

**Declaration of the Management Board and the Supervisory Board of
Alphaform AG
with regard to the recommendations of the
"Government Commission for the German Corporate Governance Code"
pursuant to Article 161 of the German Stock Corporation Act (AktG)**

The government commission appointed by the German Federal Government adopted the German Corporate Governance Code at the start of 2002. The German Corporate Governance Code stipulates fundamental legal requirements for the management and monitoring of companies listed on the German stock exchange and contains internationally and nationally-recognised standards of corporate management. The German Corporate Governance Code consists of three different standards: regulations stipulating the applicable statutory law, recommendations of the government commission and proposals by the government commission.

Companies must observe the statutory provisions stipulated in the German Corporate Governance Code as the applicable statutory law. The companies may deviate from the recommendations but they are then obliged to make this deviation public on an annual basis. German stock corporation legislation stipulates under Article 161 of the German Stock Corporation Act (AktG) that the Management Boards and the Supervisory Boards of companies listed on the German stock exchange must submit a declaration of conformity with the recommendations of the government commission. Companies may choose not to follow the proposals of the German Corporate Governance Code without having to publish this.

Corporate governance is extremely important for us. The Management Board and the Supervisory Board work closely together for the well-being of the company. Intensive, continuous dialogue between the two bodies forms the basis for efficient company management.

Alphaform AG wishes to encourage the trust of shareholders, business partners and employees through dutiful corporate governance. Alphaform AG complies with the recommendations of the German Corporate Governance Code dated 12 June 2006 with the following exceptions:

- Alphaform AG still has valid directors & officers insurance. The D&O insurance of Alphaform AG does not cover any own-risk. The Management Board and the Supervisory Board of Alphaform AG do not consider the recommendation to be appropriate as D&O insurance agreements have been in place for the management bodies of the company – as is customary practice – without own-risk provision for several years.
- There are no fixed age limits for members of the Management Board, as the Management Board and the Supervisory Board consider this recommendation to be inappropriate.

- There are no fixed age limits for members of the Supervisory Board, as the Management Board and the Supervisory Board consider this recommendation to be inappropriate.
- Business relations exist between members of the Supervisory Board and Alphaform AG.
- The chairman of the Supervisory Board is also the chairman of the Audit Committee.
- We do not reproduce all relevant publications in our Annual Report and instead refer to www.alphaform.de (under investor relations), where all the reports are published. For directors' dealings in particular, publication on the internet is more important than publication in the Annual Report. The Management Board and the Supervisory Board have thus decided to give the internet priority with regard to publications.

Feldkirchen, 30 January 2007

Signed by the Supervisory Board

Signed by the Management Board