

Shareholder Information for First Half-Year 2007



CHRIST

Christ Water Technology Group

Shareholder Information on first half-year of 2007

Christ Water Technology Group

CHRIST continues growth course

Order intake / orders on hand

The positive and stable business climate in the business fields in which CHRIST is active is reflected in a significant increase in orders in the first half of 2007. New orders increased by 21 % (€ 133.4 million compared to € 110.6 million in the first half of 2006). The Pharma & Life Science and Ultrapure Water divisions experienced above-average growth of +40 % and +35 % respectively, evenly spread across the Microelectronics und Power & Petrochem business fields, Food & Beverage also experienced an upward trend of +21 %. By contrast, order intake in the Municipal Water Treatment division for the first half of the year was 28 % down on the previous year's figure. However, substantial orders were awarded after the reporting period – most notably, the largest single project of CHRIST, a sea water desalination plant in the Sharjah (UAE) with an order value of USD 84 million.

This means that the orders on hand as at June 30, 2007 are at the same level as the first quarter but increased year-on-year by 24 % from € 147.8 million to € 183.5 million. All four divisions showed major increases, with the heaviest growth (+41 %) in the Pharma & Life Science business. The Ultrapure Water division has a record order level of € 81.8 million (previous year: € 65.2 million) following several new projects in power-plant construction and stable business in Microelectronics and Process Water & Reuse. Positive business performance continues to be reported from all business divisions and companies within the Group, and this trend is continuing uninterrupted on the basis of enquiries and offers.

Overview

CHRIST Group in € 1000s	1st half-year 2007	1st half-year 2006
Incoming orders	133,421	110,574
Order book (30.06.)	183,508	147,798
Sales	132,481	109,232
EBITDA	5,632	4,398
EBIT	4,050	3,027
Profit before taxes	4,033	2,379
Net income	2,804	1,661

Sales development in the reporting period was heavily influenced by the finalization and hand-over of existing major projects as well as by the increased demands made on capacities by new projects. Group sales increased year-on-year by 21 % from € 109.2 million to € 132.5 million in the first half of 2007, and clearly exceeded the existing record figure for the 1st quarter (March 31, 2007: € 63 million) with a 2nd quarter figure of € 69.4 million. With the exception of the Ultrapure Water division, where figures did not rise above the previous year's level, all other divisions exhibited growth rates of 30 % (Pharma & Life Science) to 68 % (Food & Beverage).

On the whole, company results developed slightly more positively than sales growth, EBITDA increased year-on-year by 28 % from the previous year's figure of € 4.4 million to € 5.6 million, EBIT improved by 34 % from € 3.0 million to € 4.1 million. Heavy growth in earnings was slowed

down mainly by cost overshooting in some projects in the Ultrapure Water division. By contrast, the remaining business divisions exhibit improved earnings without exception. In the Food & Beverage division, there was further evidence of the turnaround achieved in the 1st quarter of 2007.

EBIT in € 1000s	1st half-year 2007	1st half-year 2006	Change
Pharma & Life Science	1,079	816	32.2%
Ultrapure Water	1,823	2,349	-22.4%
Food & Beverage	271	-641	-
Municipal Water Treatment	878	502	74.9%
CHRIST Group	4,050	3,027	33.8%

Due to increased demand on all resources in major plant business, service and spare part sales featured below-average growth, increasing year-on-year by a mere 5 % from € 16.3 million to € 17.1 million.

Pharma & Life Science, in € 1000s	1st half-year 2007	1st half-year 2006	Change
Incoming orders	35,079	25,103	39.7%
Order book (30.06.)	25,357	17,931	41.4%
Sales	29,346	22,525	30.3%
EBIT	1,079	816	32.2%

Division Pharma & Life Science

Supported by a record order intake of € 35 million (previous year: € 25.1 million) and a clearly improved order structure, the Pharma & Life Science division grew further. The market launch of new product lines such as WFI, BIOSAFE and LIPROLINE (decontamination systems for wastewater) as well as the winning of significant orders from globally active CHRIST key accounts in Europe, Asia and South America contributed to a 30 % increase in sales to € 29.3 million. EBIT increased by 32 % to € 1.1 million (previous year: € 0.8 million).

In order to strengthen marketing activities as well as resources in project management, Christ Pharma & Life Science International was founded with an office in Milan. The joint venture in Shanghai/China is currently in the finalisation phase, and the Chinese pharmaceutical activities are being restructured via autonomous CHRIST organizations. The joint venture in the USA continues to make progress in restructuring and is almost at the break-even stage.

Ultrapure Water, in € 1000s	1st half-year 2007	1st half-year 2006	Change
Incoming orders	63,904	47,414	34.8%
Order book (30.06.)	81,795	65,150	25.5%
Sales	52,872	52,531	0.6%
EBIT	1,822	2,349	-22.4%

Division Ultrapure Water

The positive order intake performance continued into the second quarter. With a figure of € 63.9 million for the first six months of 2007, a further increase of 35 % on the previous year's figure of € 47.4 million was achieved. New orders as well as orders on hand in the Microelectronics and Power & Petrochem business units are spread roughly evenly due to the globally flourishing power-plant construction. While new orders in Poland, Brazil and Mexico created a powerful

impulse in power station business in the 2nd quarter, the Microelectronics division won further significant ultrapure water projects in the South Asian semiconductor industry. In July, a major, eight-figure order in South-East Asia was won.

The division's sales of € 52.9 million in the reporting period were roughly at the previous year's level of € 52.5 million, although EBIT fell year-on-year by 22 % from € 2.3 million to € 1.8 million. The 2nd quarter was even more heavily influenced than the 1st quarter by an exceedingly intensive demand on all processing capacities in the division. On the one hand, old projects which were in the end phase had to be completed and handed over, while new projects demanded additional resources.

In the Process Water & Reuse business unit, the service offering was expanded thanks to the acquisition of the industrial waste water regeneration specialist, UT&S. This complements the activities of Christ Goema, which is active in the related field of plant construction.

Division Food & Beverage

Food & Beverage, in € 1000s	1st half-year 2007	1st half-year 2006	Change
Incoming orders	17,165	14,189	21.0%
Order book (30.06.)	24,245	19,034	27.4%
Sales	19,237	11,437	68.2%
EBIT	271	-641	-

All key data developed positively compared to the previous year. The 21 % increase in order intake (June 30, 2006: € 14.2 million; June 30, 2007: € 17.2 million), the 27 % increase in orders on hand from € 19 million to € 24.2 million and the 68 % increase in sales reflect the very good business climate in the global beverage industry. In addition, the improvement measures which have been set in all core processes, the acceleration of new product development and the concept of larger supply packages at Van der Molen are having a positive effect. The envisaged use of market and product synergies between Van der Molen and KF Service GmbH has only proved partially successful to date but still harbors considerable business potential.

The positive business trend which is continuing in other divisions is also to be expected in the beverage industry. Numerous interesting projects are waiting to be awarded and should contribute to order income in the second half of the year and provide additional support for the division's business success.

Division Municipal Water Treatment

Municipal Water Treatment, in € 1000s	1st half-year 2007	1st half-year 2006	Change
Incoming orders	17,272	23,869	-27.6%
Order book (30.06.)	52,111	45,682	14.1%
Sales	31,026	22,739	36.4%
EBIT	878	502	74.9%

Growth in orders on hand, sales and EBIT was countered by a minus in order intake during the first six months. However, a major plus for the entire year can be expected thanks to the major order for the construction of a sea water desalination plant in Sharjah (UAE) worth around USD 84 million which has recently been won. The Aqua Engineering Group is the center of expertise for sea water desalination business within CHRIST. While the business volume for drinking

water treatment, wastewater treatment (waste sewage treatment systems) and sea water desalination plants has been roughly evenly spread so far, the desalination share will increase significantly in the future.

The Municipal Water Treatment division is on the path to becoming the largest division within CHRIST. In preparation for this, recruitment of additional staff has already begun. By winning globally recognized experts and local representatives, the necessary know-how can be obtained in order to deal with further growth. The branches in China, South Africa and Dubai as well as the new acquisition, Innoterv, are developing as planned.

In keeping with the increase in sales, expenses for material and services increased to € 90.4 million (previous year: € 75.7 million). Gross income increased by 24.2 % to € 41.6 million (previous year: € 33.5 million) due to projects which contributed heavily to profits.

Employee numbers increased from 1,032 as at December 31, 2006 to 1,112 as at June 30, 2007, mainly as a result of the acquisition of UT&S and the creation of marketing and project management resources in the new Italian companies, Christ PLS International and Christ Water Technology Italy (UPW). In addition, the increasing business volume was catered for by recruiting new project-based skilled personnel in all divisions. As at June 30, 2006, the Group had a workforce of 843. Personnel expenses increased year-on-year by 21 % from € 22.8 million to € 27.7 million. This means that the share of Group revenue accounted for by personnel costs remains unchanged at 20.9 %.

As at June 30, 2007, EBITDA had increased by 28.1 % to € 5.6 million (previous year: € 4.4 million). The financial result was almost offset by extraordinary interest income (previous year: € -0.6 million).

Earnings before tax experienced above-average growth of 70 % to reach a figure of € 4.0 million (previous year: € 2.4 million) due to offsetting of the financial result. Taking a tax rate of around 30 % into consideration, net income for the period increased from € 1.7 million in the previous year to € 2.8 million. After minorities, this results in net income for the period of € 2.7 million (previous year: € 1.6 million) for the shareholders in the company, or € 0.15 per share compared to € 0.09 the previous year.

Long-term assets increased from € 55.2 million as at December 31, 2006 to € 56.5 million. This is mainly due to acquisition of UT&S. Purchase price allocation to tangible and intangible assets, and goodwill is still to be considered as provisional. The rise in receivables from long-term orders from € 43.2 million as at December 31, 2006 to € 63.1 million as at June 30, 2007 results primarily from advance payments and delayed customer payments in the municipal area as well as from some projects in the Ultrapure Water division. As it is not always possible to adopt the same cash flow when paying suppliers as the customers adopt when paying us, this results in cash-negative project development. This is also the main reason behind the increase in the balance sheet total from € 167.4 million to € 193.6 million.

Group equity (including minority shares) increased in comparison to December 31, 2006 from € 43.2 million to € 46.0 million, while the equity ratio diluted to 23.8 % (after 25.8 %) as a

Cost and earnings structure

Net asset situation

Equity / Cash flow

result of growth in total assets. While long-term liabilities fell slightly from € 55.8 million to € 55.3 million, the project-related financial requirements caused short-term financial liabilities to increase from € 6.8 million to € 21.7 million, and trade payables to increase from € 38.3 million to € 46.2 million.

Cash flow from operating activities is influenced by the previously mentioned settlement status in project business, and amounts to € -12.8 million (previous year: € -0.7 million) due to the increase in working capital requirements. Cash flow from investment activities of € -4.4 million results from the acquisition of UT&S as well as other smaller investments in tangible assets. Cash flow from financing activities increased from € 8.4 million the previous year to € 14.9 million. This caused net debt to increase from € 34.8 million as at December 31, 2006 to € 49.8 million.

Major risks in the second half of 2007

As an internationally represented and globally active company, CHRIST is exposed to a series of general and industry-specific risks. For the further positive business performance in the second half of 2007, CHRIST sees the major risks in the resources for the further growth steps and major projects, the quality of the service performed, continuation of the turnaround projects and integration of recently acquired/founded companies into current business activities as well as in exchange rate developments. The risk management system, which is constantly being further developed across the company, ensures that monitoring and control mechanisms are implemented in order to identify risks at an early stage and take corrective measures quickly. For detailed information about the major risks as well as the CHRIST risk management system, refer to the CHRIST Annual Report 2006.

Outlook

Based on the current orders as well as the continuing positive project activity in all CHRIST divisions, which led to the conclusion of significant orders at the start of the 3rd quarter, growth in volume and earnings is expected to continue. The restructuring successes in business units which have so far been negative as well as the improvement in the project mix have a positive effect on income. The ongoing heavy demand for sea water desalination projects can create a strong, growing business division in CHRIST through the winning of reference plants. The rise in working capital requirements in project business has not yet been adjusted as necessary, and will only change slowly in the coming months due to the project-specific payment modalities in selected major projects. All new projects show improved payment conditions. On the basis of the results for the first half of 2007 and the continuing dynamism in all business fields, the Management Board expects Group sales to exceed the € 250 million mark and EBIT to grow at a disproportionate rate to the rise in sales.

Consolidated Profit and Loss Account for the 1st half-year and 2nd quarter

in T€	1st half-year 2007	1st half-year 2006	2nd quarter 2007	2nd quarter 2006
	unaudited	unaudited	unaudited	unaudited
Sales	132,480.9	109,231.8	69,437.2	58,098.5
Other operating income	2,702.6	1,881.1	2,038.8	1,178.9
Changes in inventory of finished and unfinished goods	-436.6	30.8	-203.4	-53.6
Other capitalised labor, overheads and material	73.9	165.8	-5.1	61.4
Material and purchased services	-90,406.0	-75,749.3	-48,310.4	-40,767.8
Personnel costs	-27,653.4	-22,816.4	-14,341.6	-11,290.1
Depreciation	-1,581.7	-1,370.7	-816.1	-693.1
Other operating expenses	-11,129.4	-8,346.2	-6,051.5	-4,540.8
Result from operating activities	4,050.4	3,026.9	1,747.9	1,993.4
Financial income	1,997.7	548.2	1,521.3	-32.8
Financial expenses	-2,014.9	-1,195.8	-1,074.7	-795.4
Earnings before tax	4,033.2	2,379.3	2,194.5	1,165.2
Taxes on income	-1,228.8	-718.4	-677.0	-351.6
Net profit for the period	2,804.4	1,660.9	1,517.5	813.6
Thereof:				
To shareholders of the parent company	2,683.8	1,626.1	1,512.8	788.6
To minorities	120.5	34.8	4.8	25.0
Earnings per share, undiluted (in €)	0.15	0.09	0.08	0.04
Earnings per share, fully diluted* (in €)	0.15	0.09	0.08	0.04
Average number of shares issued	17,834,052	17,833,500	17,834,599	17,833,500

* 17,858,500 shares

Consolidated Balance Sheet June 30, 2007

Assets in € 1000s	As at 30.06.2007	As at 31.12.2006
	unaudited	audited
Goodwill	3,706.0	2,374.5
Other intangible assets	4,933.8	6,117.3
Tangible assets	27,995.6	25,161.4
Financial assets	2,666.4	2,498.2
Receivables from long-term orders	1,998.6	2,719.2
Interest bearing receivables	8,197.2	8,977.8
Other receivables from third parties	0.0	31.8
Deferred tax claims	6,990.6	7,310.5
Long-term assets	56,488.2	55,190.7
Inventories	9,878.1	9,201.2
Trade receivables	43,513.5	35,657.6
Receivables from long-term orders	63,149.6	43,174.1
Receivables from companies with which a participation is held	6.5	50.3
Income tax reimbursement claims	166.5	83.6
Interest bearing receivables	3,283.4	0.0
Other receivables from third parties	4,923.7	9,039.9
Liquid funds	12,196.7	15,009.8
Current assets	137,118.1	112,216.4
BALANCE SHEET TOTAL	193,606.3	167,407.1

Equity and liabilities in € 1000s	As at 30.06.2007	As at 31.12.2006
	unaudited	audited
Share capital	17,858.5	17,833.5
Capital reserves	4,791.5	4,600.0
Retained earnings	22,722.1	20,341.4
	45,372.1	42,774.9
Minority shares	662.4	436.8
Equity	46,034.6	43,211.7
Provisions for social overhead capital	1,349.1	993.2
Current tax liabilities	2,084.8	2,251.4
Other accruals	111.7	535.0
Interest-bearing financial liabilities	51,765.9	51,986.1
Trade liabilities	0.0	58.6
Long-term liabilities	55,311.6	55,824.3
Current tax liabilities	969.4	398.1
Other accruals	6,446.3	6,019.2
Interest-bearing financial liabilities	21,722.2	6,771.4
Trade liabilities	46,152.5	38,337.0
Liabilities to companies with which a participation is held	7.2	237.8
Other liabilities	16,962.5	16,607.6
Current liabilities	92,260.1	68,371.1
BALANCE SHEET TOTAL	193,606.3	167,407.1

Group Cash Flow for the 1st half-year

in € 1000s		1st half-year	1st half-year
		2007	2006
		unaudited	unaudited
	Liquid funds as of 1st January	15,009.8	18,620.1
+	CASH-FLOW from result	4,151.0	2,848.9
+	Changes in working capital	-16,982.1	-3,536.4
=	CASH-FLOW from operating activities	-12,831.1	-687.5
+	CASH FLOW from investment activities	-4,471.1	-2,868.0
+	CASH FLOW from financing activities	14,947.1	8,415.1
+	Other (currency changes etc.)	-458.1	-488.5
=	Liquid funds as of June 30th	12,196.7	22,991.2

Changes in Shareholders' Equity for the 1st half-year

in € 1000s	Share capital	Capital reserves	Other reserves	Amount	Minority shares	Total
As at 31.12.2006	17,833.5	4,600.0	20,341.5	42,775.0	436.8	43,211.7
Capital increase	25.0	191.5	0.0	216.5		216.5
Net profit for the period	0.0	0.0	2,683.8	2,683.8	120.5	2,804.4
Stock Option Plan	0.0	0.0	155.0	155.0	0.0	155.0
Currency translation	0.0	0.0	-458.3	-458.3	0.0	-458.3
Result for the entire period	25.0	191.5	2,380.6	2,597.1	120.5	2,717.7
Minority changes	0.0	0.0	0.0	0.0	105.1	105.1
As at 30.06.2007	17,858.5	4,791.5	22,722.1	45,372.1	662.4	46,034.5

in € 1000s	Share capital	Capital reserves	Other reserves	Amount	Minority shares	Total
As at 31.12.2005	17,833.5	4,600.0	18,305.6	40,739.1	445.9	41,185.0
Net profit for the period	0.0	0.0	1,626.1	1,626.1	34.8	1,660.9
Stock Option Plan	0.0	0.0	97.0	97.0	0.0	97.0
Currency translation	0.0	0.0	-488.5	-488.5	0.0	-488.5
Result for the entire period	0.0	0.0	1,234.6	1,234.6	34.8	1,269.4
Minority changes	0.0	0.0	0.0	0.0	-43.9	-43.9
As at 30.6.2006	17,833.5	4,600.0	19,540.2	41,973.7	436.8	42,410.5

Notes to the Interim Consolidated Financial Statements as at June 30, 2007

The present consolidated interim financial statements of CHRIST WATER TECHNOLOGY AG, headquartered in Austria, 5310 Mondsee, Walter-Simmer-Straße 4, were prepared in accordance with the principles of the International Financial Reporting Standards, as they are to be applied in the European Union (EU) – taking the regulations for interim financial statements (IAS 34) into consideration – under the supervision of the Management Board and released for publication by Management Board resolution on August 16, 2007.

The consolidated interim financial statements does not include all the information required of the consolidated annual financial statements. Therefore, the interim financial statements should be read in conjunction with the latest consolidated annual financial statements dated December 31, 2006, to which reference is made, particularly in relation to the use of the same accounting and valuation regulations.

The entire financial statements for the 2007 and 2006 financial years are prepared in € 1,000 (rounded in line with commercial rounding methods). When adding rounded amounts and percentages, the use of automated calculation aids may result in differences due to rounding.

In comparison with December 31, 2006, a further 4 companies have been added to the scope of consolidation, bringing the total to 38. The following companies were not yet contained in the in the consolidated financial statements of the CHRIST Group on the last balance sheet date:

UT&S Umwelttechnik & Service GmbH & Co KG, Germany (resin regeneration, plant construction for industrial waste water), Christ Beteiligungs GmbH, Germany (participation), Christ PLS International s.r.l., (marketing and project management for the Pharma & Life science division), Christ Water Technology Italy, s.r.l. (marketing and project management for the Ultrapure Water division, in particular the Power & Petrochem business unit); H2Oil & Gas Ltd., U.K. (water treatment for off-shore applications in the oil and gas industry).

By contrast, Innokom 2002 Kft, Hungary (operating company for waste sewage treatment systems) was deconsolidated by being sold to local municipalities.

January 1, 2007	34
First-time consolidation in reporting year	5
Merged during reporting year	0
Deconsolidated in reporting year	1
June 30, 2007	38

In general, the business performance of the CHRIST Group is not subject to any marked seasonal factors. The 4th quarter is normally somewhat stronger than the other quarters due to project billing at the end of the year.

In the wake of the conditional capital increase approved by the company's Annual General Meeting on May 24, 2006, five people have exercised their subscription rights. Therefore, 25,000 bearer shares were issued during the exercising of tranche 1 of the share option program to the 5 members of the Christ Water Technology AG Supervisory Board. Trading in the prime market of the Vienna Stock Exchange commenced on June 27, 2007. This means that the total number of deliverable shares of CHRIST WATER TECHNOLOGY AG has increased from 17,833,500 to 17,858,500. CHRIST WATER TECHNOLOGY AG has had a stock option program for members of the Supervisory Board, Management Board and key employees since 2006. For further information about this stock option program, please refer to the consolidated financial statements dated December 31, 2006. Exercised options in 2007: 25,000.

The Annual General Meeting of CHRIST WATER TECHNOLOGY AG on May 24, 2007, decided to carry forward the profit of € 1,081,222.29 from the 2006 financial year to the new financial year. There was no dividend paid last year either.

General explanations and fundamentals

Changes in the scope of consolidation

Seasonality of the business

Capital increase / stock options / dividend payments

Other operating income

Other operating income breaks down as follows:

in € 1000s (unaudited)	1st half-year	
	2007	2006
Income from disposal of tangible assets	51.4	16.4
Licensing revenues	315.3	399.5
Revenue from the writeback of provisions	167.2	213.0
Other	2,168.8	1,252.1
	2,702.6	1,881.1

Other income relates mainly to proceeds from the further settlement of administrative and other services. In the first half of 2007, other income included revenue of around € 900,000 from the settlement of engineering services for third parties.

Financial result

in € 1000s (unaudited)	1st half-year	
	2007	2006
Earnings from other securities	187.5	0.0
Other interest and similar income	1,810.2	548.2
Financial income	1,997.7	548.2
Interest and similar expenses	-2,014.9	-1,195.8
Financial expenses	-2,014.9	-1,195.8

Taxes on income

Taxes on earnings are comprised as follows:

in € 1000s (unaudited)	1st half-year	
	2007	2006
Corporation tax for the period	-779.4	-317.0
Late payments of corporation tax relating to prior years	-147.8	-27.8
Changes in deferred taxes	-301.6	-373.6
	-1,228.8	-718.4

Segment reporting

in € 1000s	1st half-year 2007					Total
	Pharma & Life Science	Ultrapure Water	Food & Beverage	Municipal Water Treatment	Elimination	
External sales	29,346.0	52,871.6	19,237.0	31,026.3	0.0	132,480.9
Internal sales	1,883.4	1,464.2	551.3	3,824.1	-7,723.1	0.0
Total	31,229.4	54,335.8	19,788.3	34,850.4	-7,723.1	132,480.9
Divisional earnings (EBIT)	1,079.1	1,822.7	270.5	878.1	0.0	4,050.4
Financial result						-17.3
Taxes on earnings						-1,228.8
Minority share						-120.5
Annual profit to be assigned to the shareholders of the parent company						2,683.8

in € 1000s	1st half-year 2006					
	Pharma & Life Science	Ultrapure Water	Food & Beverage	Municipal Water Treatment	Elimination	Total
External sales	22,524.5	52,531.1	11,437.2	22,739.0	0.0	109,231.8
Internal sales	2,514.5	873.6	548.6	1,212.2	-5,149.0	0.0
Total	25,039.0	53,404.7	11,985.8	23,951.2	-5,149.0	109,231.8
Divisional earnings (EBIT)	816.3	2,348.9	-640.5	502.2	0.0	3,026.9
Financial result						-647.6
Taxes on earnings						-718.4
Minority share						-34.8
Annual profit to be assigned to the shareholders of the parent company						1,626.1

In the first six months of the 2007 financial year, the CHRIST Group invested a total of T€ 1,733.6 (previous year: T€ 1,085.0) in tangible and intangible assets, and T€ 294.4 (previous year: T€ 1,518.0) in financial assets.

Fixed assets

For the acquisition of companies, there were outflows of T€ 3,406.8 (previous year: T€ 0.0).

Initial consolidation in € 1000s from Jan. 1, 2007 (unaudited)	UT&S GmbH & Co KG	Total
Long-term assets	3,160	3,160
Short-term assets	2,043	2,043
TOTAL ASSETS	5,203	5,203
Equity	3,256	3,256
Long-term liabilities	0	0
Short-term liabilities	1,947	1,947
TOTAL LIABILITIES	5,203	5,203
Acquired share in equity	-	3,256
Goodwill *)	-	844
Purchase price	-	4,100
Minus acquired liquid funds	-	693
Cash flow for the acquisition minus acquired liquid funds	-	3,407

*) Provisional values (IFRS 3.62)

Interest-bearing financial liabilities increased by T€ 14,730.6 in the first six months from T€ 58,757.5 to T€ 73,488.1. This is due to the increased demand for working capital which itself arose from the increased operating activities. The main source of finance was short-term bank lines.

Financing activities

Other liabilities and uncertain liabilities

For project business, the company has the following bidding, advance payment, service and performance sureties and bonds:

in € 1000s	June 30, 2007		Dec. 31, 2006	
	unaudited		audited	
Sureties and bank guarantees	72,252.0		58,469.0	
Total	72,252.0		58,469.0	

The sureties and guarantees include liabilities of T€ 499.2 (Dec. 31, 2006: T€ 504.0) of BWT Aktiengesellschaft for Group companies in the CHRIST Group, for which BWT AG accepted releases from liability on the part of CHRIST WATER TECHNOLOGY AG, Mondsee.

Derivative financial instruments

To optimize Group financing, the CHRIST Group has agreed the following derivatives:

Interest rate swap	Currency	June 30, 2007		Dec. 31, 2006	
		unaudited		audited	
		Nominal amount	Market value in € 1000s	Nominal amount	Market value in € 1000s
Interest rate swap 2005 - 2008	TEUR	0.0	0.0	3,000.0	62.5
Cross Currency Swap 2006 - 2011	TGBP	1,500.0	-150.0	1,500.0	-69.4
Cross Currency Swap 2006 - 2009	TCHF	3,000.0	79.6	3,000.0	76.1
Cross Currency Swap 2006 - 2011	TCHF	8,000.0	144.3	8,000.0	200.2
Cross Currency Swap 2006 - 2013	TCHF	3,000.0	24.6	3,000.0	80.0

Currency option contracts	Currency	June 30, 2007		Dec. 31, 2006	
		unaudited		audited	
		Nominal amount	Market value in € 1000s	Nominal amount	Market value in € 1000s
Sale call	TCHF	0.0	0.0	4,644.0	-8.0

Currency futures contracts	Currency	June 30, 2007		Dec. 31, 2006	
		unaudited		audited	
		Nominal amount	Market value in € 1000s	Nominal amount	Market value in € 1000s
Sale of SGD futures against EUR	TSGD	5,204.0	60.5	3,400.0	12.1
Sale of SGD futures against USD	TSGD	1,100.0	-4.1	1,100.0	-8.1
Sale of SGD futures against CHF	TSGD	2,130.0	-12.8	5,538.0	0.0
Sale of USD futures against EUR	TUSD	5,300.0	54.0	7,170.0	235.6
Sale of USD futures against CHF	TUSD	660.0	4.9	660.0	7.2
Purchase of USD futures against GBP	TUSD	750.0	-1.9	1,000.0	-22.6
Purchase of CHF futures against EUR	TCHF	0.0	0.0	2,000.0	-8.0
Purchase of GBP futures against EUR	TGBP	150.0	-0.3	0.0	0.0
Purchase of USD futures against EUR	TUSD	621.0	-4.6	0.0	0.0

Information about associated companies and persons

Due to the fact that important shareholders in CHRIST WATER TECHNOLOGY AG are also shareholders of BWT Aktiengesellschaft, which is also listed on the Vienna stock exchange, trade relationships between the CHRIST Group and the BWT Group are to be regarded as transactions with associated companies.

In the first 6 months of 2007, companies in the CHRIST Group supplied companies in the BWT Group with materials to the value of T€ 1,357.0 (previous year: T€ 1,169.6) and services worth T€ 375.8 (previous year: T€ 323.5). Conversely, the deliveries and services provided by the BWT Group to the CHRIST Group amounted to T€ 6,334.5 (previous year: T€ 5,951.5) during the same period. Of this figure, T€ 5,281.7 related to Christ Aqua Ecolife AG deliveries for the CHRIST Group.

On the interim financial statements dated June 30, 2007, the CHRIST Group is due T€ 483.9 (previous year: T€ 457.3) from the BWT Group with liabilities of T€ 3,113.9 (previous year: T€ 3,159.1).

Andreas Weißenbacher, Chairman of the BWT Management Board, is a Managing Director of Aqua Engineering GmbH which belongs to the CHRIST Group and Gerhard Speigner, Member of the BWT Management Board, is a Managing Director of CWT Financial Services GmbH.

Important events after June 30, 2007

Together with a local partner which acts as leader of the consortium of the Sharjah Electricity and Water Authority (UAE), CHRIST Group company Aqua Engineering GmbH, Mondsee, has received an order to plan and construct a turnkey large technical sea water desalination plant with a total value of USD 121 million. The share for Aqua Engineering for the entire process plant, which will transform 91,000 m³ sea water into drinking water per day using the reverse osmosis membrane process, comes to around USD 84 million (roughly € 61.5 million).

CHRIST plans to expand its Pharma, Life Science and biotechnology business, and is in the advanced state of negotiations concerning the acquisition of a majority share in the Zeta Group, headquartered in Tobelbad near Graz, Austria. The Zeta Group has a workforce of around 240 and annual revenues of around € 40 million. It is a renowned supplier of process plants and products for the biopharmaceutical industry. The Management Board expects to conclude the negotiations within the coming weeks if everything runs smoothly.

Mandatory information about waiving an inspection by an auditor

The consolidated interim financial statements dated June 30, 2007, have not undergone a complete audit or been inspected by an auditor.

Declaration of the Management Board pursuant to Article 87 of the Stock Exchange Act

The Management Board members who have signed below declare that, to the best of their knowledge, the present interim financial statements, prepared in accordance with the International Financial Reporting Standards (IFRS), in particular IAS 34 (Interim Reporting), offer as accurate an image as possible of the assets, financial and earnings position of the CHRIST Group.

Mondsee, August 2007

The Management Board



Karl-Michael Millauer
Chief Executive Officer



Harald Wegscheider
Chief Financial Officer



Malek Salamor
Chief Technical Officer

Other information

Financial Calendar 2007

Report third quarter 2007

November 23rd, 2007

CHRIST – World Class Water Technologies

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