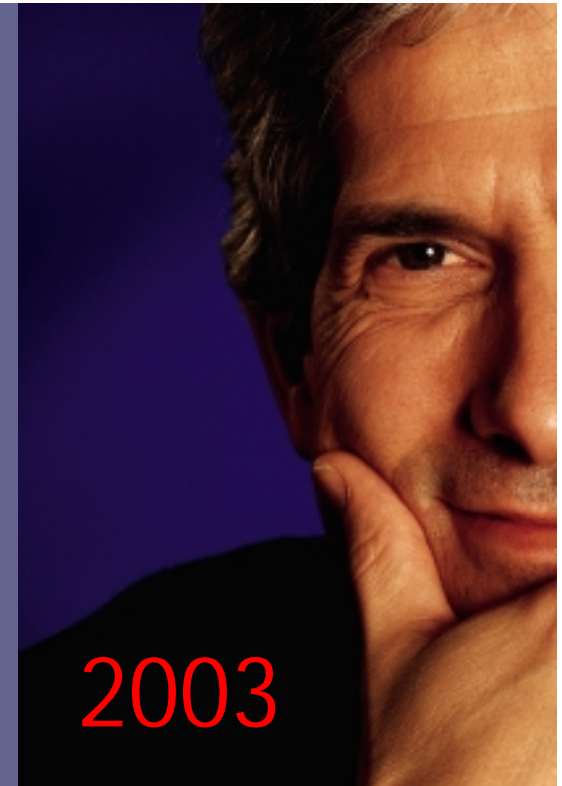




Results 1st Quarter 2003

Telephone Conference - May 8th, 2003



P&L : Key figures (in mio Euros)

	1Q '03	1Q '02	%
Sales	1,027	1,137	-9.7%
Sales exc. currency effect	1,121	1,137	-1.4%
COGS	576	644	-10.6%
Gross profit	451	493	-8.5%
as % of sales	43.9%	43.4%	

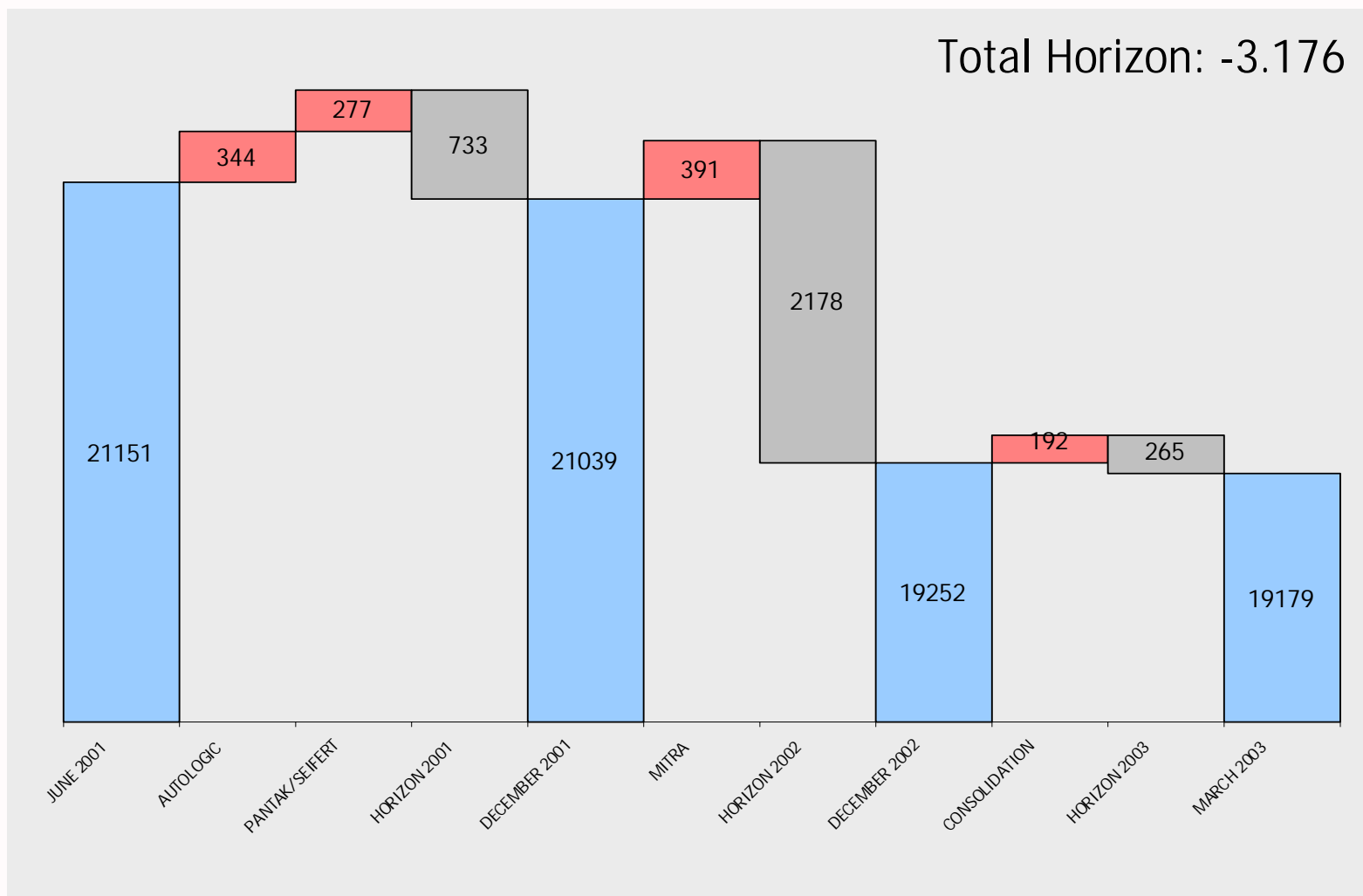
- ➡ Turnover heavily affected by dollar weakness; drop limited to a moderate 1.4% excl. currency effects.
- ➡ Gross profit margin improves in spite of dollar and continuous economic weakness.

P&L : Key figures (in mio Euros)

	1Q '03	1Q '02	%
Gross profit	451	493	-8.5%
SG&A	273	302	-9.6%
R&D	58	62	-6.5%
Other operating expenses	35	51	-31.4%
of which : - restructuring and non-recurring	8	25	-68.0%
- goodwill	10	13	-23.1%
Operating result	85	78	+9.0%
as % of sales	8.3%	6.9%	

- ➡ SG&A decreased thanks to further cost cutting.
- ➡ R&D overlaps eliminated.
- ➡ Operating result increased 9%

Horizon: staff levels (FTEs)

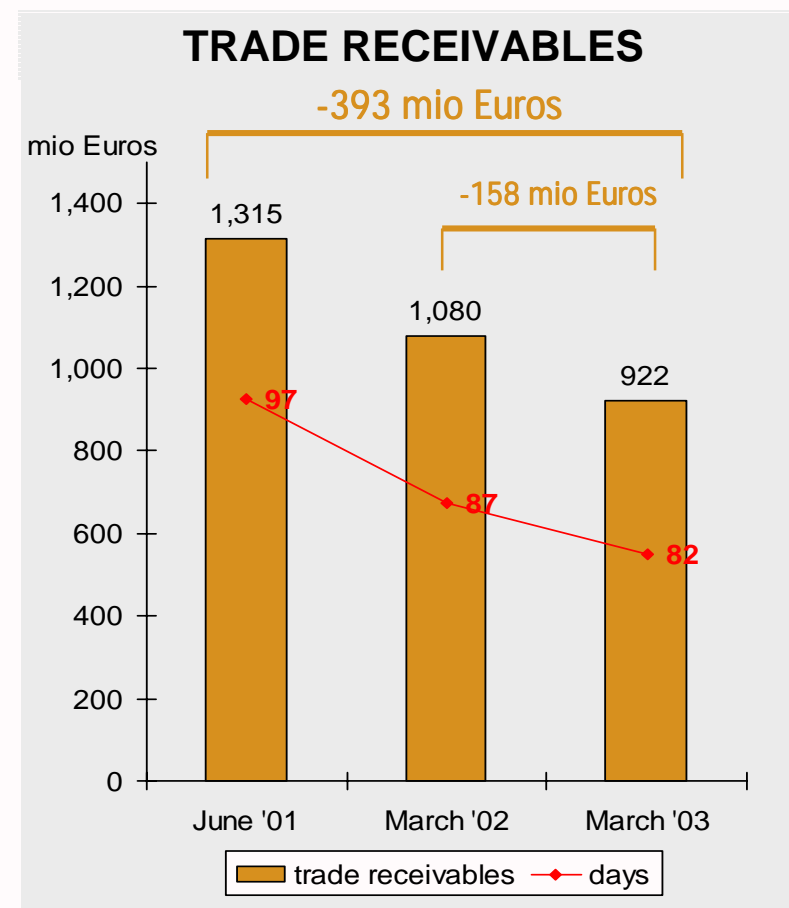
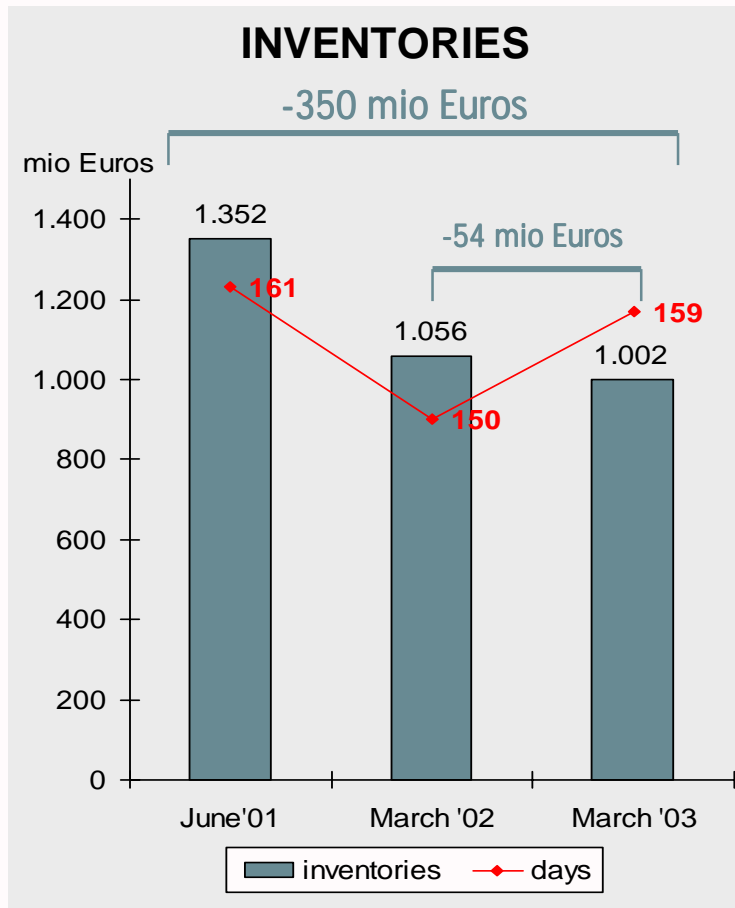


P&L : Key figures (in mio Euros)

	1Q '03	1Q '02	%
Operating result	85	78	+9.0%
Non-operating result	-21	-20	-5.0%
Profit before taxes	64	58	+10.3%
Taxes	25	41	-39.0%
Net result	39	17	+129.4%

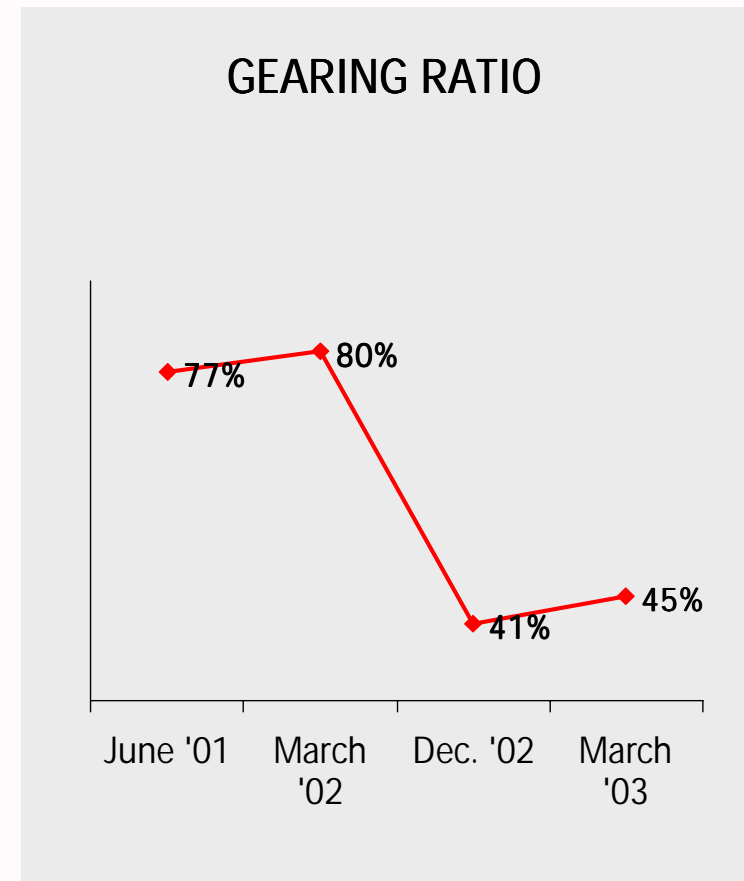
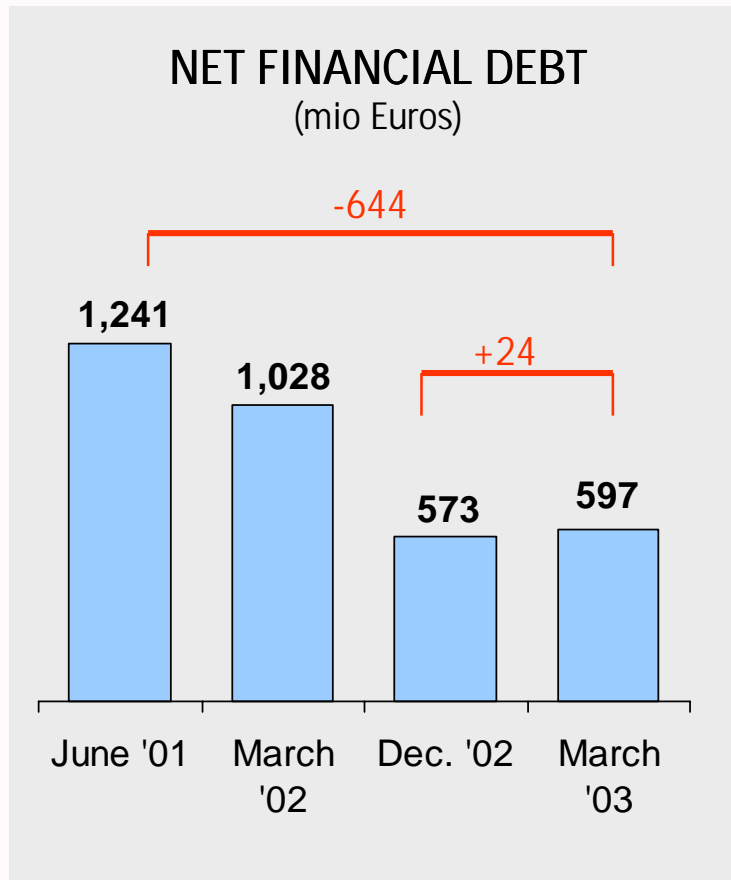
➡ Net result more than doubles, thanks to improved operating result and normalisation of tax rate.

Working capital



- ➡ Reduction of 212 mio Euros compared to Q1 '02, partially helped by dollar effect.
- ➡ Days of inventories increased due to unexpected weak economy in first months of 2003.

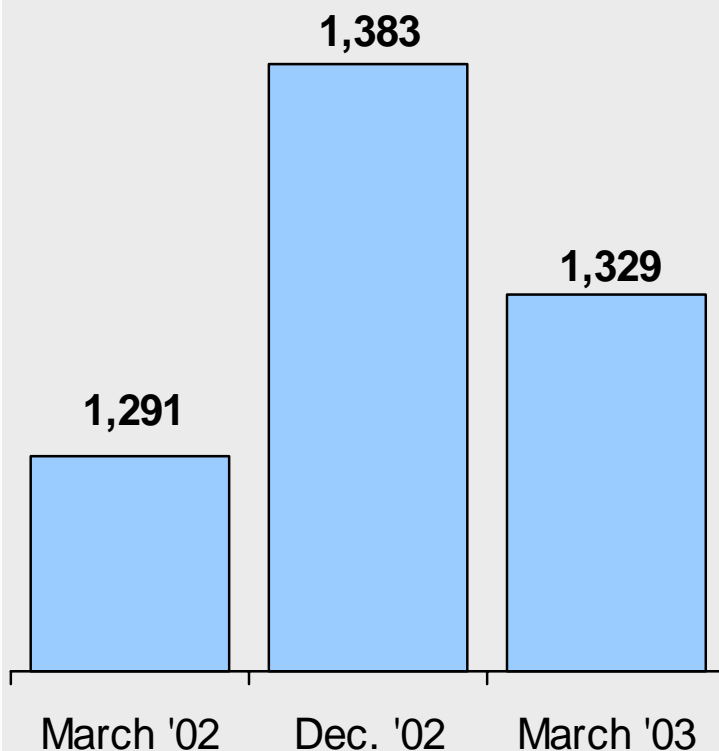
Balance sheet : Key figures 2002



➡ Net financial debt increases slightly, mainly because of the share buy back.

Balance sheet : Key figures

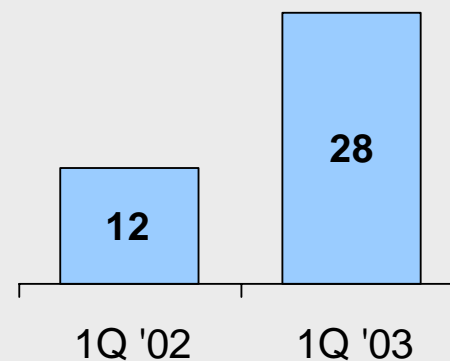
SHAREHOLDER'S EQUITY (mio Euros)



OUTSTANDING SHARES

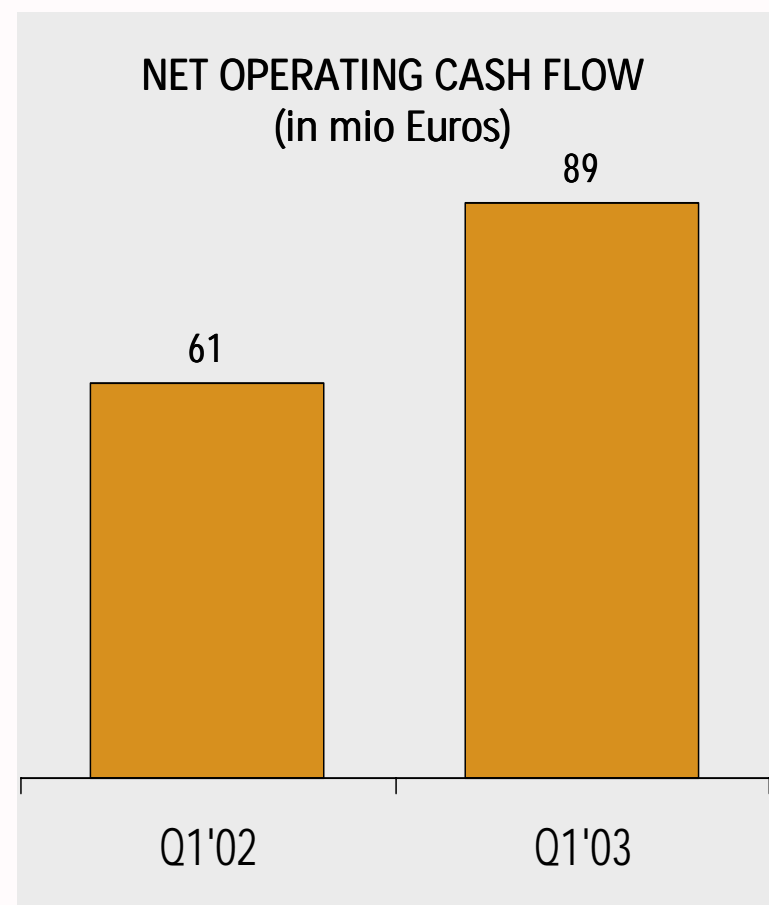
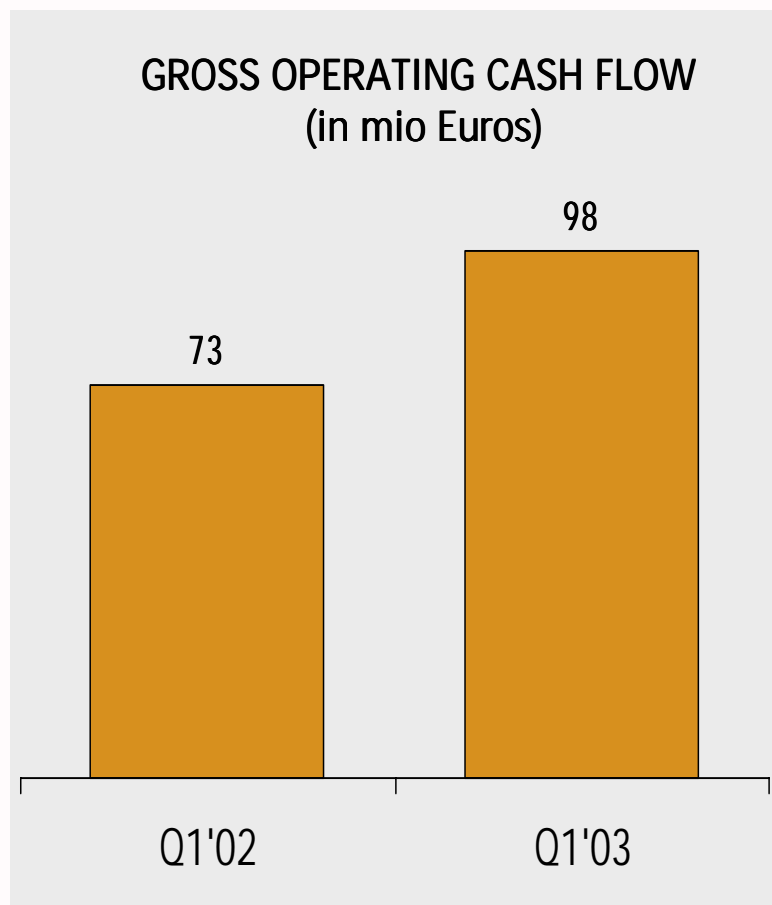
- ♦ end '02 : 139,231,600
- ♦ end Q1 '03 : 134,245,442
- ♦ April '03 : 133,268,593
- ♦ Weighted average Q1 : 138,245,491

EARNINGS PER SHARE (in Eurocents)



- ➡ Shareholder's equity affected by share buy back.
- ➡ EPS more than doubles to 28 Eurocents.

Cash flow



Consumer Imaging : Key figures (in mio Euros)

	1Q '03	1Q '02	%
Sales	192	231	-16.9%
Sales exc. currency effect	206	231	-11.0%
Operating result*	-21.4	1.5	
as % of sales	-11.1%	0.6%	

* of which 1.0 mio restructuring charges and non-recurring items in '03 and 1.6 mio in '02

- ➡ Turnover severely hit by bad economic and political environment.
- ➡ Measures taken to restore profitability.

Graphic Systems : Key figures (in mio Euros)

	1Q '03	1Q '02	%
Sales	417	459	-9.2%
Sales exc. currency effect	455	459	-0.8%
Operating result before goodwill	35.8	32.5	+10.2%
Operating result*	33.9	29.5	+14.9%
as % of sales	8.1%	6.4%	

* of which 2.4 mio restructuring costs and non-recurring items in '03 and 6.5 mio in '02

- ➡ Exclusive of currency effects, a moderate decline in turnover resulting from more or less stable sales of consumables and a decline of equipment.
- ➡ Graphic Systems succeeds in further improving its operating result and return on sales.

Technology leadership in CtP

		Visible light technology*		Thermal
		Violet	Ortho	
Commercial Printers	Xcalibur			X
	Galileo	silver	silver	
Newspapers	Polaris	photopolymer** & silver	photopolymer & silver	

* In a visible light technology, the printing plate reacts to visible light exposure;
in a thermal technology, the printing plate is heat sensitive.

** to be launched

➡ Agfa offers the full range of available technologies in Computer-to-Plate

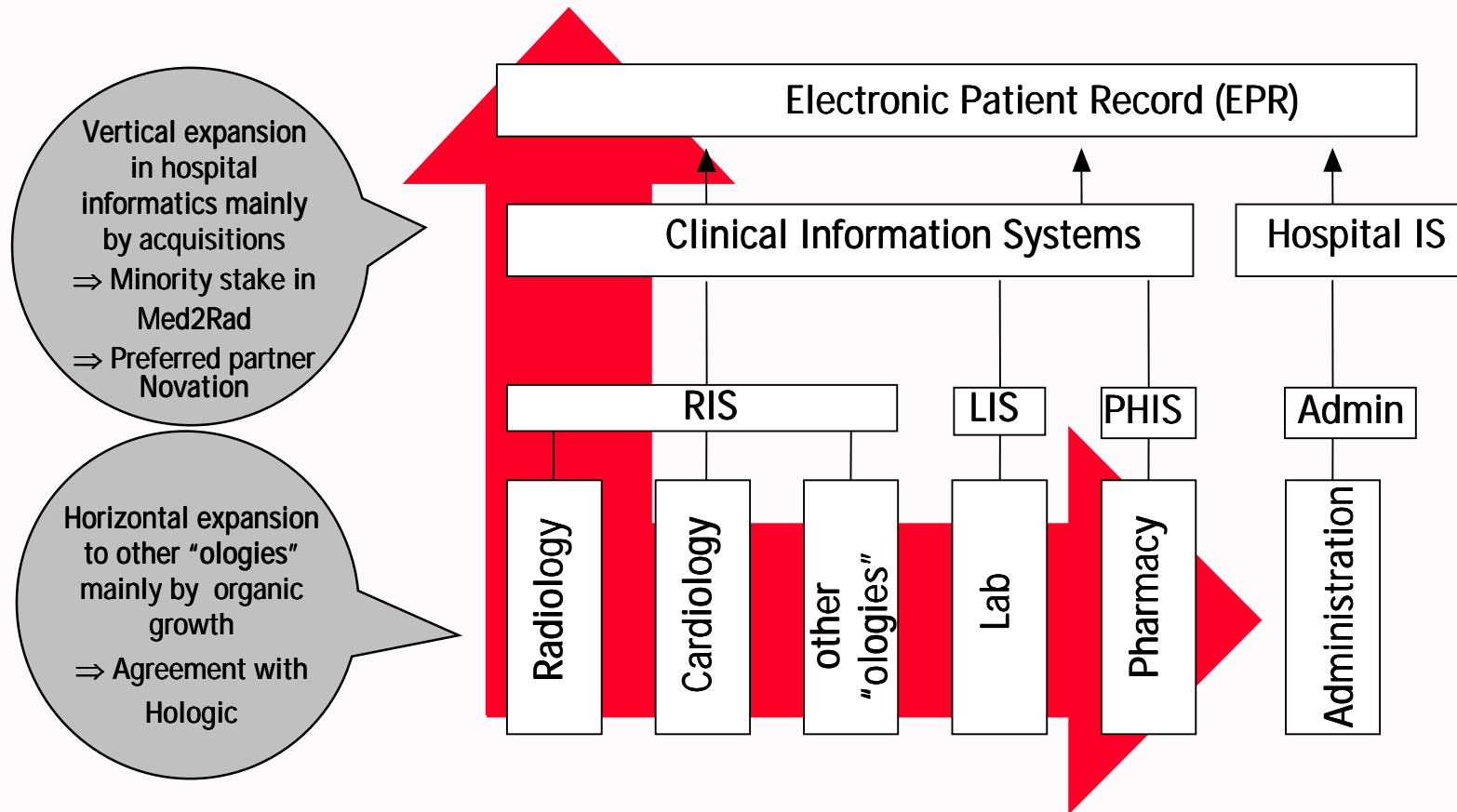
HealthCare : Key figures (in mio Euros)

	1Q '03	1Q '02	%
Sales	339	362	-6.4%
Sales exc. currency effect	375	362	+3.6%
Operating result before goodwill	73.0	47.0	+55.3%
Operating result*	66.7	39.0	+71.0%
as % of sales	19.7%	10.8%	

* of which 1.5 mio restructuring costs and non-recurring items in '03 and 16.5 mio in '02

- ➡ HealthCare is the least sensitive to the business cycle but most dollar sensitive.
- ➡ Exclusive of currency effect, Informatics grows 10% y-o-y.

HealthCare Growth Strategy



Technical Imaging : Key figures (in mio Euros)

	1Q '03	1Q '02	%
Sales	418	447	-6.5%
Sales exc. currency effect	460	447	+2.9%
Operating result before goodwill	80.1	57.5	+39.3%
Operating result*	72.1	47.5	+51.8%
as % of sales	17.2%	10.6%	

* of which 5 mio restructuring costs and non-recurring items in '03 and 16.5 mio in '02

- ➡ Top line growth exclusive of currency effect.
- ➡ Strong growth in NDT turnover (exclusive of currency effect).


From HORIZON to ORION

HORIZON

- Structuring Agfa into a transparent and flexible company
- Cost cutting
- Reducing working capital
- Internal focus

ORION

- Focus on the customer
- Top line growth by adapting business model to digital world
- Reducing cost of quality
- Further reducing working capital



ORION : Technology shift leads to change in the business model

- Adapting the sales model
 - customer segmentation
 - sell software as a stand-alone
- Increased focus on professional services

➡ Agfa intends to continue to be a major and profitable player in the world of imaging and informatics.

ORION : Reducing the cost of quality

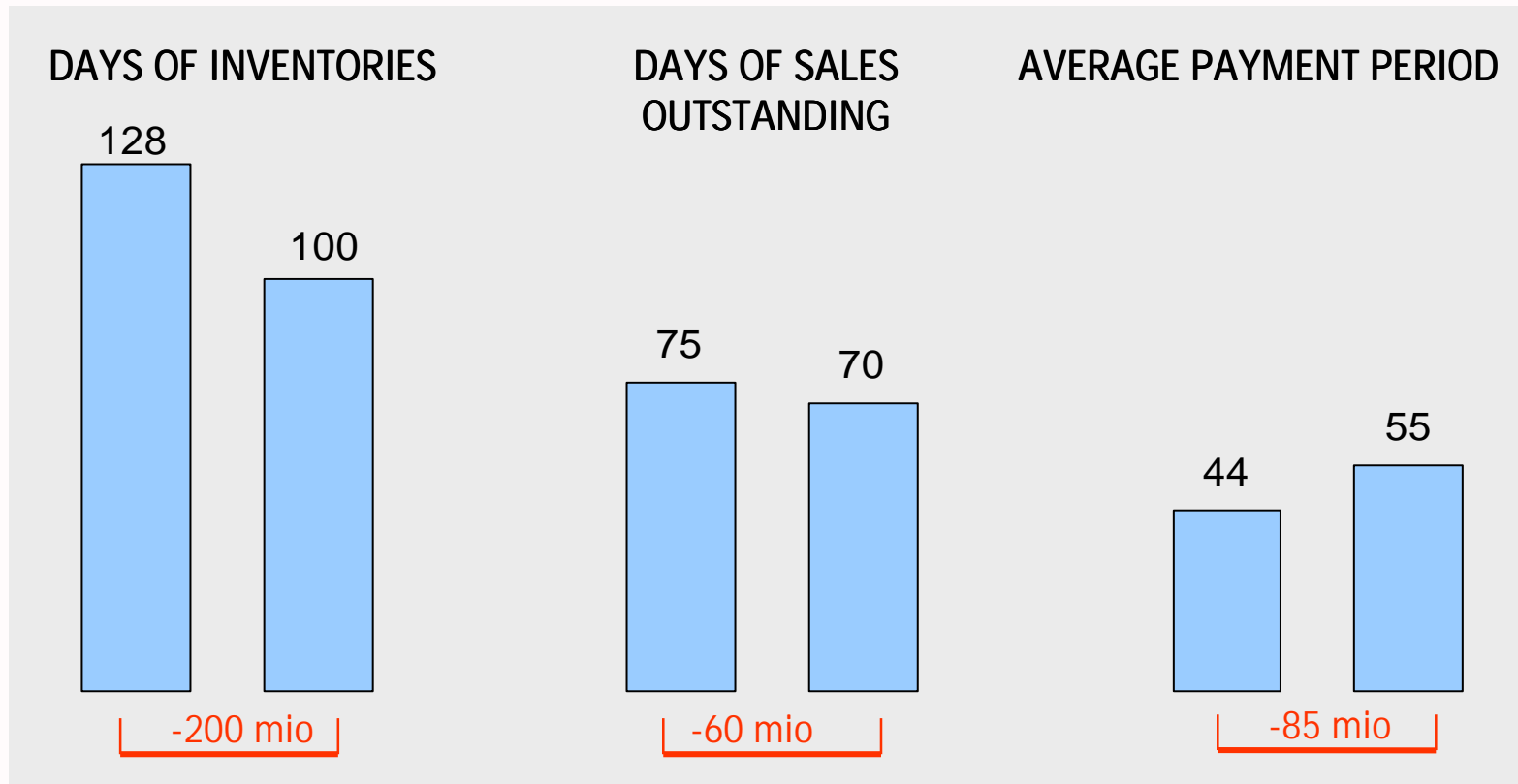
- Cost leadership, also in equipment
- Timely launches of high quality software
- Increasing revenues and profit of service delivery



- Lower warranty costs
- Less destructions
- Lower sales costs
- Lower service costs
- Decreased logistics costs
- Lower production costs of equipment

Additional cost savings of ±200 mio Euros

ORION : further reducing working capital



➡ Further reduction of working capital could free up ± 350 mio Euros.



Focus points

- ➡ Restore profitability in Consumer Imaging
- ➡ Realise all cost savings of HORIZON
- ➡ Implement ORION with same success

Agfa intends to continue to be a major and profitable player in the world of imaging and informatics.