

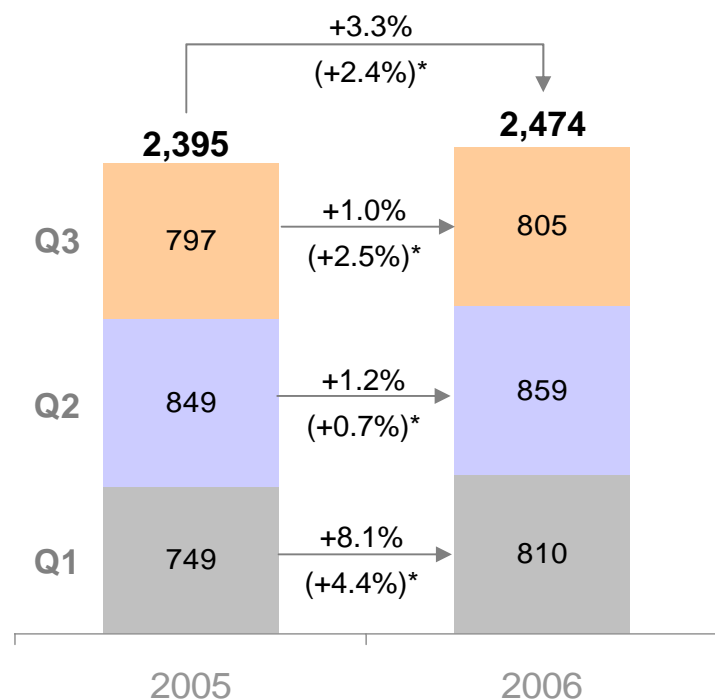
Q3 Results 2006

November 16, 2006
Analyst Presentation



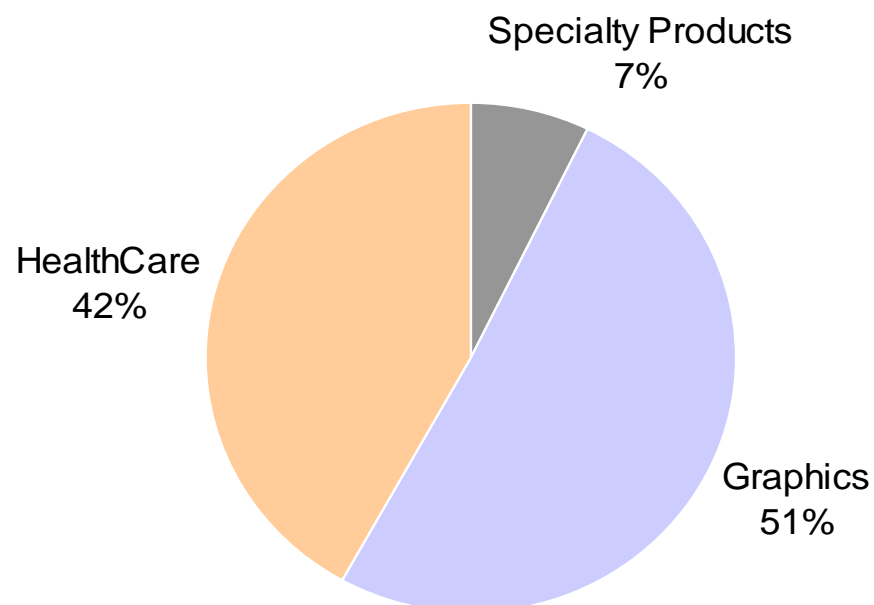
Group Sales (in million Euro)

Total Sales



* Excluding currency impact

Split per Business Group (YTD)



➔ Sales increase of 2.5% in Q3 (excl. currency impact) driven by volume growth and mix improvements

Profit & Loss: Key Figures (in million Euro)

	Q3 '05	Q3 '06	% change
Sales	797	805	1.0%
Gross profit	273	297	8.8%
Gross profit margin	34.3%	36.9%	

	9M '05	9M '06	% change
	2,395	2,474	3.3%
	873	957	9.6%
	36.5%	38.7%	

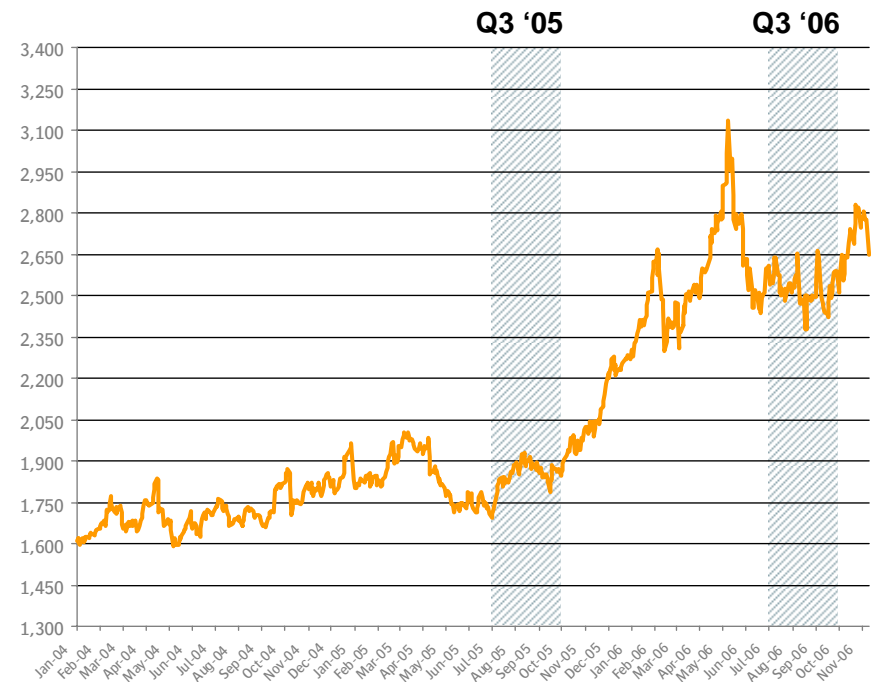
➔ Gross profit margin increased to 37% in Q3 as a result of better pricing and continued improvement of service and production efficiencies

Raw Materials

Silver (USD/troyounce)



Aluminium (USD/ton)



35 million Euro higher raw material costs vs. Q3 2005 (of which silver 22 million Euro and aluminium 13 million Euro)

Profit & Loss: Key Figures (in million Euro)

	Q3 '05	Q3 '06	% change	9M '05	9M '06	% change
Gross profit	273	297	8.8%	873	957	9.6%
R&D	-48	-46	-2.5%	-143	-143	0.0%
SG&A*	-193	-197	2.1%	-601	-614	2.2%
as a % of sales	24.2%	24.5%		25.1%	24.8%	
Other operating items*	6	-9		4	-24	
EBITDA*	77	83	7.8%	253	291	15.0%
as a % of sales	9.7%	10.3%		10.6%	11.8%	
EBIT*	38	45	18.4%	133	176	32.3%
as a % of sales	4.8%	5.6%		5.5%	7.1%	

* Before restructuring charges and non-recurring items.

- ➡ As part of global cost savings plan, additional measures are implemented to reduce SG&A substantially
- ➡ EBIT increases 18.4% to 45 million Euro despite substantially higher raw material costs

Profit & Loss: Key Figures (in million Euro)

	Q3 '05	Q3 '06	% change
EBIT*	38	45	18.4%
Restructuring and non-recurring	-74	-33	
Operating result	-36	12	
Non-operating result	-16	-20	
Profit before taxes	-52	-8	
Taxes	-56	0	
Net result	-108	-8	

	9M '05	9M '06	% change
	133	176	32.3%
	-79	-69	
	54	107	98.1%
	-10	-49	
	44	58	31.8%
	-101	-18	
	-57	40	

* Before restructuring charges and non-recurring items.

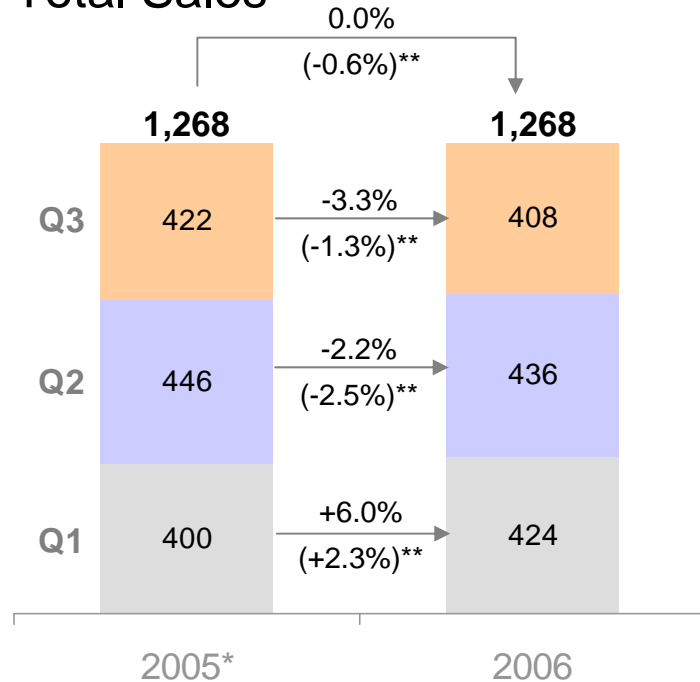
- ➔ Restructuring charges of 33 million Euro in Q3 due to the start of the implementation of the global cost savings program
- ➔ As a result, net loss posted of 8 million Euro or minus 6 cent per share

Agfa Graphics

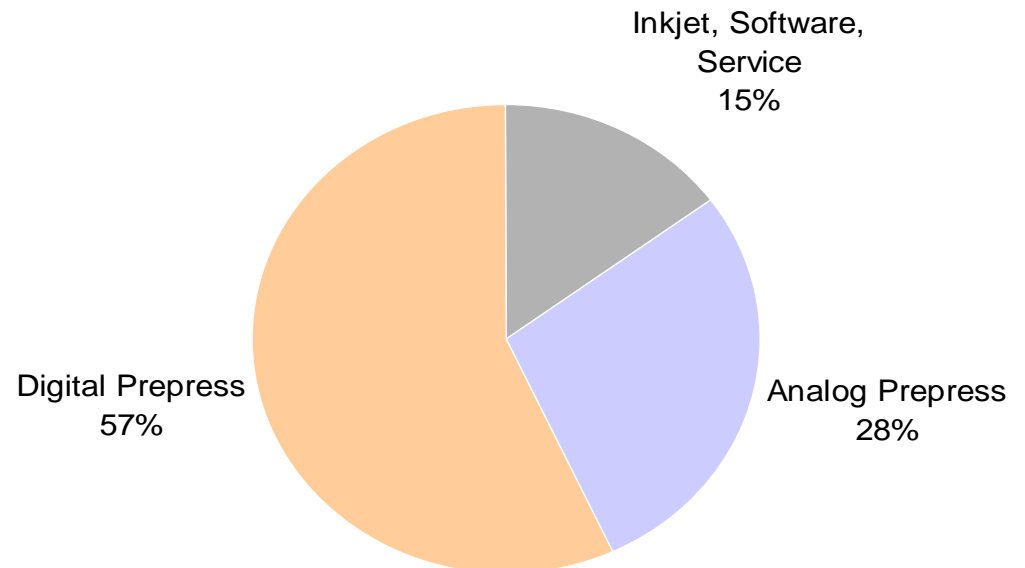


Graphics: Sales (in million Euro)

Total Sales



Split per Business Segment (YTD)



* Including 39 million Euro sales from products transferred from Graphics to Specialty Products in 2006

** Excluding currency effect

➡ Q3 sales stable on comparable basis

➡ Growth of digital solutions more than compensates the decline of analog sales

Graphics: Key Figures (in million Euro)

	Q3 '05**	Q3 '06	% change	9M '05***	9M '06	% change
Sales	422	408	-3.3%	1,268	1,268	0.0%
EBITDA*	33.4	33.7	0.9%	106.0	106.9	0.9%
% of sales	7.9%	8.3%		8.4%	8.4%	
EBIT*	13.4	16.7	24.6%	47.0	54.9	16.8%
% of sales	3.2%	4.1%		3.7%	4.3%	

* Before restructuring charges and non-recurring items

** Including 13 million Euro sales from products transferred from Graphics to Specialty Products in 2006

*** Including 39 million Euro sales from products transferred from Graphics to Specialty Products in 2006

- ➡ Q3 sales are stable on a comparable basis
- ➡ 23 million Euro higher raw material costs compared to Q3 2005
- ➡ EBIT margin increases to 4.1% as a result of better pricing, production efficiencies and accelerated shift to more profitable digital solutions

Graphics: Q3 Highlights

- **Newspapers**

- Successful Ifra trade fair
 - 20 violet CtP lines with :Arkitex software
 - Major interest for chemistry-free demo



- **Commercial printing**

- Renewed contract with Transcontinental, largest Canadian printer

- **Inkjet**

- :Anapurna XL introduced in Australia
- Milestones for :Grand Sherpa Universal
 - Over 50 large-format printers installed in Latin America
 - More than 500 systems installed worldwide

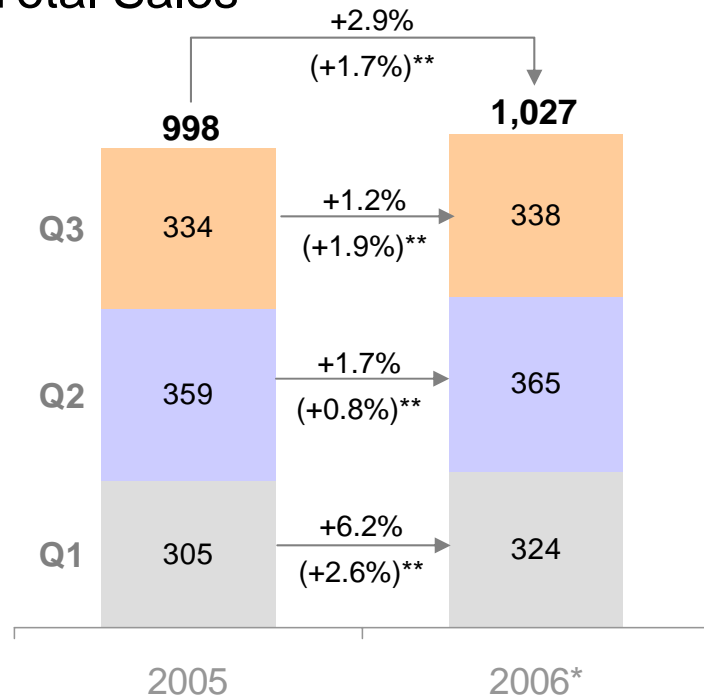


Agfa HealthCare

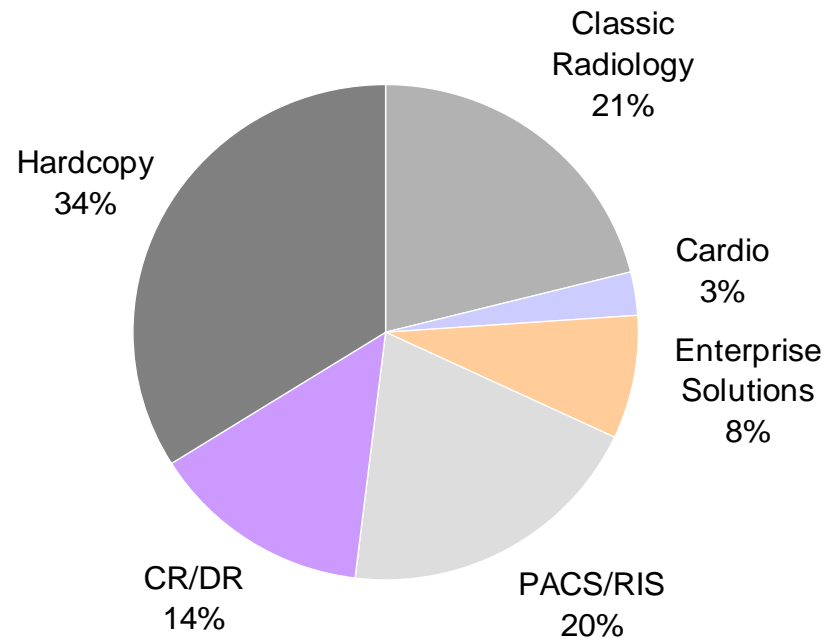


HealthCare: Sales (in million Euro)

Total Sales



Split per Business Segment (YTD)

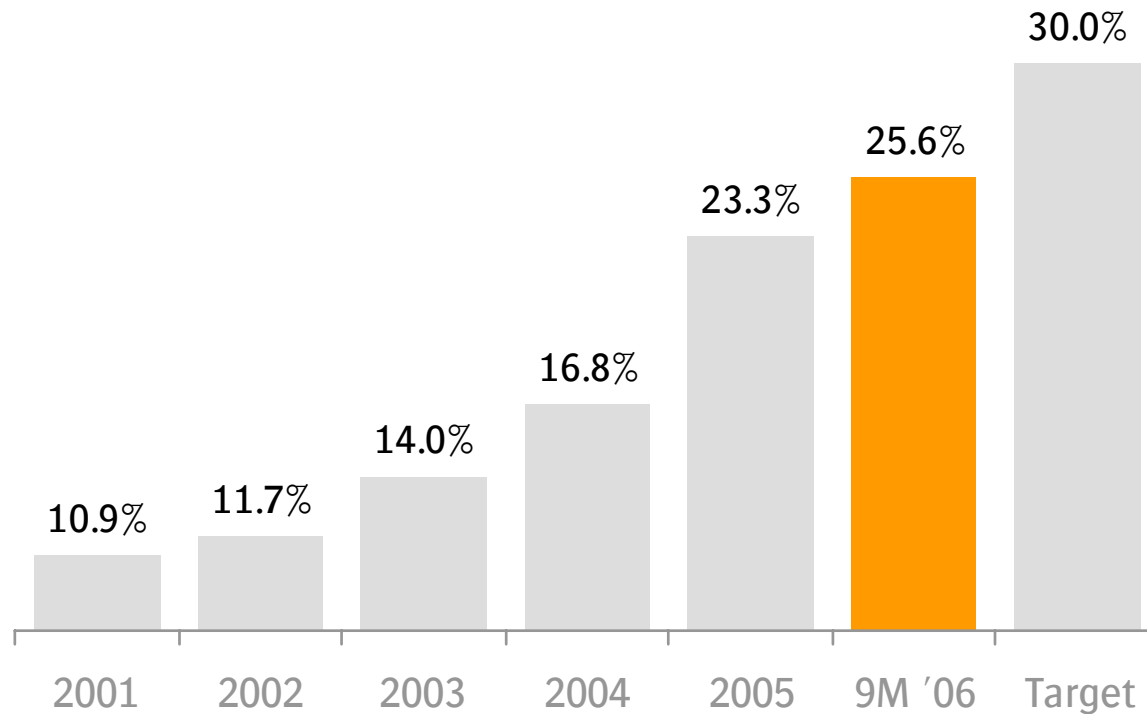


* Including Heartlab, acquired in June '05

** Excluding currency effect

- ➡ Particularly strong growth of PACS/RIS
- ➡ Growth in HealthCare IT more than compensates decline in analog activities

Service Revenues as % of HealthCare Sales



➡ Service revenues increase with growing importance of HealthCare IT

HealthCare: Key Figures (in million Euro)

	Q3 '05	Q3 '06	% change
Sales	334	338	1.2%
EBITDA*	39.2	43.9	12.0%
% of sales	11.7%	13.0%	
EBIT*	22.1	24.9	12.7%
% of sales	6.6%	7.4%	

	9M '05	9M '06	% change
Sales	998	1,027	2.9%
EBITDA*	136.7	159.1	16.4%
% of sales	13.7%	15.5%	
EBIT*	80.7	101.1	25.3%
% of sales	8.1%	9.8%	

* Before restructuring charges and non-recurring items

- ➡ 7 million Euro higher raw materials costs compared to Q3 2005
- ➡ EBIT margin increased to 7.4% in Q3 as a result of product mix and continued production and service efficiencies

HealthCare: Q3 Highlights

- **PACS**

- Strong performance in US, Canada and UK with multi-site installations
- First RIS/PACS successes in emerging markets (LATAM, Asia, Middle East)
- NHS: continued successful installation

- **Cardiology**

- Introduction of Agfa's Heartlab Congenital Solution to the European market
- Major win at SingHealth (Singapore)

- **HealthCare IT**

- Continued satisfactory progress on ORBIS roll-out across Europe with first major installations in Belgium in year of launch and first pilot site in Italy
- Study proves that ORBIS could reduce process costs by 30%

Agfa Specialty Products



Specialty Products: Key Figures (in million Euro)

	Q3 '05**	Q3 '06	% change
Sales	41	59	43.9%
EBITDA*	4.6	10.1	x2.2
% of sales	11.2%	17.1%	
EBIT*	2.6	8.2	x3.2
% of sales	6.4%	13.9%	

	9M '05***	9M '06	% change
Sales	129	179	38.6%
EBITDA*	13.6	39.7	x2.9
% of sales	10.5%	22.2%	
EBIT*	8.6	34.7	x4.0
% of sales	6.7%	19.4%	

* Before restructuring charges and non-recurring items

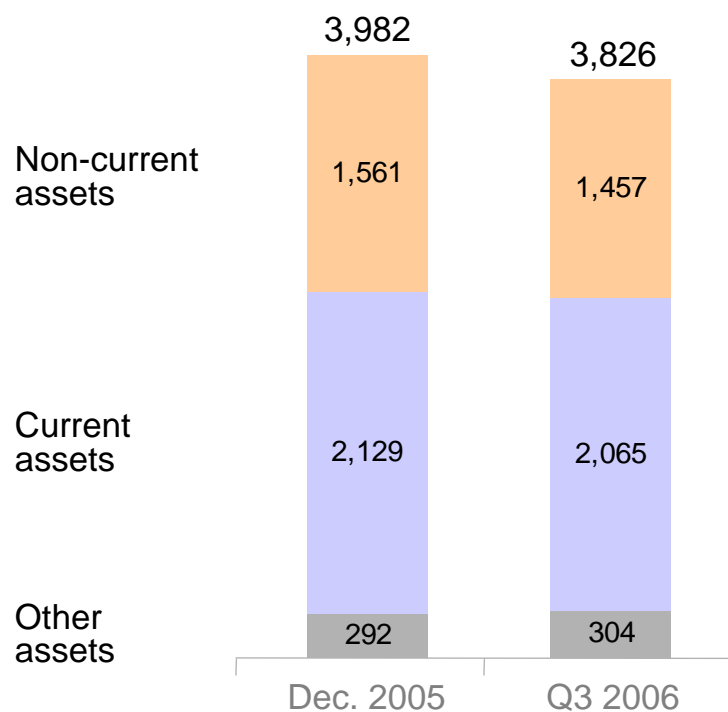
** Excluding 13 million Euro sales from products transferred from Graphics to Specialty Products in 2006

*** Excluding 39 million Euro sales from products transferred from Graphics to Specialty Products in 2006

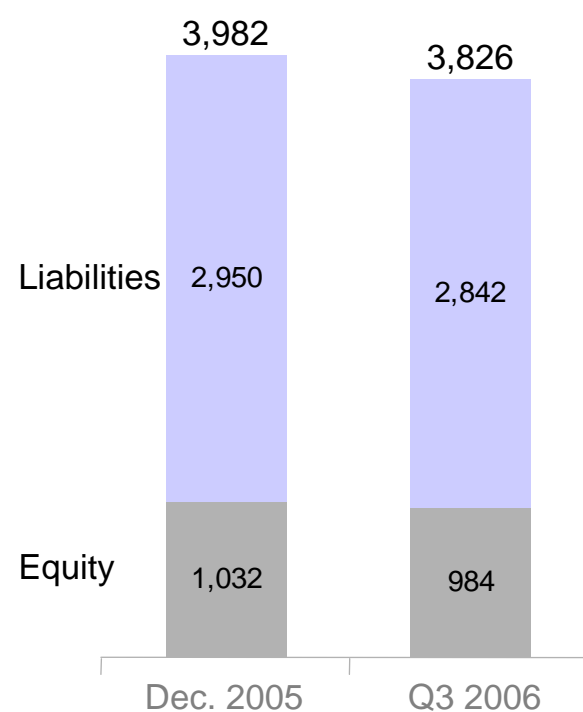
- ➡ Continued strong results, mainly driven by cine film and NDT
- ➡ EBIT margin of 13.9%

Balance Sheet: Key Figures (in million Euro)

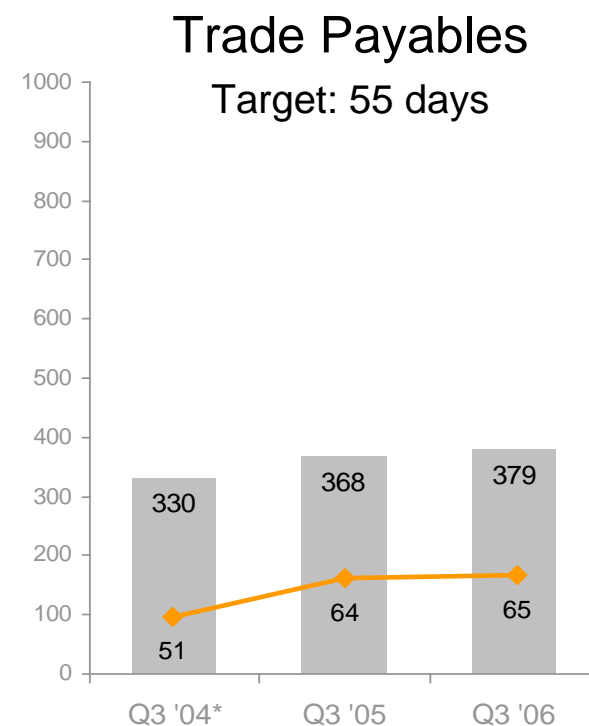
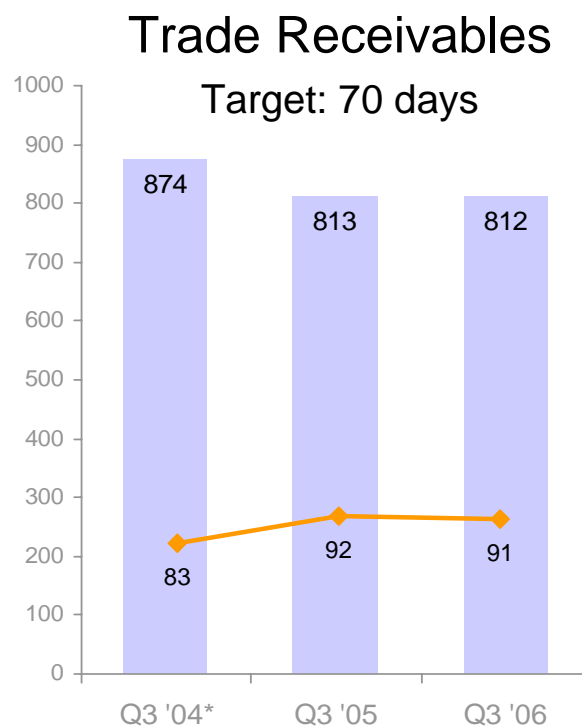
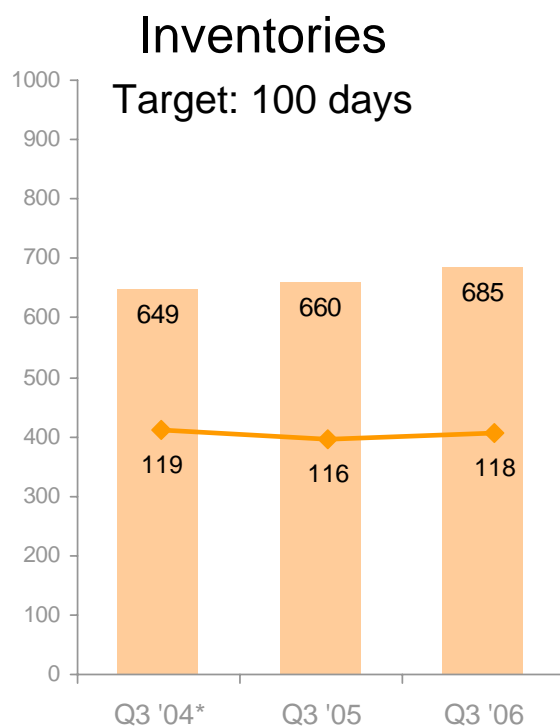
Assets



Liabilities



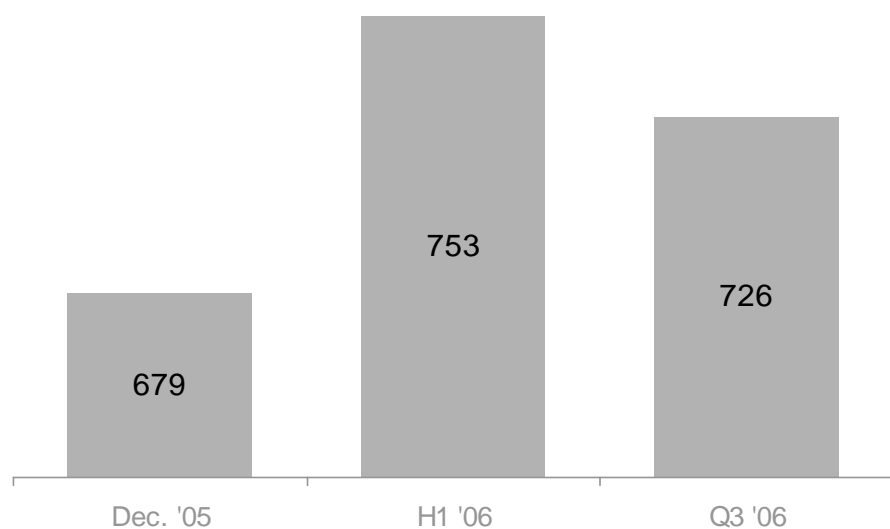
Working Capital: Key Figures (in million Euro/days)



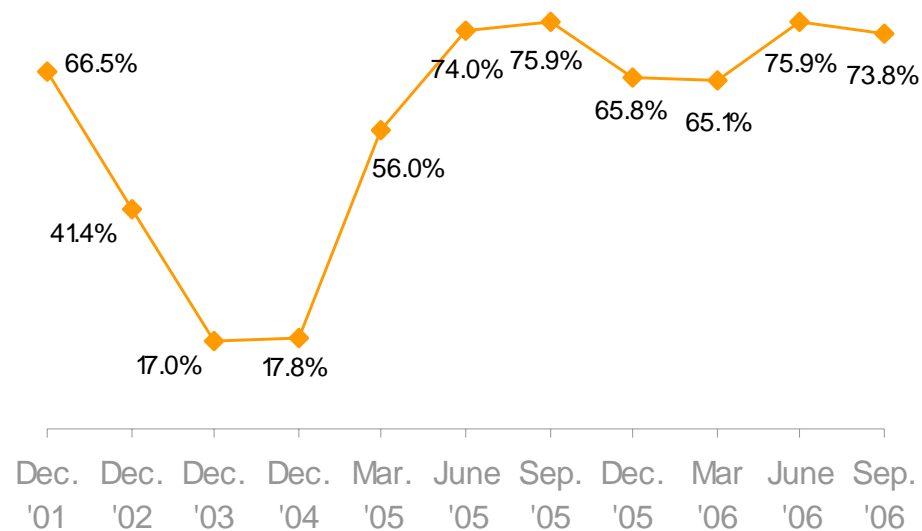
* Excluding Consumer Imaging

Balance Sheet: Key Figures

Net Financial Debt (in million Euro)

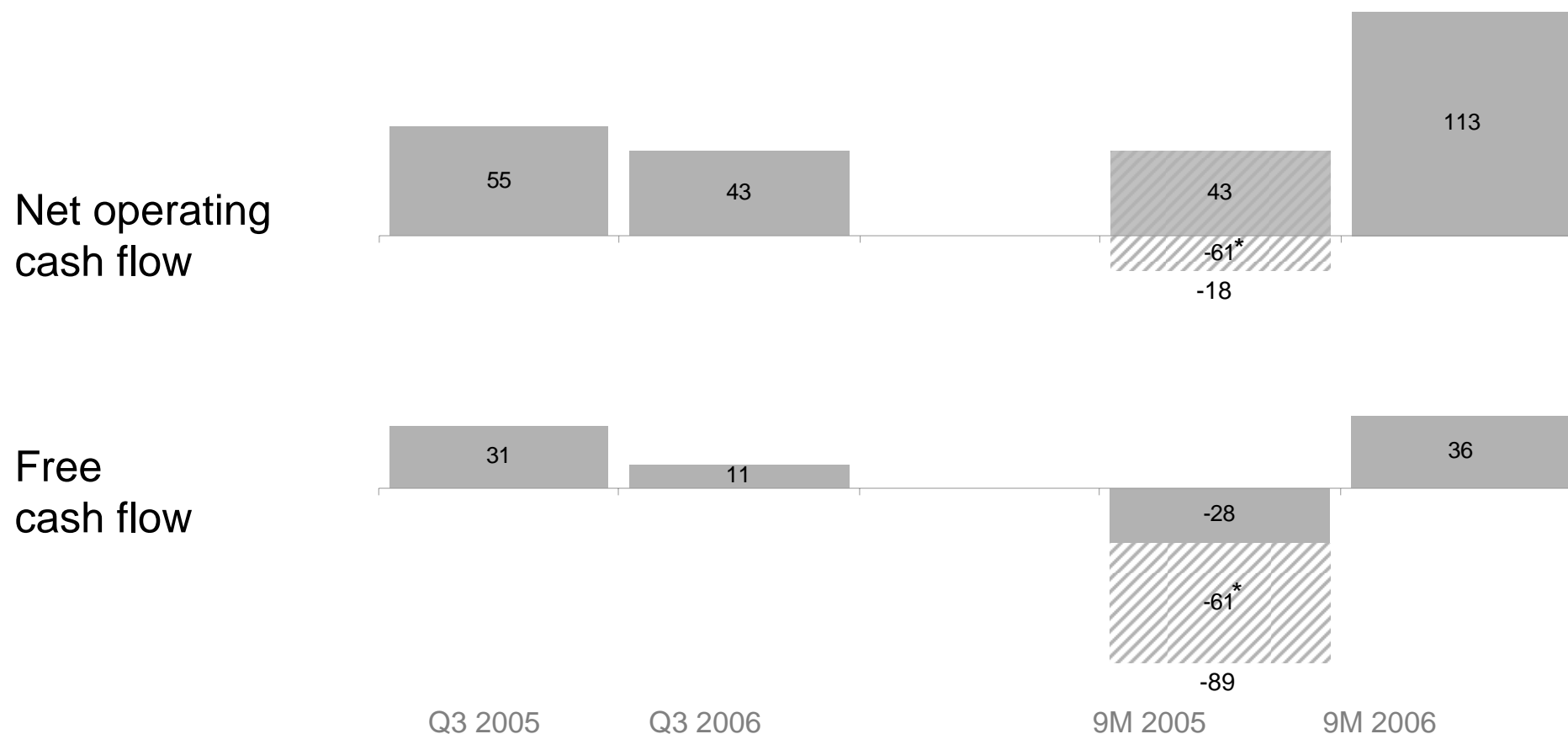


Gearing Ratio (%)



➡ Comfortable with level of gearing ratio of 73.8%

Cash Flow: Q3 2006 Key Figures (in million Euro)



* Exceptional due to termination of securitisation

➔ Substantial increase of free cash flow to 36 million Euro despite high raw material costs

Update on cost savings plan

Scope of the plan: approx. 250 million Euro annual cost savings by 2008

- Implementation of cost savings started in US and several European countries
- Information and consultation phase in Mortsel, Belgium ongoing
- 33 million Euro of restructuring charges already booked in Q3
- Significant part of 250 million Euro restructuring costs expected to be booked in Q4

Questions & Answers

