

Ad-hoc release according to section 15 Securities Trading Act (WpHG)

Drägerwerk AG & Co. KGaA purchases minority stake in the medical division

Siemens AG, Munich, is to sell its 25 percent minority stake in Dräger Medical AG & Co. KG to Drägerwerk AG & Co. KGaA, Lübeck. The Managing Board of Siemens AG today approved the move, as did the corresponding bodies at Drägerwerk AG & Co. KGaA. The purchase price consists of a cash component totaling EUR 175 million, a vendor note of EUR 68.5 million and another component connected to the share price development of Drägerwerk AG & Co. KGaA. Five years after the transaction has been completed, this component could lead to an additional payment obligation of a maximum of EUR 50 million. Currently this component is valued at about EUR 6.5 million. Drägerwerk AG & Co. KGaA has the right to replace this component with real share options as long as the corresponding resolutions have been passed at the annual shareholders' meeting. The transaction is subject to the approval of anti-trust authorities. Dräger will be entitled to the earnings of Dräger Medical AG & Co. KG for the financial year 2009. The company has already secured the financing required to cover the purchase price, with the cash component being paid from the existing cash reserve (EUR 296 million as of September 30, 2009).

The independent auditing firm KPMG confirmed that purchase price was appropriate in its "fairness opinion".

When the time and structure of the group is right, Dräger will carry out a capital increase aimed at strengthening its equity base. The family shareholders have already agreed to take part in such a measure.