



- ▶ Subscribed capital doubled through issuance of new shares
- ▶ Stock buy-back programs executed to settle obligations from share options
- ▶ Dividend proposal of €2.73 per share (+95%)

## SUBSTANTIAL DIVIDEND YIELD: WINCOR NIXDORF SHAREHOLDERS BENEFIT FROM BUSINESS PERFORMANCE.

**Share Price Performance.** Ending the fiscal year at €58.00, Wincor Nixdorf's shares were just 0.7% up on the opening price of October 2, 2006, thus falling short of the MDAX performance over the same period (+20.9%). Overall, Wincor Nixdorf's stock performance was dominated by two distinct periods of weakness over the course of the fiscal year – in the first and in the final quarter of the fiscal year under review.

The company's share price decreased in October and November 2006, before finally recovering some of its forward momentum in December 2006. In the period leading up to May 2007, the stock recorded significant gains, with the exception of a temporary interruption when market volatility in China triggered a downward adjustment of stock

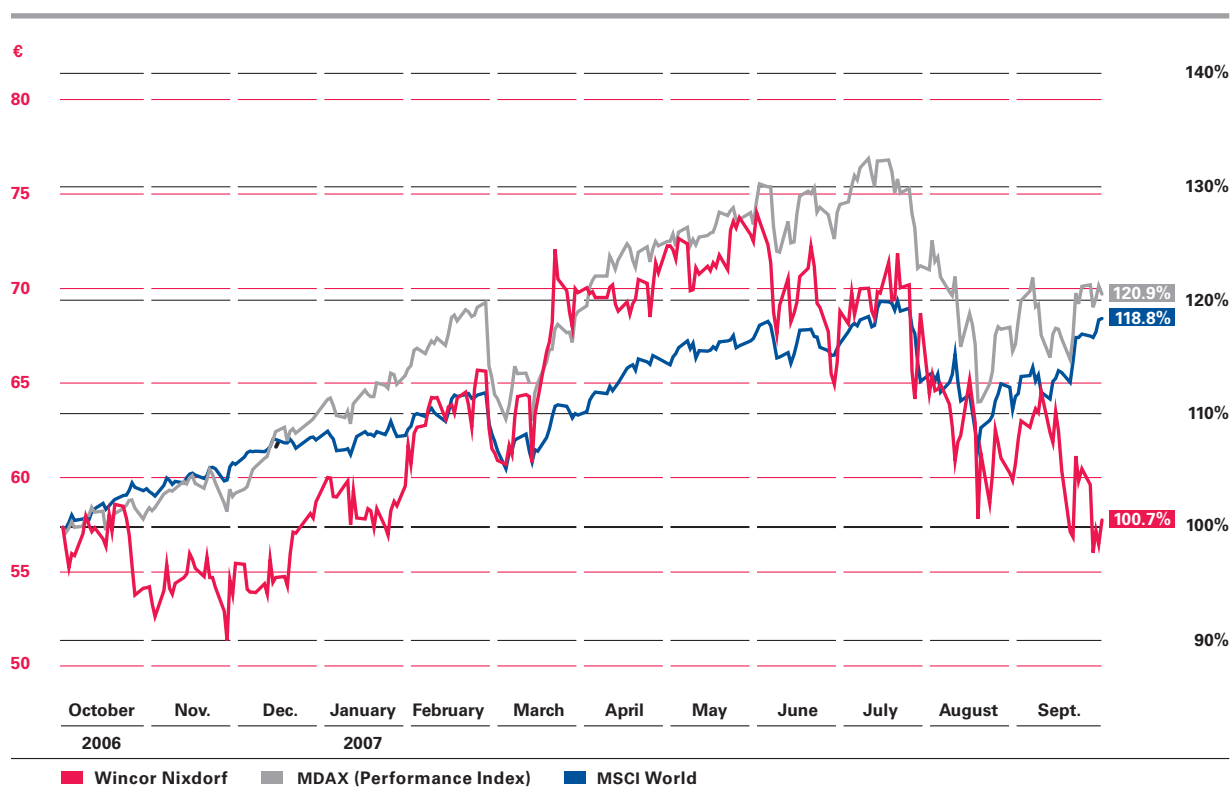
markets around the globe towards the end of February 2007. Trading against this backdrop, Wincor Nixdorf shares reached €75.00 in May 2007, the highest level since the company's IPO in May 2004.

### Basic Data.

Commencement of trading	May 19, 2004
Issue price	€20.50 <sup>1)</sup>
Stock exchange	Frankfurt Securities & Stock Exchange (Prime Standard)
Prime sector	Industrial
Total number of shares	33,084,988 shares with a nominal value of €1.00 each
Ticker symbol	AOCAYB
ISIN	DE000AOCAYB2

<sup>1)</sup>Adjusted after capital increase.

**Performance of Wincor Nixdorf Shares compared to MDAX and MSCI World:**



From the beginning of June, however, markets became increasingly volatile in the wake of rising interest rates. During this period, Wincor Nixdorf had to contend with an above-average decline in its share price.

Following the announcement of the company's results for the third quarter of 2006/2007, Wincor Nixdorf's share price receded further, a trend which was to continue throughout August and September with the onset of the subprime crisis in July 2007. During this period, all eyes were firmly fixed on the mortgage lending crisis in the United States, one of the

main fears among investors being that it could potentially spill over into the entire financial sector as well as other segments of the economy.

The average trading volume of Wincor Nixdorf shares on all German stock exchanges rose from 2.6 million units per month in fiscal 2005/2006 to 3.8 million shares traded per month during fiscal 2006/2007 (amounts adjusted following increase in capital through issuance of shares in a ratio of 1:1 on March 22, 2007).

**Index Membership.** Based on data published in September 2007, Wincor Nixdorf is ranked 21st in the MDAX index on the basis of market capitalization (previous year: 19th) and 26th (previous year: 34th) on the basis of trading volume. Alongside high market capitalization, a significant level of trading volumes – which reflects the liquidity of the shares – is of particular importance, in order to make the stock more appealing to institutional investors.

Index	Inclusion in
MDAX	September 20, 2004
MSCI World Index	June 1, 2005
Dow Jones STOXX 600	June 19, 2006
Kempen SNS European Smaller SRI Index (Socially Responsible Investment)	October 1, 2007

**Shareholder Structure.** Wincor Nixdorf has a free-float of 100%. Based on the announcements issued pursuant to Section 21 of the German Securities Trading Act (Wertpapierhandelsgesetz – WpHG), at the end of the reporting period, the following entities each held an interest in Wincor Nixdorf in excess of the disclosure threshold:

- Fidelity International Ltd. (in excess of 5%)
- Fidelity Management & Research Company (in excess of 5%)
- New Star Asset Management Limited (in excess of 5%)
- AKO Fund Limited (in excess of 3%)
- Neuberger Berman, LLC (in excess of 3%)
- Schroders Holdings plc (in excess of 3%)
- Threadneedle Asset Management Ltd. (in excess of 3%)

Details concerning Directors' Dealings pursuant to Section 15a WpHG can be accessed from the "Investor Relations" section on the company's website.

According to our own estimate, at the end of the reporting period, approx. 75% of our shares were held by investors domiciled abroad. A significant proportion of these shares is likely to be held by investors based in the United Kingdom and the United States.

**Investor Relations – Ongoing Information.** At Wincor Nixdorf AG, activities within the area of Investor Relations are centered around open and proactive financial communication. In pursuing this approach, we are committed to provide investors and analysts with information on the strategic direction and progression of our company in a comprehensive and timely manner.

Our Investor Relations activities are aimed at maintaining a close dialog with the capital markets in order to establish confidence in our company.

During the fiscal 2006/2007, we fostered our close relations with existing partners and established new contacts as part of 25 roadshows and conferences held in Germany, the United Kingdom, the United States, Canada, France, Ireland, Luxembourg, Belgium, Spain, Austria and Switzerland.

We also conducted numerous one-on-one meetings with investors at our headquarters in Paderborn, allowing them to gain a more comprehensive insight into Wincor Nixdorf and our portfolio as part of plant visits and product presentations.

**Wincor Nixdorf Shares – Key Facts & Figures****(Data adjusted after capital increase, executed on March 22, 2007, through issuance of shares in a ratio of 1:1).**

	2006/2007	2005/2006	2004/2005	2003/2004
Opening price (Xetra)	€57.62	€40.00	€24.00	€20.54 <sup>2</sup>
Fiscal year-end price (Xetra)	€58.00	€57.33	€40.00	€24.00
Fiscal year high (Xetra)	€75.00	€61.16	€41.51	€24.83 <sup>2</sup>
Fiscal year low (Xetra)	€50.75	€34.87	€23.66	€19.75 <sup>2</sup>
Number of shares on September 30	33,084,988	33,084,988	33,084,988	33,084,988
Market capitalization on September 30	€1,919 million	€1,897 million	€1,323 million	€794 million
Total dividend	€88 million	€46 million	€35 million	€20 million
Dividend per share	€2.73 <sup>3</sup>	€1.40	€1.05	€0.61
Dividend yield (based on fiscal year-end price)	4.71%	2.44%	2.63%	2.54%
Earnings per share <sup>1</sup>	€3.54	€2.82	€2.14	€1.84
Free-float	100%	100%	100%	61.9%

<sup>1</sup> Profit for the period before charges arising from the carve-out, based on 33.085 million shares.<sup>2</sup> IPO May 2004.<sup>3</sup> Proposed dividend.

Coinciding with our annual "Wincor World" in-house exhibition in Paderborn, we organized the "3rd Wincor Nixdorf Investors' Day" on January 31, 2007, which included an extensive range of information for investors and analysts.

In all, the Board of Directors and the Investor Relations team met with more than 200 institutional investors. Fund

managers from the United Kingdom and the U.S., in particular, showed a strong interest in our company.

Accompanying the publication of our financial reports, the company's financial situation and business performance in the respective segments were discussed at length during several conference calls with analysts and investors.

All ad hoc announcements, press releases and quarterly reports are published promptly on our website, both in German and English. The website also contains extensive information on our corporate structure, management and strategy, in addition to providing details regarding corporate governance and our Annual General Meetings. Following a comprehensive revamp, our newly designed corporate website went online in September 2007.

**Analyst Coverage.** At the end of the fiscal year under review, the company was covered by 20 financial analysts, who issue comments and recommendations on a regular basis. These analysts are as follows (in alphabetical order):

Bankhaus Lampe, Berenberg Bank, BHF Bank, B. Metzler, Cazenove, Cheuvreux, Deutsche Bank, Dresdner Kleinwort, DZ Bank, Fairesearch, Goldman Sachs, HSBC Trinkaus & Burkhardt, LBBW, Merck Finck, Merrill Lynch, Nord LB, Sal. Oppenheim Research, UBS, Unicredit, WestLB.

**AGM and Corporate Actions.** Shareholders attending the Annual General Meeting in Paderborn, Germany, on January 29, 2007, represented over 58% of the company's voting rights. All resolutions on the agenda were passed with large majorities. Among other items, the Annual General Meeting passed a resolution for the company's subscribed capital to be doubled through the issuance of new shares. The capital increase came into effect upon entry in the Commercial Register on March 14, 2007, and was executed on March 22, 2007, through the issuance of new shares in a ratio of 1:1. Thus,

each shareholder in possession of shares in the company after the close of the stock exchange on March 21, 2007, was allocated one new share for each share held (bonus share). This allocation took place on March 22, 2007. The rationale behind the capital increase was to facilitate the tradability of Wincor Nixdorf shares by scaling down the share price. Following the capital increase through the issuance of new shares, the company's share capital has risen from €16,542,494.00 to €33,084,988.00.

The next Annual General Meeting is scheduled to take place in Paderborn on January 28, 2008.

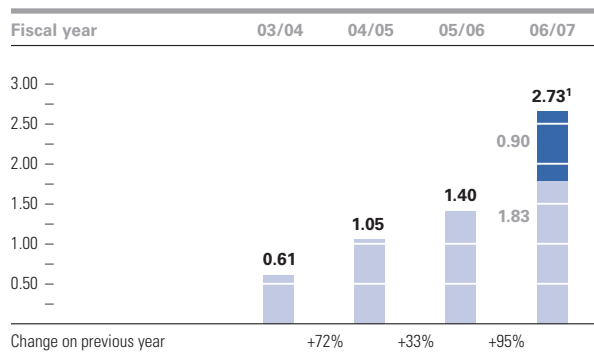
**Dividend.** In the period under review, we paid a dividend of €1.40 per share in respect of fiscal 2005/2006. For fiscal 2006/2007, the Board of Directors and the Supervisory Board will be proposing to the Annual General Meeting a dividend of €2.73 per share. This represents a dividend increase of 95% and a dividend yield of 4.71% based on the financial year-end share price.

The proposal is in line with the dividend policy announced by Wincor Nixdorf AG prior to the company's initial public offering in 2004. According to this policy, around half of the cash net income (profit for the period before profit charges arising from the carve-out from Siemens) generated by the Group over the course of a fiscal year is to be paid as a dividend. In the fiscal year just ended, this corresponds to €1.83 (2005/2006: €1.40, having accounted for the stock split) of the total dividend payment planned by the company. Thus, the comparable dividend per share will rise by around 31 per cent year on year.

Beyond this, the above-mentioned dividend proposal of €2.73 includes an extra dividend of €0.90 per share. This amount represents the full distribution of funds held within the tax reserve account, which has thus been made available to shareholders. Within this context, the conclusion of a profit and loss transfer agreement between Wincor Nixdorf AG and Wincor Nixdorf International GmbH is now considered appropriate; the latter will also be put to the vote at the Annual General Meeting.

#### Development of Dividend.

in €



<sup>1)</sup>Proposed dividend.

**Stock Buy-back.** 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 via the stock exchange. The stock buy-back program ended on January 12, 2007. In total, 166,390 shares were repurchased at an average price of €117.05 per share. After the capital increase through issuance of shares in a ratio of 1:1 on March 22, 2007, this corresponds to 332,780 shares and an average purchase price of €58.53 per share.

On March 14, 2007, the Board of Directors of Wincor Nixdorf AG passed a resolution for the repurchase of up to 185,000 of the company's shares (equivalent to 370,000 shares after the stock split) via the stock exchange as from March 15, 2007. The resolution is based on the corresponding authorization issued by the Annual General Meeting for the repurchase of own shares. The stock buy-back program was completed on September 20, 2007. Wincor Nixdorf acquired 370,000 shares at an average price of €65.35 per share. At the end of the period under review, the company thus held 702,780 treasury shares.

Subsequent to the reporting period, the Board of Directors of Wincor Nixdorf AG passed a resolution on October 1, 2007, for the repurchase of up to 92,480 of the company's shares via the stock exchange as from October 1, 2007. The resolution is based on the corresponding authorization issued by the Annual General Meeting for the repurchase of own shares. The stock buy-back program was concluded on October 2, 2007. In total, 92,480 shares were repurchased at an average price of €59.71 per share.

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.