

Income statement of the Audi Group

for the 2005 financial year

EUR '000	Notes	2005	2004
Revenue	1	26,590,603	24,505,864
Cost of sales	2	23,428,829	21,989,159*
Gross profit		3,161,774	2,516,705*
Distribution costs	3	1,876,600	1,754,315*
Administrative expenses	4	240,062	241,914*
Other operating income	5	790,118	948,501
Other operating expenses	6	417,753	231,292
Profit from operating activities		1,417,477	1,237,685*
Result from investments accounted for using the equity method	7	- 12,407	+ 20,672
Finance cost	8		
Interest expense		126,372	78,206
Interest on provisions		123,983	117,984
Other financial results	9	+ 155,286	+ 81,183
Financial result		- 107,476	- 94,335
Profit before tax		1,310,001	1,143,350*
Income tax expense	10	485,868	272,229*
Profit after tax		824,133	871,121*
Minority interests	11	-	2,264
Interests of AUDI AG shareholders		824,133	868,857*
Appropriation of profits			
Profit transfer to Volkswagen AG	12	462,000	405,000
Transfer to retained earnings		362,133	463,857*

EUR		2005	2004
Earnings per share	13	19.17	20.21*
Diluted earnings per share	13	19.17	20.21*

* Adjusted in the context of the retrospective application of changes to IAS 19 "Employee Benefits".

Balance sheet of the Audi Group

at December 31, 2005

ASSETS EUR '000	Notes	Dec. 31, 2005	Dec. 31, 2004
NON-CURRENT ASSETS		8,596,613	8,970,805*
Fixed assets			
Intangible assets	14	2,685,159	2,759,332
Property, plant and equipment	15	5,220,960	5,366,040
Investment property	16	9,805	9,868
Investments accounted for using the equity method		120,700	134,996
Other long-term investments	17	105,802	160,224
Deferred tax assets	18	402,923	458,945*
Other receivables and other financial assets	19	51,264	81,400
CURRENT ASSETS		7,515,473	5,933,600
Inventories	20	2,041,837	1,831,613
Trade receivables	21	1,497,703	1,393,050
Effective income tax assets	22	2,397	922
Other receivables and other financial assets	19	384,432	528,246
Assets held for sale	23	25,586	–
Securities	24	458,542	420,558
Cash and cash equivalents	25	3,104,976	1,759,211
		16,112,086	14,904,405*

EQUITY AND LIABILITIES EUR '000	Notes	Dec. 31, 2005	Dec. 31, 2004
EQUITY		6,104,250	5,827,812*
Issued capital	26	110,080	110,080
Capital reserve	26	251,730	56,730
Retained earnings	26	5,742,440	5,656,945*
Minority interests	27	–	4,057
LIABILITIES		10,007,836	9,076,593*
Non-current liabilities		4,201,887	4,291,056*
Financial liabilities	28	15,568	15,281
Deferred tax liabilities	29	51,996	511,275
Other liabilities	30	80,801	126,510
Defined benefit liabilities	31	2,179,618	1,820,042*
Effective income tax obligations	32	426,360	628,834
Other provisions	33	1,447,544	1,189,114
Current liabilities		5,805,949	4,785,537
Financial liabilities	28	164,895	148,239
Trade payables	34	2,149,818	2,074,061
Effective income tax obligations	32	348,047	127,923
Other liabilities	30	1,614,688	1,038,025
Other provisions	33	1,508,123	1,397,289
Liabilities held for sale	23	20,378	–
		16,112,086	14,904,405*

* Adjusted in the context of the retrospective application of changes to IAS 19 "Employee Benefits".

Cash flow statement of the Audi Group

from January 1 to December 31, 2005

EUR '000	2005	2004
Profit before profit transfer and taxation	1,310,001	1,143,349*
Income tax payments	- 691,587	- 321,550
Amortisation of development expenditure recognised as an intangible asset	583,384	461,361
Depreciation of and write-ups on property, plant and equipment and amortisation of intangible assets	1,281,862	1,388,884
Impairment losses on long-term investments	46,000	2,104
Depreciation of investment property	140	162
Result from asset disposals	24,985	14,928
Result from accounting using the equity method	29,265	- 13,107
Change in provisions (excluding tax provisions)	423,895	93,551*
Change in inventories	- 204,461	- 23,033
Change in receivables	- 34,663	- 16,689
Change in liabilities	457,082	- 14,889
Other non-cash expenses / income	25,666	- 25,264
Cash flow from operating activities	3,251,569	2,689,807
Additions for development expenditure recognised as an intangible asset	- 543,239	- 652,033
Investments in property, plant and equipment and in intangible assets	- 1,161,355	- 1,355,043
Acquisition of affiliated companies and participating interests	- 10,819	- 52,889
Change in securities	- 42,772	112,832
Loans advanced	- 33	- 101
Investments in investment property	- 461	- 44
Cash inflows arising from asset disposals	47,061	19,146
Cash flow from investing activities	- 1,711,618	- 1,928,132
Capital contributions	195,000	-
Transfer and distribution of profit (of which to Volkswagen AG: EUR 405 million (previous year EUR 160 million))	- 407,304	- 162,441
Change in financial liabilities and in credit extended	11,192	- 42,627
Lease payments	- 2,344	- 4,802
Cash flow from financing activities	- 203,456	- 209,870
Effect of changes to the group	5,109	-
Effect of foreign exchange-rate changes	4,161	- 113
Change in cash and cash equivalents	1,345,765	551,692
Cash and cash equivalents at start of period	1,759,211	1,207,519
Cash and cash equivalents at end of period	3,104,976	1,759,211

* Adjusted in the context of the retrospective application of changes to IAS 19 "Employee Benefits".

EUR '000	2005	2004
Cash and cash equivalents	3,104,976	1,759,211
Securities and credit extended	474,368	437,236
Gross liquidity	3,579,344	2,196,447
Credit outstanding	- 187,854	- 163,519
Net liquidity	3,391,490	2,032,928

Statement of changes in equity of the Audi Group

for the 2005 financial year

EUR '000	2005	2004
Securities available for sale		
Fair value changes recognised directly in equity	26,496	-
Income and expense recognised from the sale of securities	- 31,283	-
Cash flow hedges		
Fair value changes recognised directly in equity	- 198,851	41,449
Income and expense recognised from the settlement of cash flow hedges	14,508	- 50,481
Currency translation differences	35,863	- 14,844
Tax items credited directly to equity	193,709	62,873
Actuarial losses on defined benefit obligations	- 321,793	- 156,519
Income and expense recognised directly in equity	- 281,351	- 117,522
Profit after tax	824,133	871,121
Total expense and income recognised in the financial year	542,782	753,599
Allocable to the shareholders of AUDI AG	542,782	751,335
Allocable to other shareholders	-	2,264