



**NINE-MONTH INTERIM REPORT**  
**FISCAL YEAR 2006/2007**

October 1, 2006 to June 30, 2007

**WINCOR**  
**NIXDORF**  
EXPERIENCE MEETS VISION.

## Key Figures.

	3rd quarter 2007 <sup>1)</sup>	3rd quarter 2006 <sup>2)</sup>	Change	9 months 2006/2007 <sup>3)</sup>	9 months 2005/2006 <sup>4)</sup>	Change
<b>Statement of Income (€ millions) <sup>5)</sup></b>						
<b>Net Sales</b>	<b>517</b>	<b>492</b>	<b>5%</b>	<b>1,602</b>	<b>1,435</b>	<b>12%</b>
of which Banking	328	307	7%	1,026	874	17%
of which Retail	189	185	2%	576	561	3%
<b>Gross profit</b>	<b>144</b>	<b>131</b>	<b>10%</b>	<b>442</b>	<b>398</b>	<b>11%</b>
Gross profit as a percentage of net sales	27.9%	26.6%	-	27.6%	27.7%	-
<b>Research &amp; development expenses</b>	<b>-24</b>	<b>-20</b>	<b>20%</b>	<b>-70</b>	<b>-61</b>	<b>15%</b>
R&D expenses as a percentage of net sales	4.6%	4.1%	-	4.4%	4.3%	-
<b>Selling, general and administration expenses <sup>6)</sup></b>	<b>-73</b>	<b>-68</b>	<b>7%</b>	<b>-234</b>	<b>-219</b>	<b>7%</b>
SG&A expenses as a percentage of net sales	14.1%	13.8%	-	14.6%	15.3%	-
<b>Operating profit (EBITA) <sup>7)</sup></b>	<b>47</b>	<b>43</b>	<b>9%</b>	<b>138</b>	<b>118</b>	<b>17%</b>
EBITA as a percentage of net sales (EBITA margin)	9.1%	8.7%	-	8.6%	8.2%	-
of which Banking	36	31	16%	106	88	20%
as a percentage of net sales Banking	11.0%	10.1%	-	10.3%	10.1%	-
of which Retail	11	12	-8%	32	30	7%
as a percentage of net sales Retail	5.8%	6.5%	-	5.6%	5.3%	-
<b>Amortization/depreciation of property, plant and equipment and licenses and write-down of reworkable service parts</b>	<b>11</b>	<b>13</b>	<b>-15%</b>	<b>33</b>	<b>30</b>	<b>10%</b>
<b>EBITDA</b>	<b>58</b>	<b>56</b>	<b>4%</b>	<b>171</b>	<b>148</b>	<b>16%</b>
EBITDA as a percentage of net sales (EBITDA margin)	11.2%	11.4%	-	10.7%	10.3%	-
<b>Profit for the period</b>	<b>27</b>	<b>23</b>	<b>17%</b>	<b>76</b>	<b>59</b>	<b>29%</b>
Profit for the period as a percentage of net sales	5.2%	4.7%	-	4.7%	4.1%	-
<b>Profit for the period (before carve-out)</b>	<b>29</b>	<b>26</b>	<b>12%</b>	<b>83</b>	<b>68</b>	<b>22%</b>
Profit for the period (before carve-out) as a percentage of net sales	5.6%	5.3%	-	5.2%	4.7%	-
<b>Cash flow (€ millions)</b>						
<b>Cash flow from operating activities</b>				<b>147</b>	<b>124</b>	<b>19%</b>
				<b>June 30,</b>	<b>Sept. 30,</b>	
				<b>2007</b>	<b>2006</b>	<b>Change</b>
<b>Key Balance Sheet Figures (€ millions)</b>						
<b>Working Capital <sup>8)</sup></b>				<b>202</b>	<b>215</b>	<b>-13</b>
as a percentage of net sales (annualized)				9.5%	11.0%	-
<b>Net debt</b>				<b>177</b>	<b>200</b>	<b>-23</b>
<b>Equity <sup>9)</sup></b>				<b>265</b>	<b>275</b>	<b>-10</b>
<b>Human Resources</b>						
<b>Number of Employees</b>				<b>8 266</b>	<b>7 787</b>	<b>479</b>

<sup>1)</sup> April 1, 2007 - June 30, 2007<sup>2)</sup> April 1, 2006 - June 30, 2006<sup>3)</sup> October 1, 2006 - June 30, 2007<sup>4)</sup> October 1, 2005 - June 30, 2006<sup>5)</sup> before profit charges arising from carve-out<sup>6)</sup> including other income and expenses<sup>7)</sup> net profit on operating activities before interest, taxes and amortization of product know-how<sup>8)</sup> without reworkable service parts<sup>9)</sup> including minority interest

## BUSINESS PERFORMANCE

### BUSINESS IN LINE WITH FORECAST AFTER FIRST NINE MONTHS

**Net sales: up 12%**  
(adjusted for exchange rate effects: up 14%)

**Operating profit (EBITA): up 17%**

**Profit for the period: up 29%**

**Stable gross margin: 27.6%**

**Significant growth in Banking segment**

**Europe as important growth driver**

**Business in Asia/Pacific/Africa outperforms market trend**

**Good prospects for growth in Americas despite quarterly postponement of projects**

### FORECAST FOR FISCAL YEAR REMAINS UNCHANGED

**Net sales: up 9%**

**EBITA: up 15%**

## KEY EVENTS

**Successful Global Account Management.** Wincor Nixdorf has benefited notably from its Global Account Management over the course of the current fiscal year. At the time, Global Account Management had been introduced with the express purpose of preparing for potential cross-border mergers within the banking sector as well as the global expansion of major retail groups. A strong international presence is considered essential in order to be accepted as a suitable partner within this global arena. At the same time, customers operating at this level require a service package that is tailored to their need for standardization throughout the group, while also lending itself to country-specific implementation. As the central point of contact, the Account Management team assists with the introduction of standardized solutions at an international level and also coordinates rollout for the individual countries involved in a specific project. Another key benefit of Global Account Management is the potential generated from in-depth market knowledge and close customer relations, opening up new opportunities when it comes to extending Wincor Nixdorf's portfolio and leveraging additional business.

**Successful with software platforms.** The expansion of Wincor Nixdorf's software business during the current fiscal year has been driven by several large-scale orders from key accounts within both the Banking and the Retail segments. Success within this area is a clear endorsement of the Company's significant capital expenditure and extensive development work in recent years. The latest accomplishments also serve to reinforce the formidable position established by Wincor Nixdorf within this specific field of business. Within this context, the software platforms ProClassic/Enterprise (PC/E) used in the banking sector and TP.net deployed in the retail industry have proved particularly successful. Both are designed on the basis of well-established standards and can thus be efficiently integrated within heterogeneous IT environments.

Within the [Banking](#) segment ProClassic/Enterprise is currently being implemented as a software platform at several well-know international banks. The projects include solutions designed for the centralized management of 30,000 self-service systems. In addition, the platform incorporates all sales channels associated with retail banking, thereby minimizing the overall cost of implementation.

Within the [Retail](#) segment an increasing number of international operators are opting for the store software platform TP.net, which received SAP certification in March 2007. One of the many benefits associated with TP.net is that it enables retailers operating within international structures to deploy the same software for its check-out systems at all stores around the globe, irrespective of heterogeneous fiscal legislation in the respective countries. As a fully scalable software platform with extensive functionality, TP.net facilitates process harmonization and standardization across the entire value chain from logistics to check-out operations – spanning various locations and sales channels.

## BUSINESS PERFORMANCE DURING THE PERIOD OCTOBER 1, 2006 – JUNE 30, 2007

### BUSINESS AND ECONOMIC ENVIRONMENT.

**The world economy.** The global economic climate, calculated on the basis of the ifo index, remained at a favorable level in the second calendar quarter of 2007 (third quarter of the fiscal year), thus maintaining a position that is well above the long-term average. The overall assessment of the economy remains very positive, with confidence having fallen only slightly in the period under review. On the whole, forecasts for the coming six months have continued to improve and would appear to suggest a robust world economy in the second half of 2007.

### Developments in the retail banking and retail sectors.

The solid economic environment has provided a favorable backdrop for the retail banking sector and the retail industry, both of which are looking to invest in order to square up to the challenges of continued pricing pressure and customer-focused competition throughout the established markets of Western Europe and North America. In parallel, progressive economic growth in the emerging markets of Eastern Europe, Latin America and Asia/Pacific/Africa has provided fresh impetus for both industries in these geographical regions.

### GROUP BUSINESS PERFORMANCE.

**Net sales and profit.** The Wincor Nixdorf Group increased net sales by 12% to €1,602 million in the first three quarters of fiscal 2006/2007 (previous year: €1,435 million). Adjusted for movements in the EUR/USD exchange rate, net sales grew by 14%.

In the third quarter, consolidated net sales amounted to €517 million, which corresponds to growth of 5% compared with the same period a year ago (previous year: €492 million).

The gross margin on net sales before carve-out charges remained largely unchanged at 27.6% in the first three quarters of the fiscal year (previous year: 27.7%).

Research and development expenses rose by €9 million to €70 million in the period under review (previous year: €61 million) and were thus 15% higher than in the same period a year ago. The R&D ratio was 4.4% (previous year: 4.3%).

Calculated in relation to net sales, the selling, general and administration expense ratio dropped by 0.7 percentage points to 14.6% in the reporting period (previous year: 15.3%). In total, selling, general and administration expenses amounted to €234 million (previous year: €219 million).

Earnings before interest, taxes and amortization of product know-how (EBITA) grew by 17% in the first three quarters, thereby climbing to €138 million (previous year: €118 million). The EBITA margin thus improved by 0.4 percentage points to 8.6% (previous year: 8.2%).

Profit for the first nine months rose to €76 million and was thus €17 million, or 29%, higher than the figure posted for the same period a year ago (previous year: €59 million). Profit for the period before carve-out charges grew by 22% to €83 million (previous year: €68 million).

**Cash flow.** In the first nine months of fiscal 2006/2007 cash flow from operating activities rose to €147 million (previous year: €124 million). As in the previous year, the year-on-year increase of 19% was fueled by EBITDA, which climbed by 16% to €171 million (previous year: €148 million). In addition, the reduction in working capital by €13 million produced an inflow of cash. Tax payments amounted to €25 million (previous year: €20 million).

At €39 million (previous year: €89 million), net cash used in investing activities was significantly lower than in the same period a year ago. In the previous year, an amount of €56 million had been accounted for as investing activities. This was in connection with the allocation of plan assets under a contractual trust arrangement. Furthermore, Wincor Nixdorf's more expansive outsourcing business prompted an increase in investments in other fixed assets and office equipment. In addition, investments in reworkable service parts accounted for €5 million (previous year: €6 million).

Net cash used in financing activities amounted to €112 million (previous year: €40 million). The dividend payment of €2.80 per share for fiscal 2005/2006 resulted in a cash outflow of €46 million (previous year: €35 million).

A total of €26 million was used for the repayment of financial loans. Additionally, the repurchase of own shares accounted for €8 million in the third quarter. Thus, over the course of the first three quarters of fiscal 2006/2007 a total of €32 million was spent on the repurchase of own shares as part of the Company's stock reacquisition plans. Having eliminated tax effects, the payout of the 2005 option plan resulted in a cash outflow of €8 million.

**Regional performance.** In Germany, net sales rose by 8% to €425 million (previous year: €392 million). As was the case in the previous year, business in Germany contributed 27% to total net sales. At €138 million, net sales for Germany remained unchanged year on year in the third quarter of fiscal 2006/2007.

Europe (excluding Germany) proved to be an important growth driver in the first three quarters of the fiscal year, producing a 15% increase in net sales. Net sales rose to €864 million (previous year: €751 million); at 54% (previous year: 52%) this region again accounted for the largest share of total net sales. In the third quarter of fiscal 2006/2007 net sales generated in Europe (excluding Germany) increased by 11% to €284 million (previous year: €255 million).

Calculated on the basis of U.S. dollars, Asia/Pacific/Africa increased its net sales by 20% compared with the same period a year ago. Translated into euros, this corresponds to an increase of 11%, taking the total to €199 million (previous year: €180 million). Thus, Asia/Pacific/Africa contributed a share of 12% to total net sales for the Group (previous year: 13%). In the third quarter of the fiscal year, net sales generated in Asia/Pacific/Africa rose by 7% to €61 million (previous year: €57 million).

On the whole, business developed well in the Americas compared with the same period a year ago. However, with some projects having been postponed to the fourth quarter, growth was restricted to 10% – calculated in U.S. dollar terms. Translated into euros, net sales rose by 2% to €114 million (previous year: €112 million). Overall, the Americas accounted for 7% of total net sales within the Group (previous year: 8%). In the third quarter of the fiscal year, net sales in the Americas amounted to €34 million, i.e. 19% lower than in the same period a year ago (€42 million).

**Segment performance.** Business in the Banking segment benefited from the impulse of several major rollout projects in the United Kingdom and Italy, as well as in Eastern Europe in the first two quarters. As a result, net sales grew by 17% to €1,026 million (previous year: €874 million) in the reporting period. In the third quarter, net sales growth within the Banking segment amounted to 7%. In the first three quarters, EBITA within the Banking segment rose to €106 million (previous year: €88 million), thus outpacing the previous year's figure by 20%.

The Retail segment achieved net sales growth of 3% in the first nine months of the fiscal year, taking net sales to €576 million (previous year: €561 million). In the third quarter, net sales growth within the Retail segment amounted to 2%. EBITA within the Retail segment improved by 7% to €32 million in the first three quarters (previous year: €30 million).

**Performance by business stream.** In the first three quarters of fiscal 2006/2007 net sales attributable to Product business rose by 11% year on year to €953 million (previous year: €861 million). Net sales from Solutions/Services increased by 13% to €649 million (previous year: €574 million).

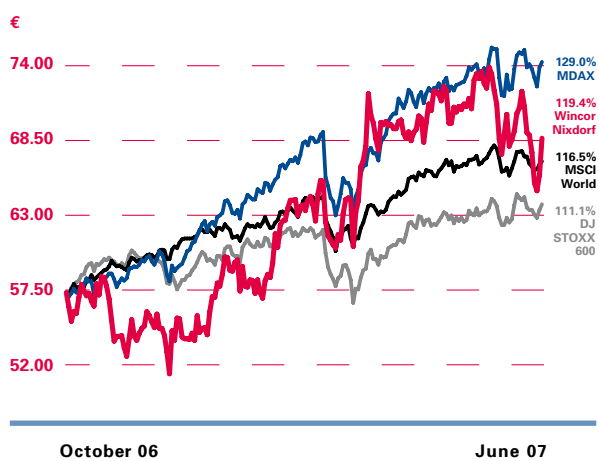
The share of net sales attributable to Product business was 59% of total net sales (previous year: 60%). Thus, the share of net sales attributable to Solutions/Services accounted for 41% (previous year: 40%).

In the third quarter of fiscal 2006/2007 net sales from Product business grew by 1% to €298 million (previous year: €296 million). Net sales from Solutions/Services rose by 12% to €219 million (previous year: €196 million).

**Employees.** Between September 30, 2006, and June 30, 2007, inclusive, the headcount for the Group as a whole increased by 479 to 8,266. Recruitment efforts were aimed at enhancing resources in Services and driving the Group's international expansion in growth markets.

## STOCK/INVESTOR RELATIONS.

### Performance of Wincor Nixdorf stock compared to MDAX (Performance Index), MSCI World and DJ Stoxx 600 for the period from October 1, 2006, to June 30, 2007:



Share price data <sup>1)</sup>	in €
Opening price (Xetra) October 2, 2006	57.62
High between October 2006 and June 2007 (Xetra)	75.00
Low between October 2006 and June 2007 (Xetra)	50.75
Closing price (Xetra), June 29, 2007	68.80
<b>Market capitalization, June 29, 2007 <sup>2)</sup></b>	<b>€ 2,276m</b>

<sup>1)</sup> Price data adjusted after capital increase, executed on March 22, 2007, through issuance of shares in a ratio of 1:1

<sup>2)</sup> including treasury shares

The German stock market maintained its forward momentum during April and May 2007. From the beginning of June, however, prices became increasingly volatile in the wake of rising interest rates. Operating against this backdrop, Wincor Nixdorf had to contend with an above-average decline in its share price during this period and was unable to recoup these losses by the end of the reporting period. Registering a gain of 19.4% since October 2006, Wincor Nixdorf's stock trailed the market as a whole (MDAX Performance Index +29.0%).

In May, the Company's share price reached €75.00, its highest level since the initial public offering. Wincor Nixdorf's share price at the end of the period under review stood at €68.80.

**Stock buy-back.** As part of the stock buy-back plan adopted by the Board of Directors on March 14, 2007, 186,334 own shares (after stock split) were reacquired by the end of the reporting period, at an average purchase price of €65.92. The repurchased shares are to be used for the purpose of settling obligations arising from share options already issued or to be issued to members of the Board of Directors, other managers or staff members.

**Investor Relations.** At present, the Company's performance is being monitored and analyzed by 21 well-known market research specialists.

Based on the announcements issued pursuant to Section 21 of the Securities Trading Act (Wertpapierhandelsgesetz – WpHG), at the end of the reporting period the following entities had a Wincor Nixdorf shareholding of a scope that requires disclosure:

- Fidelity International Ltd. (more than 5%)
- Fidelity Management & Research Corp. (more than 5%)
- New Star Asset Management (more than 5%)
- Threadneedle Asset Management/Ameriprise Financial Inc. (more than 5%)
- AKO Capital LLP (more than 3%)
- Neuberger Berman LLC (more than 3%)
- Schroders plc (more than 3%)

The Board of Directors and Investor Relations team presented the Company's business model at a number of investor conferences and roadshows in Belgium, Germany, the United Kingdom, Ireland, Luxembourg, Austria and Switzerland and met up with several institutional investors. Among the key events were the German Corporate Conference hosted by Deutsche Bank in Frankfurt am Main on June 20, 2007, and the German Jour Fixe organized by Citigroup, London, on June 21, 2007.

An analysts' conference call was organized for the announcement of Wincor Nixdorf's first-half results of 2006/2007.

## OUTLOOK.

Given the positive business environment and the prevailing evolutionary trends within the Company's target markets, Wincor Nixdorf anticipates that growth will develop in line with its upgraded forecasts over the course of the remaining fiscal year. These targets remain unchanged and include an increase in net sales by 9% and EBITA growth of 15%.

Within this context, the growth rates recorded within the Banking and Retail segments during the third quarter are generally expected to continue over the remaining months. Overall, growth within the Banking segment will progress at a high level. Growth in the Retail segment is likely to be flatter due to a basis effect in relation to the preceding year. In geographical terms, business in Europe will continue to expand at pace, with growth in Germany returning to normal levels. The favorable development of business in the Americas and Asia/Pacific/Africa will persist.

## CONSOLIDATED STATEMENT OF INCOME

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	3rd quarter 2007 <sup>1)</sup>	3rd quarter 2006 <sup>2)</sup>	9 months 2007 <sup>3)</sup>	9 months 2006 <sup>4)</sup>
<b>Net sales</b>	<b>516,688</b>	<b>491,667</b>	<b>1,602,090</b>	<b>1,434,819</b>
Cost of sales	-375,778	-365,571	-1,171,118	-1,053,234
<b>Gross profit</b>	<b>140,910</b>	<b>126,096</b>	<b>430,972</b>	<b>381,585</b>
Research and development expenses	-24,132	-20,152	-69,966	-60,733
Selling, general and administration expenses	-73,006	-69,667	-234,731	-222,147
Other operating result	29	1,859	29	3,582
<b>Net profit on operating activities</b>	<b>43,801</b>	<b>38,136</b>	<b>126,304</b>	<b>102,287</b>
Finance income	755	9,102	6,119	10,042
Finance costs	-3,015	-12,102	-13,564	-19,356
<b>Profit before taxes</b>	<b>41,541</b>	<b>35,136</b>	<b>118,859</b>	<b>92,973</b>
Income Taxes	-14,958	-12,427	-42,794	-34,416
<b>Profit for the period</b>	<b>26,583</b>	<b>22,709</b>	<b>76,065</b>	<b>58,557</b>
Profit attributable to minority interest	528	489	921	129
Profit attributable to equity holders of Wincor Nixdorf AG	26,055	22,220	75,144	58,428
<b>Shares for calculation of basic earnings per share (in thousands)</b>	<b>32,683</b>	<b>33,085</b>	<b>32,840</b>	<b>33,085</b>
<b>Shares for calculation of diluted earnings per share (in thousands)</b>	<b>32,747</b>	<b>33,328</b>	<b>32,941</b>	<b>33,322</b>
<b>Basic earnings per share (€)</b>	<b>0.80</b>	<b>0.67</b>	<b>2.29</b>	<b>1.77</b>
<b>Diluted earnings per share (€)</b>	<b>0.80</b>	<b>0.67</b>	<b>2.28</b>	<b>1.75</b>
<b>Profit attributable to equity holders of Wincor Nixdorf AG</b>	<b>26,055</b>	<b>22,220</b>	<b>75,144</b>	<b>58,428</b>
Amortization product know-how	3,620	4,896	11,234	15,926
Calculated tax effect	-1,412	-1,909	-4,381	-6,211
<b>Profit attributable to equity holders of Wincor Nixdorf AG before carve-out</b>	<b>28,263</b>	<b>25,207</b>	<b>81,997</b>	<b>68,143</b>
<b>Shares for calculation of basic profit attributable to equity holders of Wincor Nixdorf AG before carve-out per share (managerial, in thousands)</b>	<b>33,085</b>	<b>33,085</b>	<b>33,085</b>	<b>33,085</b>
<b>Profit attributable to equity holders of Wincor Nixdorf AG before carve-out per share (in €)</b>	<b>0.85</b>	<b>0.76</b>	<b>2.48</b>	<b>2.06</b>

<sup>1)</sup> April 1, 2007 - June 30, 2007<sup>2)</sup> April 1, 2006 - June 30, 2006<sup>3)</sup> October 1, 2006 - June 30, 2007<sup>4)</sup> October 1, 2005 - June 30, 2006

## GROUP BALANCE SHEET

### Assets

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	June 30, 2007		September 30, 2006	
<b>Non-current assets</b>				
Intangible assets	371,021		383,646	
Property, plant and equipment	109,103		104,066	
Investments	1,032		1,047	
Reworkable service parts	18,151		15,710	
Trade receivables	4,418		5,301	
Other assets	5,747		3,131	
Deferred tax assets	13,144	<b>522,616</b>	10,786	<b>523,687</b>
<b>Current assets</b>				
Inventories	288,433		312,756	
Trade receivables	309,538		262,572	
Receivables from related companies	0		25	
Income tax assets	5,348		2,458	
Other assets	53,360		50,374	
Financial assets	18		26	
Cash and cash equivalents	27,201	<b>683,898</b>	9,604	<b>637,815</b>
<b>Total assets</b>		<b>1,206,514</b>		<b>1,161,502</b>

### Equity and Liabilities

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	June 30, 2007		September 30, 2006	
<b>Equity</b>				
Equity attributable to equity holders of Wincor Nixdorf AG	259,519		269,819	
Minority interest	5,900	<b>265,419</b>	4,926	<b>274,745</b>
<b>Non-current liabilities</b>				
Accruals for pensions and similar commitments	22,241		19,961	
Other accruals	30,313		27,050	
Financial liabilities	165,101		192,477	
Trade payables	0		1,702	
Other liabilities	0		193	
Deferred tax liabilities	13,451	<b>231,106</b>	12,842	<b>254,225</b>
<b>Current liabilities</b>				
Other accruals	152,015		139,620	
Financial liabilities	39,414		16,873	
Advances received on orders	40,633		76,368	
Trade payables	262,742		211,708	
Liabilities to related companies	0		611	
Income tax liabilities	42,115		21,329	
Other liabilities	173,070	<b>709,989</b>	166,023	<b>632,532</b>
<b>Total equity and liabilities</b>		<b>1,206,514</b>		<b>1,161,502</b>

## GROUP CASH FLOW STATEMENT

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	9 months 2007 <sup>1)</sup>	9 months 2006 <sup>2)</sup>
<b>EBITA <sup>3)</sup></b>	<b>137,538</b>	<b>118,213</b>
Amortization/depreciation of property rights, licenses and property, plant and equipment	30,335	26,467
Write-down of reworkable service parts	2,790	3,795
<b>EBITDA <sup>3)</sup></b>	<b>170,663</b>	<b>148,475</b>
Interest paid	-7,468	-4,331
Income taxes paid	-24,592	-20,284
Gain on disposal of intangible assets and property, plant and equipment	-179	-247
Increase in accruals	16,814	46,530
Other non-cash expenses, less other non-cash income	995	3,806
Increase/decrease in working capital	12,867	-18,686
Increase in other assets and other liabilities	-22,568	-31,241
<b>Cash flow from operating activities</b>	<b>146,532</b>	<b>124,022</b>
Payments received from the disposal of property, plant and equipment	428	589
Payments received from the disposal of investments	25	77
Payments received in connection with takeover of other business units	0	4,716
Payments made for investment in intangible assets	-5,523	-3,895
Payments made for investment in property, plant and equipment	-27,013	-28,042
Payments made for acquisition of consolidated affiliated companies and other business units	-2,003	-453
Payments made for investments	-2	-30
Payments made for investment in reworkable service parts	-5,232	-5,991
Transfer to Wincor Nixdorf Pension Trust e.V. <sup>4)</sup>	0	-56,000
<b>Cash flow from investment activities</b>	<b>-39,320</b>	<b>-89,029</b>
Payments made to equity holders	-45,853	-34,739
Payments received from loan draw-downs	0	3,000
Payments made for repayment of financial loans	-26,267	0
Payments received from minority interest	120	0
Payments made to minority interest and other distributions	-7,718	-8,456
Payments made for repurchase of own shares	-31,788	0
Payments made/received due to special items	-770	43
<b>Cash flow from financing activities</b>	<b>-112,276</b>	<b>-40,152</b>
<b>Change in liquidity</b>	<b>-5,064</b>	<b>-5,159</b>
Change in cash and cash equivalents from exchange rate movements	29	91
Cash and cash equivalents at beginning of period	-5,982	-1,185
<b>Cash and cash equivalents at end of period</b>	<b>-11,017</b>	<b>-6,253</b>

<sup>1)</sup> October 1, 2006 - June 30, 2007

<sup>2)</sup> October 1, 2005 - June 30, 2006

<sup>3)</sup> After elimination of profit charges arising from the carve-out (further information under "Effect of Profit Charges arising from the Carve-out.")

<sup>4)</sup> Presented as neutral change of cash and cash equivalents in Nine-Month Interim Report 2005/2006

## CHANGES IN EQUITY

€k

	Equity attributable to equity holders of Wincor Nixdorf AG						Minority interest	Equity
	Subscribed capital	Add. paid-in capital	Retained earnings	Revaluation reserves	Treasury shares	Total		
<b>As of October 1, 2005</b>	<b>16,542</b>	<b>169,136</b>	<b>46,134</b>	<b>-4,179</b>	<b>0</b>	<b>227,633</b>	<b>6,140</b>	<b>233,773</b>
Fair value cash flow hedges and securities	0	0	0	7,354	0	7,354	0	7,354
Share options	0	-39	-6,456	0	0	-6,495	0	-6,495
Exchange rate changes	0	0	-2,481	0	0	-2,481	0	-2,481
Other changes	0	0	-178	0	0	-178	0	-178
<b>Net income recognized directly in equity</b>	<b>0</b>	<b>-39</b>	<b>-9,115</b>	<b>7,354</b>	<b>0</b>	<b>-1,800</b>	<b>0</b>	<b>-1,800</b>
Profit for the period	0	0	58,428	0	0	58,428	129	58,557
<b>Total recognized income and expense for the period</b>	<b>0</b>	<b>-39</b>	<b>49,313</b>	<b>7,354</b>	<b>0</b>	<b>56,628</b>	<b>129</b>	<b>56,757</b>
Contributions	0	0	0	0	0	0	0	0
Takeover of shares	0	0	0	0	0	0	-2,086	-2,086
Distributions	0	0	-34,919	0	0	-34,919	0	-34,919
<b>As of June 30, 2006</b>	<b>16,542</b>	<b>169,097</b>	<b>60,528</b>	<b>3,175</b>	<b>0</b>	<b>249,342</b>	<b>4,183</b>	<b>253,525</b>
<b>As of October 1, 2006</b>	<b>16,542</b>	<b>124,458</b>	<b>128,512</b>	<b>307</b>	<b>0</b>	<b>269,819</b>	<b>4,926</b>	<b>274,745</b>
Fair value cash flow hedges and securities	0	0	0	2,148	0	2,148	0	2,148
Share options	0	405	-6,985	0	0	-6,580	0	-6,580
Exchange rate changes	0	0	-1,431	0	0	-1,431	0	-1,431
Other changes	0	-311	-1,554	0	0	-1,865	0	-1,865
<b>Net income recognized directly in equity</b>	<b>0</b>	<b>94</b>	<b>-9,970</b>	<b>2,148</b>	<b>0</b>	<b>-7,728</b>	<b>0</b>	<b>-7,728</b>
Profit for the period	0	0	75,144	0	0	75,144	921	76,065
<b>Total recognized income and expense for the period</b>	<b>0</b>	<b>94</b>	<b>65,174</b>	<b>2,148</b>	<b>0</b>	<b>67,416</b>	<b>921</b>	<b>68,337</b>
Contributions	0	0	0	0	0	0	0	0
Capital increase by using Company reserves	16,543	-16,543	0	0	0	0	0	0
Changes in treasury shares	0	0	0	0	-31,788	-31,788	0	-31,788
Takeover of shares	0	0	0	0	0	0	53	53
Distributions	0	0	-45,928	0	0	-45,928	0	-45,928
<b>As of June 30, 2007</b>	<b>33,085</b>	<b>108,009</b>	<b>147,758</b>	<b>2,455</b>	<b>-31,788</b>	<b>259,519</b>	<b>5,900</b>	<b>265,419</b>

## SELECTED EXPLANATORY NOTES

### PRINCIPLES OF CONSOLIDATION, ACCOUNTING AND VALUATION.

The Group interim report of Wincor Nixdorf AG has been compiled in accordance with the requirements of the International Accounting Standards Board (IASB) and the bulletins of the International Financial Reporting Interpretations Committee (IFRIC) as adopted by the European Union.

The first-time application of the standards, interpretations and amendments becoming initially effective and binding in fiscal year 2006/2007 had no significant influence on the Group interim report of Wincor Nixdorf AG as of June 30, 2007.

Besides the same principles of consolidation, accounting and valuation and calculation methods apply to this interim report, which was compiled in accordance with the requirements of IAS 34 "Interim Financial Reporting", as were used in the Group financial statements as of September 30, 2006. The applied methods of accounting and valuation are described in detail in the Notes to the Group financial statements as of September 30, 2006.

### CONSOLIDATION GROUP.

In addition to the parent company Wincor Nixdorf AG, the Group financial statements to June 30, 2007, basically include all domestic and foreign subsidiaries in which Wincor Nixdorf AG owns, either directly or indirectly, over 50% of the shares or voting rights.

### GROUP EQUITY.

The changes in Group equity and individual elements thereof are shown in detail in the Changes in Equity table.

**Subscribed Capital.** At the Annual General Meeting of Shareholders on January 29, 2007, the Wincor Nixdorf shareholders passed a resolution for the Company's capital stock to be doubled through the issuance of new shares from €16,542,494.00 (divided into 16,542,494 ordinary shares) to €33,084,988.00 (divided into 33,084,988 ordinary shares). The capital increase came into effect upon entry in the Commercial Register on March 14, 2007. The issuance of new shares (bonus shares) took place on March 22, 2007.

**Treasury Shares.** On December 20, 2006, the Board of Directors of Wincor Nixdorf AG passed a resolution for the repurchase of up to 166,390 of the Company's shares (constituting up to 1.01% of the capital stock on December 20, 2006) via the stock exchange. The resolution is based on the corresponding authorization issued by the Annual General Meeting of Shareholders for the repurchase of own equity instruments in an amount of up to 10% of capital stock. The purchase price per share (excluding ancillary costs of acquisition) shall deviate by no more than 5% in either direction from the average share price at the closing auction of XETRA trading on the Frankfurt Stock Exchange for the final ten trading days prior to the purchase of the shares. The repurchased shares are to be used for the purpose of settling obligations arising from share options already issued or to be issued to members of Board of Directors, other managers or staff members. Between December 20, 2006, and January 12, 2007, 166,390 shares were bought at an average price of €117.05. The acquisition costs, including ancillary costs of acquisition, amounting to €19,495k were deducted in full from equity. Due to the issuance of bonus shares, the number of shares has doubled to 332,780 without having an effect on the acquisition costs.

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**Selected Explanatory Notes**

On March 14, 2007, the Board of Directors of Wincor Nixdorf AG passed a resolution for the repurchase, as from March 15, 2007, of up to 185,000 of the Company's shares via the stock exchange. In doing so, the Board of Directors availed itself of the authorization granted by the Annual General Meeting of Shareholders on January 29, 2007. Due to the capital increase through issuance of new shares in a ratio of 1:1, as also approved at the Annual Meeting of Shareholders, the number of shares to be repurchased will rise to 370,000. The purchase price per share (excluding ancillary costs of acquisition) shall deviate by no more than 5% in either direction from the average share price at the closing auction of XETRA trading on the Frankfurt Stock Exchange for the final ten trading days prior to the purchase of the shares. The repurchased shares are to be used for the purpose of settling obligations arising from share options already issued or to be issued to members of Board of Directors, other managers or staff members. As of June 30, 2007, the number of treasury shares held by the Company was 186,334 which were repurchased due to this program. The acquisition costs, including ancillary costs of acquisition, amounting to €12,293k were deducted in full from equity.

As of June 30, 2007, the total number of treasury shares held by the Company was 519,114. The acquisition costs, including ancillary costs of acquisition, amounting to €31,788k were deducted in full from equity.

**Share-based Payment Program.** The vesting period for the 2005 share-based payment program expired on March 31, 2007, and of the 350,500 share options issued 321,040 have been exercised. The weighted average share price at the date of exercise was €69.51. The share options were redeemed by the allocation of shares (13,500 share options) purchased on the market and by cash settlement (307,540 share options). From this, there was no change to the total number of shares issued. The expenses incurred have been charged directly against equity.

As of February 27, 2007 Wincor Nixdorf granted 237,240 share options for an exercise price of €138.79 under another share-based payment program to its managers (share-based payment program 2007). Due to the capital increase, the number of share options has doubled to 474,480, while the exercise price has been halved to €69.40. The vesting period of the share options is two years. Each share option entitles the bearer to purchase one share in the company at the exercise price (strike price). There is no limit to the profit which can accrue upon purchase. The strike price in each instance corresponds to 110% of the value at the outset; it takes account of distributions made during the life of the options, such as dividend payments and any drawing rights or other special rights. The target criteria are not subsequently lowered during the life of the program. In order to sign up to acquire, and later exercise, share options employees must make a separate private investment in Company shares at a ratio of 1:10 (shares: share options), and such shares must be held by them for the entire holding period of two years. The share option must be exercised within ten days after the end of the vesting period. The Company is entitled to settle the options either in shares or cash. Basically, the holder of the option has to remain in the Company's employ until the end of the vesting period.

The fair value of the option of €8.88 (after capital increase) has been calculated by the application of the Black-Scholes-Merton formula by an external expert. The following inputs have been used (after capital increase):

Exercise price of the option	€69.40
Expected volatility	28.0%
Option life	2 years
Expected dividend	€3.40
Risk-free interest rate	4.0%
Fluctuation of employees	3.6%

Expected volatility complies with the 2-years historic volatility of the Wincor Nixdorf share.

The changes in the composition of share options are as follows (share-based payment program 2004, 2005, 2006 and 2007):

	9 months 2007		9 months 2006	
	Share options number	Average exercise price €	Share options number	Average exercise price €
As of October 1	684,280	46.25	775,500	27.98
Granted during the period	474,480	69.40	333,780	58.51
Exercised during the period	321,040	34.57	398,500	22.55
Expired during the period	37,460	40.55	26,500	22.55
As of June 30	800,260	64.92	684,280	46.25
Exercisable as of June 30	0	-	0	-

In accordance with the requirements of the respective share-based payment programs, the capital increase resulted in a doubling of the number of share options and a halving of the exercise price. The comparative figures reported for the period from October 1, 2005 to June 30, 2006 have been adjusted. Share options which expired in the period from October 1, 2006 to June 30, 2007 relate solely to staff members. The share-based payment programs 2004, 2005 and 2006 are described in detail in the Notes to the Group financial statements as of September 30, 2006.

**Dividend Distribution.** On January 29, 2007, the Annual General Meeting of Shareholders of Wincor Nixdorf AG passed a resolution in favor of the proposed dividend payment of €2.80 per share for fiscal 2005/2006. The total dividend payment amounted of €45,853,091.20.

**SEGMENT REPORT.****Segment Report by Division**

€k

	3rd quarter 2007			9 months 2007		
	Banking	Retail	Group	Banking	Retail	Group
Net sales to external customers	327,806	188,882	516,688	1,025,793	576,297	1,602,090
	(306,561)	(185,106)	(491,667)	(874,157)	(560,662)	(1,434,819)
Operating profit (EBITA) <sup>1)</sup>	35,837	11,584	47,421	105,227	32,311	137,538
	(31,289)	(11,743)	(43,032)	(87,656)	(30,557)	(118,213)
Investments in property rights, licenses and property, plant and equipment	7,782	3,478	11,260	28,743	7,093	35,836
	(10,711)	(3,225)	(13,936)	(25,102)	(6,835)	(31,937)
Investments in reworkable service parts	0	0	0	4,306	926	5,232
	(4,793)	(1,198)	(5,991)	(4,793)	(1,198)	(5,991)
Amortization/depreciation of property rights, licenses and property, plant and equipment	8,438	2,227	10,665	24,104	6,231	30,335
	(7,181)	(2,546)	(9,727)	(19,319)	(7,148)	(26,467)
Write-down of reworkable service parts	248	68	316	2,284	506	2,790
	(2,712)	(678)	(3,390)	(3,036)	(759)	(3,795)
Research & development expenses	15,660	8,472	24,132	45,783	24,183	69,966
	(12,615)	(7,537)	(20,152)	(37,113)	(23,620)	(60,733)

<sup>1)</sup> After elimination of profit charges arising from the carve-out (further information under "Effect of Profit Charges arising from the Carve-out.")

Comparative figures for the period from April 1, 2006 to June 30, 2006 and from October 1, 2005 to June 30, 2006 are given in parentheses.

**Reconciliation of Segment Profit to Group Profit**

€k

	3rd quarter		9 months	
	2007	2006	2007	2006
<b>Operating Profit (EBITA)</b>	<b>47,421</b>	<b>43,032</b>	<b>137,538</b>	<b>118,213</b>
Goodwill amortization	0	0	0	0
<b>Operating profit (EBIT)</b>	<b>47,421</b>	<b>43,032</b>	<b>137,538</b>	<b>118,213</b>
Profit charges arising from the carve-out	-3,620	-4,896	-11,234	-15,926
Finance income and finance costs	-2,260	-3,000	-7,445	-9,314
<b>Profit before taxes</b>	<b>41,541</b>	<b>35,136</b>	<b>118,859</b>	<b>92,973</b>
Income taxes	-14,958	-12,427	-42,794	-34,416
<b>Profit for the period</b>	<b>26,583</b>	<b>22,709</b>	<b>76,065</b>	<b>58,557</b>

The operating profit (EBITA) is stated here as the profit before taking into account the profit charges arising from the carve-out, which result from the amortization of product know-how acquired in the course of the carve-out. Since the product know-how is used by both segments, this amortization was not divided across both the segments, Retail and Banking, as in previous years.

**Net Sales by Regions**

€k

	3rd quarter		9 months	
	2007	2006	2007	2006
<b>Germany</b>	<b>138,447</b>	<b>138,123</b>	<b>424,556</b>	<b>391,569</b>
in % of total net sales	26.8	28.1	26.5	27.3
<b>Europe (w/o Germany)</b>	<b>283,961</b>	<b>254,787</b>	<b>864,528</b>	<b>750,833</b>
in % of total net sales	55.0	51.8	54.0	52.3
<b>Asia/Pacific/Africa</b>	<b>60,651</b>	<b>57,100</b>	<b>199,127</b>	<b>180,431</b>
in % of total net sales	11.7	11.6	12.4	12.6
<b>America</b>	<b>33,629</b>	<b>41,657</b>	<b>113,879</b>	<b>111,986</b>
in % of total net sales	6.5	8.5	7.1	7.8
<b>Total</b>	<b>516,688</b>	<b>491,667</b>	<b>1,602,090</b>	<b>1,434,819</b>

**EFFECT OF PROFIT CHARGES ARISING FROM THE CARVE-OUT.**

Wincor Nixdorf was demerged from Siemens Group by means of leveraged buy-out on October 1, 1999. The amount of the purchase price exceeding the net assets acquired was divided as follows:

	October 1, 1999
Product know-how	206,664
Goodwill	351,623
Negative goodwill	-1,274
	<b>557,013</b>

The amortization arising from this has impacted net profit on ordinary activities as follows:

	9 months 2007	9 months 2006
Amortization of product know-how	<b>11,234</b>	<b>15,926</b>

**Statement of Income before Profit****Charges arising from the Carve-out**

€k

	9 months 2007	9 months 2006
<b>Net sales</b>	<b>1,602,090</b>	<b>1,434,819</b>
Cost of sales	-1,159,884	-1,037,308
<b>Gross profit</b>	<b>442,206</b>	<b>397,511</b>
Research and development expenses	-69,966	-60,733
Selling, general and administration expenses	-234,731	-222,147
Other operating result	29	3,582
<b>Operating profit (EBIT)</b>	<b>137,538</b>	<b>118,213</b>
Goodwill amortization	0	0
<b>EBITA</b>	<b>137,538</b>	<b>118,213</b>
Amortization/depreciation of property rights, licenses and property, plant and equipment and write-down of reworkable service parts	33,125	30,262
<b>EBITDA</b>	<b>170,663</b>	<b>148,475</b>

## 2006/2007 FINANCIAL CALENDAR\*

October 25, 2007

Announcement of preliminary full-year results for 2006/2007

December 11, 2007

Publication of 2006/2007 annual report

\* All dates are preliminary and may be subject to change.

For further details about other Investor Relations events, please visit the website of Wincor Nixdorf AG at [www.wincor-nixdorf.com](http://www.wincor-nixdorf.com).

This interim report is available online at [www.wincor-nixdorf.com](http://www.wincor-nixdorf.com) by clicking on "Investor Relations" and then "Financial Reports."

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## COVER

**Software for global retail applications.** The software solution Tp.net has already been selected as a preferred platform by some forty retail companies in twenty countries, including the Asian region.

Deployed at store level, Tp.net supports a wide range of retail processes from traditional point-of-sale and self-checkout to mobile applications. In addition, Tp.net has been designed to allow the integration of automated store processes, such as reverse vending systems or cash management, as well as solutions centered around virtual merchandising. In conjunction with TP.net's centralized management and analysis tools, the application allows users to monitor all store processes online and adjust specific areas where required.

Conceived as a universal, process-based IT platform, TP.net is used by retail operators in all segments of the market, e.g. hypermarkets, grocery stores, department stores and specialty retailers.

Committed to the global retail industry, Wincor Nixdorf has established a comprehensive software portfolio aimed at managing and integrating a wide range of enterprise processes. The all-embracing range of products includes applications used by central administrative units and software deployed at store level, as well as online solutions designed to interconnect these two areas.

This document contains forward-looking statements that are based on current estimates and assumptions made by the management of Wincor Nixdorf AG to the best of its knowledge. Such forward-looking statements are subject to risks and uncertainties, the non-occurrence or occurrence of which could cause the actual results – including the financial condition and profitability of Wincor Nixdorf – to differ materially from or be more negative than those expressed or implied by such forward-looking statements. This also applies to the forward-looking estimates and forecasts derived from third-party studies. Consequently, neither the Company nor its management can give any assurance regarding the future accuracy of the opinions set forth in this document or the actual occurrence of the predicted developments.

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