ALPHAFORM

Aktiengesellschaft

2nd Quarter

2008

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Alphaform holds its own in second quarter of 2008

The key figures for the second quarter of the 2008 financial year are as follows:

- Revenues in the second quarter of 2008 increased by 7.7% from €5,104,000 to €5,495,000 compared with the second quarter of 2007. For the period 1 January through 30 June, revenues increased by 5.1% from €10,242,000 to €10,769,000.

- The Group's booked business as of 30 June 2008 amounted to €1.4 million (€1.7 million as of 30 June in the previous year)

- EBITDA was down 42.8% year-on-year in Q2 2008 from €880,000 to €503,000. In the first half year, EBITDA fell from €1,550,000 to €1,075,000 or 30.6%.

- Consolidated net income after interest and taxes declined in Q2 2008 by €254,000 to €275,000 in comparison to €529,000 in Q2 2007. In the period 1 January through 30 June, consolidated net income fell from €911,000 to €602,000.

- Cash flow from operating activities in the first six months of the 2008 financial year amounted to €-665,000 – higher revenues resulted in higher receivables with a simultaneous reduction in liabilities – compared with a small positive cash flow of €36,000 in the first six months of the 2007 financial year.

- The number of employees as of 30 June 2008 in full time equivalents is 146 (131 as of 30 June in the previous year).

Key figures of the Alphaform Group

T€, exept employees and earnings per share	Quarter 2			1 January - 30 June		
	2008	2007	Change in %	2008	2007	Change in %
Continuing Operations:						
Revenue	5.495	5.104	7,7	10.769	10.242	5,1
EBITDA	503	880	-42,8	1.075	1.550	-30,6
Operating result	137	490	-72,0	344	778	-55,8
Result from continuing operations after tax	**273**	**511**	**-46,6**	**600**	**893**	**-32,8**
Result from discontinuing operations	**2**	**18**	**-88,9**	**2**	**18**	**-88,9**
Total result	**275**	**529**	**-48,0**	**602**	**911**	**-33,9**
Earnings per share from continuing operations	0,05	0,10	-50,0	0,11	0,17	-35,3
Earnings per share from discontinuing operations	0,00	0,00	0,0	0,00	0,00	0,0
Earning per share	0,05	0,10	-50,0	0,11	0,17	-35,3
Equity as of June, 30 (2006 as of Dec, 31)				20.474	20.652	-0,9
Total assets as of June, 30 (2006 as of Dec, 31)				23.276	24.271	-4,1
Equity ratio (percent)				88,0	85,1	3,4
Cash and cash equivalents and securities as of June, 30 (2006 as of Dec, 31)				9.533	11.878	-19,7
Group employees as of June, 30				146	131	11,5

Interim Group Management Report

Company development/sector overview

The main features of the 2008 financial year up to now have been two conflicting effects:

- on the one hand, demand from our Formula 1 customers up to now has been lower than last year. This is due to uncertainties surrounding future changes to FIA regulations and thus more restrictive awarding of contracts to the supply industry.
- on the other hand, there has been an improvement in terms of market penetration with some of our other business lines. This has more than compensated for the decline in the Formula 1 business.

The process technologies plastic sintering and metal coating, the latter developed by Alphaform, have played an important role in this development. New fields of application in the product development of our customers have thus been opened up which previously have been solved mainly by tool-related laminate products. In addition, we have further expanded our capabilities with regard to modelling, in particular with CAD and HSC 5-axle tool construction technology. In the first five months of the financial year, a disproportionately high level of external start-up support was required in this division and this was a further factor in the material quota of our activities.

Labour-intensive activities, especially in vacuum moulding, RIM (reaction injection moulding), stereo-lithography and surface treatment technologies, were rigorously expanded with our East European partners and this has further increased our proportion of merchandise held for resale.

Another feature of the first half year was the new direction of the company. After conclusion of the strategic planning and its approval by the Supervisory Board, we started to implement the changes from the start of May. Our intention was to position Alphaform in the long term as an important industrial partner in the tool-free manufacture of end products and as a rapid manufacturing service provider. The aerospace and medical technology industries and therefore metal-processing technologies play a particularly important role in this. A dual strategy was pursued in order to be able to occupy these markets quickly: Buy and Build is expected to bring about quicker access to the market and applications, while our own skills in metalworking will be expanded and build up at the same time.

In this way we intend to transform Alphaform into a company of significantly greater stature in the next few years. In order to deliver long-term shareholder value, Alphaform must be able to generate revenues and earnings several times greater than today's levels.

Net assets, financial position and results of operations

Revenue development and order situation

Consolidated revenues were up 5.1% year-on-year to €10,769,000 from a previous figure of €10,242,000 in the first half year of 2007. A direct quarterly comparison reveals a somewhat higher increase in revenues, by 7.7% from €5,104,000 to €5,495,000.

Booked business amounted to €1.4 million at the end of the second quarter. The order backlog thus fell by 17.6% year-on-year (€1.7 million as of 30 June 2007).

Cost of materials and gross profit

In the first six months of 2008, the gross profit generated of 65.1% was 4.3 percentage points lower than the 69.4% generated in the same period of 2007. Despite substantially higher revenues in Q2 2008, the gross profit margin fell from 73.0% in 2007 to 63.5% in 2008.

The cost of materials rose year-on-year by €697,000 to €4,173,000 for the first six months of 2008 compared with €3,276,000 in 2007. The main reasons for this rise are the increase in services contracted from our East European partners, the expansion of Alphaform's materials-intensive core business and disproportionately high external contract awards with regard to modelling.

Earnings situation

Year-on-year earnings for the Alphaform Group in the first six months of 2008 were not quite up to those of the same period of the previous year. Earnings as of 30 June 2008 fell by €309,000 to a profit of €602,000 compared with €911,000 as of 30 June 2007. Earnings for Q2 are characterized by the substantial decline in Formula 1 business, but still achieved a profit of €275,000 (previous year: profit of €529,000).

Personnel expenses

Personnel expenses in the first half year 2008 increased year-on-year by €224,000. This is a rise of 6.8%. Personnel expenses in Q2 increased by €149,000 compared with €1,658,00 in the same quarter of the previous year and equalled €1,807,000.

Depreciation and amortisation expenses

The amount of depreciation changed little in the first six months of 2008 in comparison with the same period of the previous year. Depreciation was €731,000 in the first half year of 2008 and thus somewhat lower than the figure of €772,000 from 2007. The same applies for the second quarter. Here, depreciation of €366,000 was slightly less than the depreciation of €390,000 in the same period of the previous year.

Other operating expenses

Other operating expenses for the first six months of 2008 were €153,000 higher year-on-year at €2,417,000 versus a previous figure of €2,264,000. The main causes for this are exchange rate losses resulting from the further weakening of the GBP totalling approximately €50,000, approximately €50,000 higher expenses for temporary labour and increased expenses for freight, insurance, waste disposal and vehicle costs.

Financing and cash flow

The consolidated cash flow statement shows the origin and use of the cash flow in the first six months of the 2008 and 2007 financial years. Distinction is made between net cash from operating activities and net cash used in investing and financing activities.

Cash flow from operating activities during the period January through June 2008 showed a substantial decline year-on-year at €-665,000 versus a previous year's cash flow figure of €36,000. Receivables increased by €398,000 due to the strong revenues situation at the end of Q2 2008. At the same time, an increased amount of liabilities from raw material supplies fell due at the end of Q2 which led to decreased cash flow.

Cash outflows from investing activity increased from €408,000 during the period from January through June 2007 to €838,000 in the same period for 2008 and shows the expansion of Alphaform's investing activity in up-to-date technical facilities.

Financing activity resulted in a net cash outflow of €843,000 in the first six months of 2008 (previous year: cash outflow of €94,000). The main cause of this is the dividend of €797,000 paid for the first time in June 2008.

Cash and cash equivalents and current financial assets declined by €633,000 year-on-year. As of the 30 June 2008 statement date, this total was €9,532,000 as against €10,165,000 for the prior period ending 30 June 2007.

Balance sheet

Total assets were down by almost €1,000,000 as of 30 June 2008 to €23,276,000 as against €24,271,000 for the period ending 31 December 2007. However, the equity ratio increased to 88.0% as of 30 June 2008, as compared to 85.1% on 31 December 2007.

Employees

Our organisation's workforce numbered 146 employees as of 30 June 2008. This represents an 11.5% year-on-year increase. The Alphaform Group currently employs a total of 6 trainees.

The employee structure as of 30 June 2008 and 30 June 2007 was as follows:

	30 June		
	2008	2007	Change in %
Alphaform AG	93	84	10,7
Alphaform-Projekt GmbH	0	0	0,0
Alphaform-Claho GmbH	32	27	18,5
Alphaform RPI Oy, Finnland	15	15	0,0
Alphaform Ltd., UK	6	5	20,0
Employees Group	**146**	**131**	**11,5**

Risk report and outlook

The Alphaform Group continues to generate a significant proportion of its revenues through project orders from the automotive industry. This industry in particular is characterised by difficult market prospects for suppliers, increasingly aggressive price competition, stricter development budgets and shorter project deadlines from automotive manufacturers. In addition, the development landscape of the automotive industry as a whole is changing. As it is not always possible for us to predict these developments, they therefore pose a significant risk for the utilisation of our capacities and hence for our earnings. Other risk-related information, including the changes in the Formula 1 business which occurred in the first six months of 2008, were described in detail the 2007 management report. Please refer also to the risk report section of the 2007 annual report.

Outlook

Since May 2008, Alphaform has been undergoing a period of implementation for the realignment of future business activities. We refer at this point to the publications for the Munich Capital Markets Conference on 6/7 May 2008 and for the Annual General Meeting on 17 June 2008. Corresponding entries are available for download on our website in the Investor Relations section under News and Annual General Meeting 2008. We are currently pushing ahead quickly with the implementation of the strategy programme and we anticipate important decisions in the second half of the year, which we will report on when they happen.

Business development at the start of Q3 has been pleasing and we are confident that we can make good to a large extent the losses from the Formula 1 activities as 2008 progresses.

The level of orders received is still above that of the previous year and at the moment there is no noticeable economic slowdown in our area of business. Due to the expansion of capacity in the area of HSC milling (metal and plastics) and also in laser sintering, we still expect a year-on-year increase in overall revenues for the year and this does not include inorganic growth.

Management declaration of accuracy

"To the best of our knowledge, and in accordance with the applicable principles for interim financial reporting, the consolidated interim financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the group, and the interim group management report includes a fair review of the development and performance of the business and the position of the group, together with a description of the principal opportunities and risks associated with the expected development of the group in the remainder of the financial year."

Feldkirchen, 6 August 2008

Alphaform AG

The Management Board

Consolidated income statement

In T€, with the exception of earnings per share and number of shares	Quarter 2		1 January - 30 June	
	2008	2007	2008	2007
CONTINUING OPERATIONS				
Revenues	5.495	5.104	10.769	10.242
Changes in inventories	88	-25	217	-69
Own work capitalised	0	0	6	0
Other operating income	139	278	193	413
Cost of materials	-2.235	-1.629	-4.173	-3.476
Gross profit	**3.487**	**3.728**	**7.012**	**7.110**
Personnel expenses	-1.807	-1.658	-3.520	-3.296
Depreciation and amortisation costs and other write-offs	-366	-390	-731	-772
Other operating expenses	-1.177	-1.190	-2.417	-2.264
Operating result	**137**	**490**	**344**	**778**
Other interest and similar income	138	24	261	123
Write offs of financial assets and marketable securities	0	0	0	0
Interest and similar expenses	-1	-2	-3	-7
Result from continuing operations before tax	**274**	**512**	**602**	**894**
Taxes on income	0	0	-1	0
Deferred taxes	0	0	0	0
Other taxes	-1	-1	-1	-1
Result from continuing operations after tax	**273**	**511**	**600**	**893**
DISCONTINUED OPERATIONS				
profit/loss from discontinuing operations	2	18	2	18
loss on disposal	0	0	0	0
Net result	**275**	**529**	**602**	**911**
Earnings per share				
profit/loss per share from continuing operations	0,05	0,10	0,11	0,17
profit/loss per share from discontinuing operations	0,00	0,00	0,00	0,00
Earnings per share	0,05	0,10	0,11	0,17
Weighted average number of shares outstanding	5.318.209	5.318.209	5.318.209	5.318.209

Consolidated balance sheet

T€	30 June	31 December
Assets	**2008**	**2007**
Cash and cash Equivalents	3.305	9.878
Short-term investments	6.227	2.000
Trade accounts receivable	4.138	3.246
Inventories	3.289	2.727
Deferred tax assets	620	620
Other current assets	577	680
Total current assets	18.156	19.151
Property and equipment, net	4.385	4.366
Goodwill, net	644	644
Other non-current assets	28	47
Total noncurrent assets	5.057	5.057
Assets held for sale and discontinued operations	63	63
Total Assets	**23.276**	**24.271**

T€	30 June	31 December
Liabilities and shareholders' equity	**2008**	**2007**
Common stock, € 1 par value	5.318	5.318
Additional paid-in capital	11.325	11.325
Accumulated other comprehensive loss	44	27
Accumulated deficit	3.787	3.982
Total shareholders' equity	20.474	20.652
Liabilities		
Noncurrent liabilities		
Noncurrent finance lease obligations	0	0
Bank loans	0	0
Current liabilities		
Current finance lease obligations	10	56
Liabilities	1.452	1.785
Other provisions/ liabilities	1.310	1.747
Provisions and liabilities directly relating to assets held for sale and discontinuing operations	30	31
Total liabilities	2.802	3.619
Total liabilities and shareholders' equity	**23.276**	**24.271**

2007 and 2008: 5,318,209 shares per €1 par value
2007 and 2008 authorised capital stock €2,659,104
2007 and 2008 conditional capital € 531,820

Consolidated cash flow statement

	1 January - 30 June	
T€	2008	2007
Result from continuing operations after taxes	600	893
Adjustments reconcile net profit/loss to net cash from/used in operating activities		
Depreciation of proberty, plant and equipment	732	772
Gains on short-term investments	0	0
Sale of proberty, plant and equipment at residual value	105	0
Currency translation differences	19	0
Bad debt allowances	-63	0
Changes in operating assets and liabilities:		
Trade receivables	-829	-431
Inventories	-562	-547
Other current assets	103	-145
Liabilities	-333	-85
Other provisions and liabilities	-438	-421
Net cash from operating activities	**-665**	**36**
Net cash from operating activities (discontinued operations)	0	0
Net cash from operating activities (total)	**-665**	**36**
Acquisition of current financial assets	0	0
Acquisition of property, plant and equipment, excl. finance leases	-995	-423
Proceeds from the sale of proberty, plant and equipment, excl. finance leases	138	0
Proceeds from principal payments on loans	0	0
Expenses for other loans	19	15
Net cash used in investing activities	**-838**	**-408**
Principal payments on bank loans	0	0
Principals payments under finance leases	-46	-94
Dividends paid	-797	0
Net cash used in financing activities	**-843**	**-94**
Net reduction in cash and cash equivalents	-2.346	-466
Cash, cash equivalents and short term investments at beginning of period	11.878	10.631
Gains on short-term investments	0	0
Cash and cash equivalents includung short-term investments at the end of the period	**9.532**	**10.165**
Additional cash flow statement disclosures		
Cash paid for interest	3	9
Non-cash transactions:		
Proberty, plant and equipment acquired under finance leases	0	0
Unrealised gains/losses on the revaluation of securities	150	135

Consolidated statement of changes in shareholders' equity

All figures in € thousand exept number of shares	Common Stock: Number of shares	Common Stock: Amount	Additional paid-in-capital	Accumulated other comprehensive income	Accumulated profit/deficit	Total shareholders´ equity	Total result
IAS/IFRS shareholders´equity as of December 31, 2006	**5.318.209**	**5.318**	**31.675**	**1**	**(18.583)**	**18.411**	**2.167**
Result from continuing operations					893	893	893
Result from discontinuing operations					18	18	18
Foreign currency translation							
IAS/IFRS shareholders´equity as of June 30, 2007	**5.318.209**	**5.318**	**31.675**	**1**	**(17.672)**	**19.322**	**911**
IAS/IFRS shareholders´equity as of December 31, 2007	**5.318.209**	**5.318**	**11.325**	**27**	**3.982**	**20.652**	**2.241**
Result from continuing operations					600	600	600
Result from discontinuing operations					2	2	2
Dividends paid					(797)	(797)	(797)
Foreign currency translation				17		17	17
IAS/IFRS shareholders´equity as of June 30, 2008	**5.318.209**	**5.318**	**11.325**	**44**	**3.787**	**20.474**	**(178)**

Notes to the consolidated financial statements (abridged)

These consolidated interim financial statements were produced in accordance with International Financial Reporting Standards (IFRS) and IAS 34 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB), London, in conjunction with the interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC). They were not audited as per § 317 HGB or by an independent auditor.

Basis of consolidation

The consolidated financial statements include Alphaform AG and all of its consolidated subsidiaries. There was no change in the group of consolidated companies in the first six months of 2008 with respect to the status as of 31 December 2007.

As of 30 June, the Company held a 100% stake in the following subsidiaries:

- Alphaform-Claho GmbH, Garmisch-Patenkirchen 100%
- Alphaform Ltd., Newbury, UK 100%
- Alphaform-Projekt GmbH, Feldkirchen 100%
- Alphaform RPI Oy, Rusko, Finland 100%

Fundamental accounting policies

The interim financial statements are prepared in accordance with the same accounting policies as the consolidated financial statements for the year ended 31 December 2007.

The recommendations of Deutsche Börse on interim financial reporting by companies listed in the Prime Standard also apply.

The same principles of consolidation were applied in producing this half-year interim report and in calculating year-on-year differences as for the 2007 consolidated financial statements.

Segment reporting

A business segment is a distinguishable component of a group that is engaged in providing products or services and that is subject to risks and returns that are different from those of other business segments.

Segment information is provided on the Group's business and geographical segments. The basis for the primary segment-reporting format is the Group's management structure and its internal financial reporting system. Segment results contain elements that can either be directly attributed to an individual segment or reasonably distributed among different segments.

The Group primarily consists of the following two geographical segments:

Central Europe

The Central Europe region comprises the companies Alphaform AG, Feldkirchen, Alphaform-Claho GmbH, Garmisch-Partenkirchen and Alphaform-Projekt GmbH, Feldkirchen.

North Europe

The North Europe business segment comprises Alphaform RPI Oy, Finland, and Alphaform Ltd, United Kingdom.

Business segments

The revenues in our business segments relate to the generative 3-D layering (rapid prototyping) and CNC milling shaping (rapid tooling) technologies and subsequent injection moulding. Segment revenue information is presented on the basis of the domicile of the respective customer.

T€	Central Europe 2008	North Europe 2008	Not allocated 2008	Group 2008
CONTINUING OPERATIONS				
External revenues	9.031	1.738	0	10.769
Revenues with other segments	202	106	-308	0
Revenues	**9.233**	**1.844**	**-308**	**10.769**
Segment earnings	**304**	**41**	**-1**	**344**
Interest income	273	2	-14	261
Interest expense	-1	-16	14	-3
Other expenses, net	0	0	0	0
Profit/loss from continuing operations before taxes	**576**	**27**	**-1**	**602**
Income taxes	-3	1	0	-2
Profit/loss from continuing operations after taxes	**573**	**28**	**-1**	**600**
DISCONTINUING OPERATIONS	0	0	2	2
Net result for the period	**573**	**28**	**1**	**602**

T€	Central Europe 2007	North Europe 2007	Not allocated 2007	Group 2007
CONTINUING OPERATIONS				
External revenues	8.255	1.987	0	10.242
Revenues with other segments	766	212	-978	0
Revenues	**9.021**	**2.199**	**-978**	**10.242**
Segment earnings	**629**	**150**	**-1**	**778**
Interest income	152	3	-32	123
Interest expense	-5	-35	33	-7
Other expenses, net	0	0	0	0
Profit/loss from continuing operations before taxes	**776**	**118**	**0**	**894**
Income taxes	-1	0	0	-1
Profit/loss from continuing operations after taxes	**775**	**118**	**0**	**893**
DISCONTINUING OPERATIONS	18	0	0	18
Net result for the period	**793**	**118**	**0**	**911**

The following table shows the geographical distribution of revenues:

Consolidated revenues:

	Rapid Prototyping		Rapid Tooling		not allocated		Total	
T€	2008	2007	2008	2007	2008	2007	2008	2007
Germany	6.509	5.744	1.013	1.134	0	0	7.522	6.878
Finland	725	734	105	160	0	0	830	894
UK	992	1.103	0	0	0	0	992	1.103
Rest of Europe	1.103	1.114	157	140	0	0	1.260	1.254
Rest of World	157	110	8	3	0	0	165	113
Total	**9.486**	**8.805**	**1.283**	**1.437**	**0**	**0**	**10.769**	**10.242**

Stock option plans

Stock option plan 2000

By way of a resolution dated 8 June 2000, the Annual General Meeting of Alphaform AG authorised the Management Board and the Supervisory Board to issue stock options under the 2000 stock option plan, the main features of which were resolved by the Annual General Meeting. The Annual General Meeting also authorised the Management Board to determine the remaining details relating to the grant of the options and the terms of exercise, subject to the approval of the Supervisory Board. Furthermore, the Annual General Meeting authorised the Management Board, with the approval of the Supervisory Board, to adjust the terms and conditions of the stock options if changes in circumstances or legislation mean that the current terms and conditions are no longer practicable. The new terms and conditions must be as close to the current version as possible.

The Management Board of Alphaform AG may grant stock options to the Company's employees and the executives and employees of its subsidiaries within the meaning of section 15 of the German Stock Corporation Act, and the Supervisory Board of Alphaform AG may grant stock options to the members of the Management Board, within defined periods of no less than three years in each case. A total of up to 10% of issued capital may be issued in the form of stock options. For this purpose, contingent capital in the amount of €359,000 was created by the Annual General Meeting held on 8 June 2000.

The options granted are divided into two tranches. The exercise price for the first tranche amounts to 120% of the market price of the shares on the grant date, while the exercise price for the second tranche amounts to 140% of the market price on the grant date. Options from the first and second tranches may not be exercised for at least two and four years respectively. The options may only be exercised if the market price of the shares has risen by at least 20% or 40% as against the market price of the shares on the grant date of the first or second tranche respectively. All options expire six years after the respective grant date.

By resolution of the Annual General Meeting on 25 May 2001, the terms of the 2000 stock option plan were amended in two aspects relating to the future grant of options under the 2000 stock option plan:

The price of options issued following the entry of the amendment resolution in the commercial register is calculated on the basis of the average closing price of Alphaform's shares in XETRA trading on the Neuer Markt of Deutsche Börse AG during the last 30 trading days prior to the grant date of the subscription rights. For the first half of the options, the price to be paid on exercise is 120% of the average closing price of Alphaform's shares during the reference period. For the second half of the options, the price to be paid on exercise is 140% of the average closing price of Alphaform's shares during the reference period.

In addition, the Annual General Meeting on 25 May 2001 resolved to extend the stock option plan dated 8 June 2000 so that, if options cannot be exercised or expire indefinitely or if the beneficiaries have waived their option rights in writing to the Company, the same number of new options may be issued in place of the old options to the group for which they were originally intended.

Stock option plan 2001

The Annual General Meeting of Alphaform AG held on 25 May 2001 authorised the Management Board and the Supervisory Board to issue options under the 2001 stock option plan, the main features of which were resolved by the Annual General Meeting. The Annual General Meeting also authorised the Management Board to determine the remaining details relating to the grant of the options and the terms of exercise, subject to the approval of the Supervisory Board. Furthermore, the Annual General Meeting authorised the Management Board, with the approval of the Supervisory Board, to adjust the terms and conditions of the stock options if changes in circumstances or legislation mean that the current terms and conditions are no longer practicable. The new terms and conditions must be as close to the current version as possible.

The Management Board of Alphaform AG may grant a total of up to 34.500 stock options to the Company's employees and the executives and employees of its subsidiaries within the meaning of section 15 of the German Stock Corporation Act, and the Supervisory Board of Alphaform AG may grant the Management Board up to 138,000 stock options.

The conditions in accordance with which the options under the 2001 stock option plan may be exercised are the same as those for the 2000 stock option plan following the amendments resolved by the Annual General Meeting on 25 May 2001.

A total of up to 10% of the Company's issued capital may be issued in the form of stock options under the 2000 and 2001 stock option plans. Contingent capital totalling €531,820 was created for this purpose. No options were granted under the 2001 stock option plan until 2003. All options issued in financial year 2001 were granted under the 2000 stock option plan. In 2003, an additional 138,000 options were granted under the 2001 stock option plan.

The Annual General Meeting held on 30 May 2003 resolved a modification to the existing 2000 and 2001 stock option plans. As a result, the Company was able to create a new method of fulfilling present and future subscription rights subject to the consent of the respective beneficiaries.

Instead of issuing shares against the payment of the exercise prices stipulated under the terms of the respective stock option plans, this modification entitles the Company to issue a smaller number of shares in exchange for the payment of the lowest issue price of €1.00. This gives the Company a greater degree of flexibility in the fulfilment of subscription rights.

	2008		2007	
	Options outstanding	Exercise price per share in €	Options outstanding	Exercise price per share in €
Outstanding on 1 January	0	0.00	2,000	3.44
Granted	0	0	0	0
Cancelled	0	0	0	0
Forfeited	0	0	0	0
Exercised	0	0	0	0
Outstanding on 30 June	0	0.00	2,000	3.44

Outstanding options				
Exercises prices in €	Options outstanding	Weighted average remaining contractual life in years	Weighted average exercise price in €	Options which can be exercised (time-based)
2.20	-	-	-	-
3.44	-	-	-	-
17.00	-	-	-	-
Total	**-**	**-**	**-**	**-**

Related parties

There were no changes in the makeup of the Management and Supervisory Boards in Q2 2008.

The table below provides a breakdown of Management and Supervisory Board member shareholdings as of 30 June 2008:

	Position	Stock options as of 30 June 2008	Shares as of 30 June 2008	Percentage of share capital [1]
Dr Thomas Vetter	Member of the Management Board		106,980 [2]	2.01
Tobias Seige	Chairman of the Supervisory Board		54,500 [3]	1.02
Dr Hans J. Langer	Member of the Supervisory Board		976,659 [4]	18.36
Falk F. Straschеg	Member of the Supervisory Board		852,317 [5]	16.03
Total		**0.00**	**1,990,456**	**37.42**

1) 5,318,209 shares
2) of which 53,180 shares held by Juana Parra
3) of which 30,000 shares held by Azul Holding AG, Switzerland
4) held by LHUM Vermögensverwaltungs GmbH
5) of which 433,583 shares held by Renate Straschеg Holding GmbH;
   of which 418,734 shares held by Falk Straschеg Holding GmbH

As of the 30 June 2008 statement date, no stock options were given to Management Board and Members of the Supervisory Board. Alphaform AG has taken on a bank guarantee at Deutsche Bank AG for a loan by Dr Vetter to the sum of €400,000.

Alphaform AG has a consultancy agreement with Mr Tobias Seige for services beyond the scope of his capacity as Alphaform AG Supervisory Board Chairman. Mr. Seige receives annual compensation of €50,000 (€12,500 quarterly) for providing his specific expertise to the Company and access to his network of contacts for identifying potential acquisition targets. Mr Seige's extensive knowledge is being drawn upon particularly as pertains to generating leads, analysing and valuing businesses (due diligence) and transaction pricing negotiations. Apart from this fixed reimbursement a bonus is provided for which is aligned to the increase of the value of the shares of the Company. Mr Seige receives €500.00 per €0.01 of the value increase of the share of the Company, which exceeds a yearly value increase of 10%.

In addition to his position on the Alphaform AG Supervisory Board, Dr Hans J. Langer is also CEO of EOS Holding AG with a registered office in Krailling. EOS GmbH, a wholly-owned subsidiary of EOS Holding AG, is one of Alphaform AG's biggest suppliers of raw materials, with a purchasing volume which for the first six months of 2008 totalled €344,000 (previous year: €160,000).

Events after the end of the first six months

No events of material importance to or which could potentially necessitate reassessment of Alphaform or its business transpired after the close of the first six months of 2008, other than those discussed above.

Financial Calendar 2008

Third quarter 2008 interim report

Date: 12 November 2008

Investor Relations

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This report can be downloaded from the Company website in English or German.