asia-Turkey. Excluding consolidation effects, the decline amounted to 3.7 %.

Cement and clinker sales volumes January - March

1,000 tonnes	2004	**2005**
Central Europe West	1,302	**964**
Western Europe	2,068	**1,792**
Northern Europe	1,059	**1,119**
Central Europe East	1,262	**1,208**
North America	2,726	**2,807**
Africa-Asia-Turkey	4,535	**4,774**
Total	12,952	**12,664**

Employees
In the first three months, HeidelbergCement employed 41,602 people (previous year: 42,453) across the Group. In almost all regions, restructuring measures were carried out.

Investments
In the first quarter, cash relevant investments rose by 68 % in comparison with the previous year to EUR 140 million (previous year: 84). Of this figure, EUR 93 million (previous year: 72) was invested in tangible fixed assets and EUR 47 million (previous year: 12) in financial fixed assets. Disinvestments of EUR 26 million (previous year: 43) and changes in the consolidation scope amounting to EUR 9 million (previous year: 63) led to a total cash flow from investing activities totalling EUR -105 million (previous year: 23).

Prospects
Despite a weak first quarter, we expect moderate increases in sales volumes and turnover in the current financial year. Once again, North America and the growth markets will provide strong impetus. Germany, where construction sector capital spending is continuously decreasing, will undoubtedly remain weak.

We will focus on increasing efficiency and reducing costs in all areas, not just in the plants but also in the central functions. We will also reduce costs in the finance area.

We will continue to participate in the process of consolidation that is taking place in the international cement sector, directing our attention towards small or medium-sized acquisitions. Our aim is to further improve our existing market positions.

Heidelberg, 4 May 2005

Yours sincerely,

Bernd Scheifele

Dr. Bernd Scheifele
Chairman of the Managing Board

HeidelbergCement on the market

Central Europe West

Construction activity decreased further during the first quarter. The cement and clinker sales volumes of our plants fell by 26 % in the first quarter to just under 1.0 million tonnes (previous year: 1.3). The main cause for this was the severe winter. Demand did not noticeably increase until temperatures became milder in the second half of March. With increased prices, turnover from cement did not decrease as heavily as the sales volumes. Compared with the previous year, we have come a long way towards achieving adequate price levels once again. In the first three months, deliveries of ready-mixed concrete and aggregates fell to a similar extent to cement sales volumes, as a result of adverse weather conditions.

Turnover in the Central Europe West region decreased in the first three months by 15.7 % to EUR 121 million (previous year: 144).

Western Europe

The cold winter weather had a considerable adverse impact on the cement and clinker sales volumes of our cement plants in Western Europe, which fell by a total of 13.3 % to 1.8 million tonnes (previous year: 2.1). In Belgium and the Netherlands, which are still suffering from the effects of the price war on the German market, we are taking measures to reduce costs and increase productivity, in order to win back customers and market shares. We are currently restructuring our operations in both countries. One of the aims is to reduce clinker capacities in Maastricht. Our plants in the United Kingdom also recorded decreases of 13.1 % in sales volumes. Besides the severe winter, this was caused by the decline in deliveries to a major customer, who now meets his demand for cement through his own new production site. Sales volumes of ready-mixed concrete and aggregates in the region also declined in the first quarter.

The total turnover in Western Europe fell by 13.3 % in the first three months, to EUR 184 million (previous year: 213).

Turnover development by business lines January - March

Central Europe West

EURm	2004	**2005**
Cement	68	**58**
Concrete	57	**47**
Building materials	29	**25**
Intra-Group eliminations	-10	**-9**
Total turnover	144	**121**

Western Europe

EURm	2004	**2005**
Cement	159	**140**
Concrete	62	**54**
Building materials	-	**-**
Intra-Group eliminations	-8	**-10**
Total turnover	213	**184**

Northern Europe

Construction activity in the countries of the Northern Europe region once again developed positively in the first quarter of 2005. The domestic sales volumes of our Scandinavian cement plants achieved a substantial increase of 10.3 % in comparison with the same period last year. Our Norwegian Brevik plant was fully available again after its conversion to allow increased use of alternative fuels. Exports increased slightly, by 2 %. The domestic sales volumes of the Kunda plant in Estonia and the Cesla plant near Saint Petersburg exceeded the previous year's level by 11.5 %. Clinker exports from Kunda had to be discontinued in order to supply the Cesla plant. In Cesla, clinker production is expected to restart in June, following the modernisation and capacity increase of the cement kiln. In total, the cement and clinker sales volumes of the Northern Europe region increased by 5.7 % to 1.1 million tonnes (previous year: 1.1). While deliveries of ready-mixed concrete increased significantly, primarily as a result of consolidation, sales volumes of aggregates remained below the previous year.

Turnover in the Northern Europe region increased by 10.5 % to EUR 147 million (previous year: 133).

Central Europe East

In some countries of the Central Europe East region, economic growth is significantly higher than the EU average. However, construction activity, and therefore cement consumption, was adversely affected to a large extent in the first quarter by the unfavourable weather conditions. In our main market Poland, we recorded a decline of approximately 30 % in sales volumes. In almost all other countries, the bad weather caused decreases in quantities, which in some cases were substantial. In the Ukraine, on the other hand, we were able to increase cement sales volumes by 23 %. The cement sales volumes of the Central Europe East region remained 4.2 % below the previous year's level, at 1.2 million tonnes (previous year: 1.3). While deliveries of aggregates declined slightly, the ready-mixed concrete operating line achieved increases in quantities.

Boosted by positive exchange rate effects, turnover rose by 10.7 % to EUR 92 million (previous year: 83).

Northern Europe

EURm	2004	**2005**
Cement	77	**84**
Concrete	63	**70**
Building materials	-	**-**
Intra-Group eliminations	-7	**-7**
Total turnover	133	**147**

Central Europe East

EURm	2004	**2005**
Cement	67	**73**
Concrete	21	**28**
Building materials	-	**-**
Intra-Group eliminations	-5	**-9**
Total turnover	83	**92**

North America

In the first three months of 2005, the rate of growth, experienced last year, weakened only slightly. The construction sector, particularly commercial and public construction, remains at a high level. In Canada, the economic situation remains positive, especially in the western provinces.

With increased prices, the sales volumes in almost all our market regions showed significant improvement once again. The increase differs regionally and is mainly weather-related. Clear trends are not yet recognizable, although we expect a renewed slight increase for 2005. In the first quarter, the total cement and clinker sales volumes were 3 % above the previous year, at 2.8 million tonnes (previous year: 2.7). In the ready-mixed concrete operating line, sales volumes increased by 1.4 %, while quantities of aggregates decreased by 2.5 % as a result of poor weather conditions.

Turnover increased by 11 % in the first three months to EUR 367 million (previous year: 330). In the national currency, turnover rose by around 17 % compared with the previous year.

Africa-Asia-Turkey

Total cement and clinker sales volumes in the Africa-Asia-Turkey region increased by 5.3 % to 4.8 million tonnes (previous year: 4.5).

At the beginning of 2005, our African cement operations once again recorded a positive development in demand. We were able to achieve noticeable increases in sales volumes, particularly in Benin, Tanzania, Togo and the Republic of the Congo. Likewise, in our main market Ghana, our cement deliveries were slightly above the previous year's level.

In Asia, our cement and clinker sales volumes increased by 8.7 % to 3.5 million tonnes (previous year: 3.2). Despite the continuing competitive pressure on the Indonesian domestic market, our subsidiary Indocement was able to increase its sales volumes, including exports, by 9.4 % to 2.8 million tonnes (previous year: 2.6). Competition also intensified in the Chinese province of Guangdong as a result of newly created production capacities. Nevertheless, our joint venture China Century Cement achieved an increase of 7.1 % in sales volumes, bringing the figure to 0.78 million tonnes (consolidated: 0.39 million tonnes). At the beginning of April 2005, the kiln in the new Guangzhou plant was put into operation; we plan to fully commission the new location in the third quarter.

Turnover development by business lines January - March

North America

EURm	2004	**2005**
Cement	196	**217**
Concrete	161	**178**
Building materials	-	**-**
Intra-Group eliminations	-27	**-29**
Total turnover	330	**367**

Africa-Asia-Turkey

EURm	2004	**2005**
Cement	208	**218**
Concrete	16	**17**
Building materials	-	**-**
Intra-Group eliminations	-5	**-5**
Total turnover	220	**230**

While the domestic sales volumes of our Turkish participation Akçansa remained stable, export deliveries had to be cut back markedly as a result of kiln repairs at the Çanakkale plant.

Turnover in the Africa-Asia-Turkey region increased by 4.4 % to EUR 230 million (previous year: 220).

maxit Group

The main cause of the decline in turnover was the severe winter in the maxit Group's major markets and especially in Germany. We were only able to achieve a slight increase in Spain, Turkey, Scandinavia and the Baltic region, as well as in the plant engineering business.

The two newly constructed dry mortar facilities in China and Russia will start production in the course of the year. In China, our subsidiary m-tec commissioned a new assembly production for plant engineering. In Spain, we acquired a dry mortar plant, which will be consolidated as of 1 May.

In the first quarter, the turnover of the maxit Group was 6.5 % below the previous year, with a total of EUR 199 million (previous year: 212).

Group Services

The total trade volume of HC Trading decreased by 2.5 % in the first three months to 2.7 million tonnes (previous year: 2.8). Increased deliveries of dry mortar and related materials could not compensate for the slightly smaller quantities of cement and 20 % lower clinker volumes.

Turnover in the Group Services unit, which also includes trading in fossil fuels, increased by 12.3 % to EUR 123 million (previous year: 110) as a result of significantly higher freight rates.

maxit Group

EURm	2004	**2005**
Cement	-	**-**
Concrete	-	**-**
Building materials	212	**199**
Intra-Group eliminations	-	**-**
Total turnover	212	**199**

Group profit and loss accounts

January - March

EUR '000s	2004	2005
Turnover	1,346,625	**1,355,358**
Change in stocks and work in progress	1,082	**34,115**
Own work capitalised	442	**170**
Operating revenues	1,348,149	**1,389,643**
Other operating income	51,661	**42,082**
Material costs	-566,006	**-586,715**
Employees and personnel costs	-329,804	**-339,973**
Other operating expenses	-413,942	**-419,816**
Operating income before depreciation (OIBD)	90,058	**85,221**
Depreciation and amortisation of tangible fixed assets	-116,880	**-117,517**
Depreciation and amortisation of intangible assets	-5,718	**-2,396**
Operating income	-32,540	**-34,692**
Additional ordinary result	17,689	**-21,084**
Results from associated companies	3,020	**9,259**
Results from other participations	-698	**2,081**
Earnings before interest and income taxes (EBIT)	-12,529	**-44,436**
Interest income and expense	-58,270	**-55,945**
Foreign currency exchange gains and losses	-11,815	**1,699**
Result before tax	-82,614	**-98,682**
Taxes on income	23,153	**2,196**
Loss for the financial year	-59,461	**-96,486**
Minority interests	1,252	**-8,292**
Group share	-58,209	**-104,778**
Earnings per share in EUR (IAS 33)	-0.58	**-1.02**

Group cash flow statement

January - March

EUR '000s	2004	2005
Operating income before depreciation (OIBD)	90,058	**85,221**
Additional ordinary result before depreciation	18,331	**-21,312**
Dividends received	-1,248	**4,279**
Interest paid	-60,855	**-105,906**
Taxes paid	-670	**-28,086**
Elimination of non-cash items	17,501	**59,868**
Cash flow	63,117	**-5,936**
Changes in operating assets	-170,052	**-101,051**
Changes in operating liabilities	-1,997	**-100,291**
Cash flow from operating activities	-108,932	**-207,278**
Intangible assets	-1,330	**-839**
Tangible fixed assets	-70,087	**-91,869**
Financial fixed assets	-12,239	**-47,433**
Investments (cash outflow)	-83,656	**-140,141**
Proceeds from fixed asset disposals	43,201	**25,745**
Cash from changes in consolidation scope	63,403	**9,011**
Cash flow from investing activities	22,948	**-105,385**
Capital increase		**271,539**
Dividend payments - minority shareholders	-1,611	**-3,606**
Proceeds from bond issuance and loans	99,248	**218,853**
Repayment of bonds and loans	-184,736	**-215,238**
Cash flow from financing activities	-87,099	**271,548**
Net change in cash and cash equivalents	-173,083	**-41,115**
Effect of exchange rate changes	196	**7,958**
Cash and cash equivalents at 1 January	524,961	**305,009**
Cash and cash equivalents at 31 March*	352,074	**271,852**

* In the balance sheet, the item "Short-term investments and similar rights" also lists the market value of hedging transactions and the "available for sale financial assets" amounting to EUR 73.1 million (previous year: 87.5).

Group balance sheet

Assets

EUR '000s	31 Dec. 2004	31 Mar. 2005
Long-term assets		
Intangible assets	2,297,697	**2,298,396**
Tangible fixed assets		
Land and buildings	1,872,849	**1,941,503**
Plant and machinery	2,684,415	**2,725,560**
Fixtures, fittings, tools and equipment	171,124	**172,398**
Payment on account and assets under construction	330,302	**396,187**
	5,058,690	**5,235,648**
Financial fixed assets		
Shares in associated companies	655,987	**675,788**
Shares in other participations	205,455	**213,617**
Loans to participations	12,792	**14,274**
Other loans	51,843	**47,041**
	926,077	**950,720**
Fixed assets	8,282,464	**8,484,764**
Deferred taxes	168,271	**186,686**
Other long-term receivables	48,884	**54,999**
	8,499,619	**8,726,449**
Short-term assets		
Stocks		
Raw materials and consumables	413,496	**430,315**
Work in progress	79,916	**103,352**
Finished goods and goods for resale	244,207	**274,077**
Payments on account	20,847	**22,045**
	758,466	**829,789**
Receivables and other assets		
Short-term financial receivables	138,486	**158,282**
Trade receivables	738,207	**786,851**
Other short-term operating receivables	157,339	**197,561**
Current income tax assets	38,640	**46,177**
	1,072,672	**1,188,871**
Short-term investments and similar rights	117,436	**105,085**
Cash at bank and in hand	267,714	**239,834**
	2,216,288	**2,363,579**
Balance sheet total	10,715,907	**11,090,028**

Liabilities

EUR '000s	31 Dec. 2004	31 Mar. 2005
Shareholders' equity and minority interests		
Subscribed share capital	258,421	**278,289**
Capital reserves	1,930,491	**2,182,162**
Revenue reserves	1,720,735	**1,625,189**
Currency translation	-372,498	**-285,242**
Company shares	-2,936	**-2,936**
Capital entitled to shareholders	3,534,213	**3,797,462**
Minority interests	429,110	**553,480**
	3,963,323	**4,350,942**
Long-term provisions and liabilities		
Provisions		
Provisions for pensions	576,547	**585,987**
Deferred taxes	470,436	**468,507**
Other long-term provisions	549,061	**556,835**
	1,596,044	**1,611,329**
Liabilities		
Debenture loans	1,949,188	**1,793,891**
Bank loans	1,025,294	**1,133,183**
Other long-term financial liabilities	524,505	**511,703**
	3,498,987	**3,438,777**
Other long-term operating liabilities	7,138	**8,342**
	3,506,125	**3,447,119**
	5,102,169	**5,058,448**
Short-term provisions and liabilities		
Provisions	110,013	**126,408**
Liabilities		
Bank loans (current portion)	219,697	**198,639**
Other short-term financial liabilities	334,831	**438,524**
	554,528	**637,163**
Trade payables	488,934	**427,632**
Current income taxes payables	55,280	**55,357**
Other short-term operating liabilities	441,660	**434,078**
	1,540,402	**1,554,230**
	1,650,415	**1,680,638**
Balance sheet total	10,715,907	**11,090,028**

Group equity capital grid

EUR '000s	Subscribed share capital	Capital reserves	Revenue reserves	Currency translation	Company shares	Capital entitled to share-holders	Minority interests	Total
1 January 2004	255,104	1,888,454	2,237,338	-342,286	-7,465	4,031,145	153,902	4,185,047
Effect of adopting IAS 19 (Amendment Dec. 2004)			-105,627			-105,627		-105,627
1 January 2004 (restated)	255,104	1,888,454	2,131,711	-342,286	-7,465	3,925,518	153,902	4,079,420
Profit for the financial year			-58,209			-58,209	-1,252	-59,461
Capital increase								
from issuance of new shares	3,317	42,037				45,354		45,354
Dividends							-1,494	-1,494
Changes without effects on results								
Consolidation adjustments			-368			-368	342,430	342,062
IFRS 3.81 Offsetting of negative goodwill			22,794			22,794		22,794
Financial instruments IAS 39			2,825			2,825		2,825
Exchange rate			-2,130[1]	11,293		9,163	-3,315	5,848
31 March 2004	258,421	1,930,491	2,096,623	-330,993	-7,465	3,947,077	490,271	4,437,348
1 January 2005	258,421	1,930,491	1,720,735	-372,498	-2,936	3,534,213	429,110	3,963,323
Effect of adopting IAS 28			12,213			12,213		12,213
Effect of adopting IFRS 2			-1,159			-1,159		-1,159
1 January 2005 (restated)	258,421	1,930,491	1,731,789	-372,498	-2,936	3,545,267	429,110	3,974,377
Profit for the financial year			-104,778			-104,778	8,292	-96,486
Capital increase								
from issuance of new shares	19,868	251,671				271,539		271,539
Dividends							-3,606	-3,606
Changes without effects on results								
Consolidation adjustments			-776			-776	154,339	153,563
Financial instruments IAS 39			-1,046			-1,046		-1,046
Exchange rate				87,256		87,256	-34,655	52,601
31 March 2005	**278,289**	**2,182,162**	**1,625,189**	**-285,242**	**-2,936**	**3,797,462**	**553,480**	**4,350,942**

[1] Realised currency translation adjustments

Notes to the interim accounts

Accounting and consolidation principles

HeidelbergCement has adopted for the quarterly closing the International Financial Reporting Standards (IFRS) with the standards applicable at the balance sheet date.

Material changes in comparison to the accounting and valuation principles at 31 December 2004, result from the first time adoption of IFRS 2 (Share-based Payment) and the revised version of IAS 28 (Accounting for Investments in Associates).

Investments in associated companies shall be accounted for using the equity method on the basis of uniform accounting policies (IAS 28.13 and 26). The adjustment to uniform accounting and valuation principles was applied, provided that the financial statements according to IFRS were available at the balance sheet date.

IFRS 2 (Share-based Payment) governs in details the accounting of share-based payment transactions in the financial statements. The standard especially deals with share options for the management staff. According to the transitional provisions of IFRS 2, the entity shall apply this standard to grants of shares, share options or other equity instruments that were granted after 7 November 2002 and had not yet vested at the effective date of this standard (IFRS 2.53). Therefore, IFRS 2 was not applied to the plans 2000/2006, 2001/2007, 2002/2008, as those plans were granted before the cut-off date and had not yet exercised.

The results from other participations include the revenues from other participations as well the depreciation of financial fixed assets.

Seasonal nature of the business

The cold weather, which lasted until well into March, had a negative effect on the production and sales position of HeidelbergCement.

Scope of consolidation

We detail below the regional changes in the scope of consolidation since 31 December 2004. All newly included companies were fully consolidated in the Group accounts. The percentage of shares owned by the Group in each case is given in brackets.

Central Europe West

On 1 January 2005, Heidelberger Beton GmbH & Co. Bremen KG, Bremen (100 %), and TBG Transportbeton Zwickau GmbH & Co. KG, Zwickau (60.0 %), were included in the scope of consolidation for the first time.

Central Europe East

The Romanian company Carpatcemtrans S.R.L., Bucharest (98.87 %), entered the scope of consolidation for the first time in 2005.

maxit Group

The Hungarian company Deitermann Hungaria Kereskedelmi Kft., Budapest (100 %), was included in the consolidation scope of the maxit Group for the first time.

The following statements present the opening balance sheet and first quarter results for the newly consolidated companies, as prescribed by IFRS 3.67 ff. (Business Combinations):

Assets

EUR '000s	Total
Long-term assets	
Intangible assets	89
Tangible fixed assets	5,266
Financial fixed assets	835
	6,190
Short-term assets	
Stocks	220
Receivables and other assets	1,055
Cash at bank and in hand	1,221
	2,496
Balance sheet total	8,686

Liabilities

EUR '000s	Total
Shareholders' equity and minority interests	
Capital entitled to shareholders	6,251
	6,251
Long-term provisions and liabilities	
Liabilities	132
	132
Short-term provisions and liabilities	
Provisions	62
Liabilities	2,241
	2,303
Balance sheet total	8,686

Results for the companies consolidated for the first time in the first quarter 2005

EUR '000s	Total
Loss for the financial year	-292
Minority interests	106
Group share	-186

Turnover development by regions and business lines January to March 2005

EURm	Cement		Concrete		Building materials		Intra Group Eliminations		Total	
	2004	**2005**	2004	**2005**	2004	**2005**	2004	**2005**	2004	**2005**
Central Europe West	68	**58**	57	**47**	29	**25**	-10	**-9**	144	**121**
Western Europe	159	**140**	62	**54**			-8	**-10**	213	**184**
Northern Europe	77	**84**	63	**70**			-7	**-7**	133	**147**
Central Europe East	67	**73**	21	**28**			-5	**-9**	83	**92**
North America	196	**217**	161	**178**			-27	**-29**	330	**367**
Africa-Asia-Turkey	208	**218**	16	**17**			-5	**-5**	220	**230**
maxit Group					212	**199**			212	**199**
Total	776	**791**	379	**394**	242	**224**	-61	**-69**	1,335	**1,339**
Group Services									110	**123**
Inter-region turnover									-98	**-107**
Total Group									1,347	**1,355**

Exchange rates

		Exchange rates at		Average exchange rates	
		31 Dec. 2004	**31 Mar. 2005**	01-03/2004	**01-03/2005**
	Country	EUR	**EUR**	EUR	**EUR**
USD	US	1.3558	**1.2961**	1.2465	**1.3113**
CAD	Canada	1.6308	**1.5671**	1.6435	**1.6067**
GBP	Great Britain	0.7067	**0.6860**	0.6787	**0.6932**
HRK	Croatia	7.6318	**7.4084**	7.5777	**7.4990**
IDR	Indonesia	12,595.38	**12,287.03**	10,584.55	**12,197.20**
NOK	Norway	8.2378	**8.2102**	8.6154	**8.2377**
PLN	Poland	4.0810	**4.0808**	4.7632	**4.0228**
ROL	Romania	39,313	**36,633**	[1]	**37,033**
SEK	Sweden	9.0191	**9.1577**	9.1880	**9.0740**
CZK	Czech Republic	30.3903	**30.0203**	32.8494	**29.9863**
HUF	Hungary	244.9253	**246.9459**	258.6954	**244.6877**
TRY	Turkey	1,823,551	**1.7504**[2]	[1]	[1]

[1] In accordance with IAS 21.42 (a) all amounts are translated using the closing rate at the date of the most recent balance sheet.
[2] On 1 January 2005, the Turkish Lira was renamed to Turkish New Lira and it was redenominated by cutting six zeros.

Segment reporting

Regions January to March 2005 (Primary reporting format under IAS 14 No. 50 ff.)

EURm	Central Europe West		Western Europe		Northern Europe		Central Europe East	
	2004	**2005**	2004	**2005**	2004	**2005**	2004	**2005**
External turnover	142	**119**	207	**180**	122	**134**	81	**89**
Inter-region turnover	2	**2**	6	**4**	11	**13**	2	**3**
Turnover	144	**121**	213	**184**	133	**147**	83	**92**
Change to prior year in %		-15.7%		-13.3%		10.5%		10.7%
Operating income before depreciation	-10	**-19**	15	**15**	4	**8**	4	**-1**
(OIBD) in % of turnover	-6.7%	-15.3%	7.0%	8.2%	2.7%	5.3%	5.1%	-1.3%
Depreciation	18	**15**	20	**19**	14	**14**	13	**17**
Operating income	-28	**-34**	-5	**-4**	-10	**-6**	-9	**-18**
in % of turnover	-19.5%	-27.9%	-2.5%	-2.2%	-7.7%	-4.3%	-10.6%	-19.9%
Results from participations	3	**13**	0	**-4**	0	**1**	-2	**0**
Additional ordinary result								
Earnings before interest and income taxes (EBIT)	-25	**-21**	-6	**-8**	-10	**-6**	-11	**-19**
Investments[1]	9	**10**	8	**15**	8	**6**	11	**15**
Employees	4,438	**4,169**	3,736	**3,524**	4,066	**4,072**	8,369	**8,546**

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

North America		Africa-Asia-Turkey		maxit Group		Group Services		Reconciliation		Group	
2004	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005
330	367	206	216	212	198	47	53			1,347	1,355
		14	14	0	0	63	70	-98	-107		
330	367	220	230	212	199	110	123	-98	-107	1,347	1,355
	11.0%		4.4%		-6.5%		12.3%				0.6%
19	36	39	38	15	6	4	2			90	85
5.8%	9.9%	17.8%	16.6%	6.9%	2.9%	3.4%	1.5%			6.7%	6.3%
24	23	19	17	15	14	0	0			123	120
-4	13	21	21	0	-8	4	2			-33	-35
-1.3%	3.6%	9.3%	9.0%	0.1%	-4.0%	3.3%	1.4%			-2.4%	-2.6%
-2	-1	2	3	1	0			18	-21	2	11
										18	-21
-6	12	23	24	1	-7	4	2	18	-21	-13	-44
20	24	7	14	9	9			12	47	84	140
5,693	5,746	11,200	10,628	4,901	4,863	50	54			42,453	41,602

Financial calendar

Interim Report January to June 2005 and press and analysts' conference	9 August 2005
Interim Report January to September 2005	8 November 2005
First overview of the financial year 2005	February 2006
Press and analysts' conference on annual accounts	March 2006
Interim Report January to March 2006	4 May 2006
Annual General Meeting 2006	4 May 2006

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