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2nd Quarter 2007 Results
Conference Call

14 August 2007
3:00 p.m. CEST





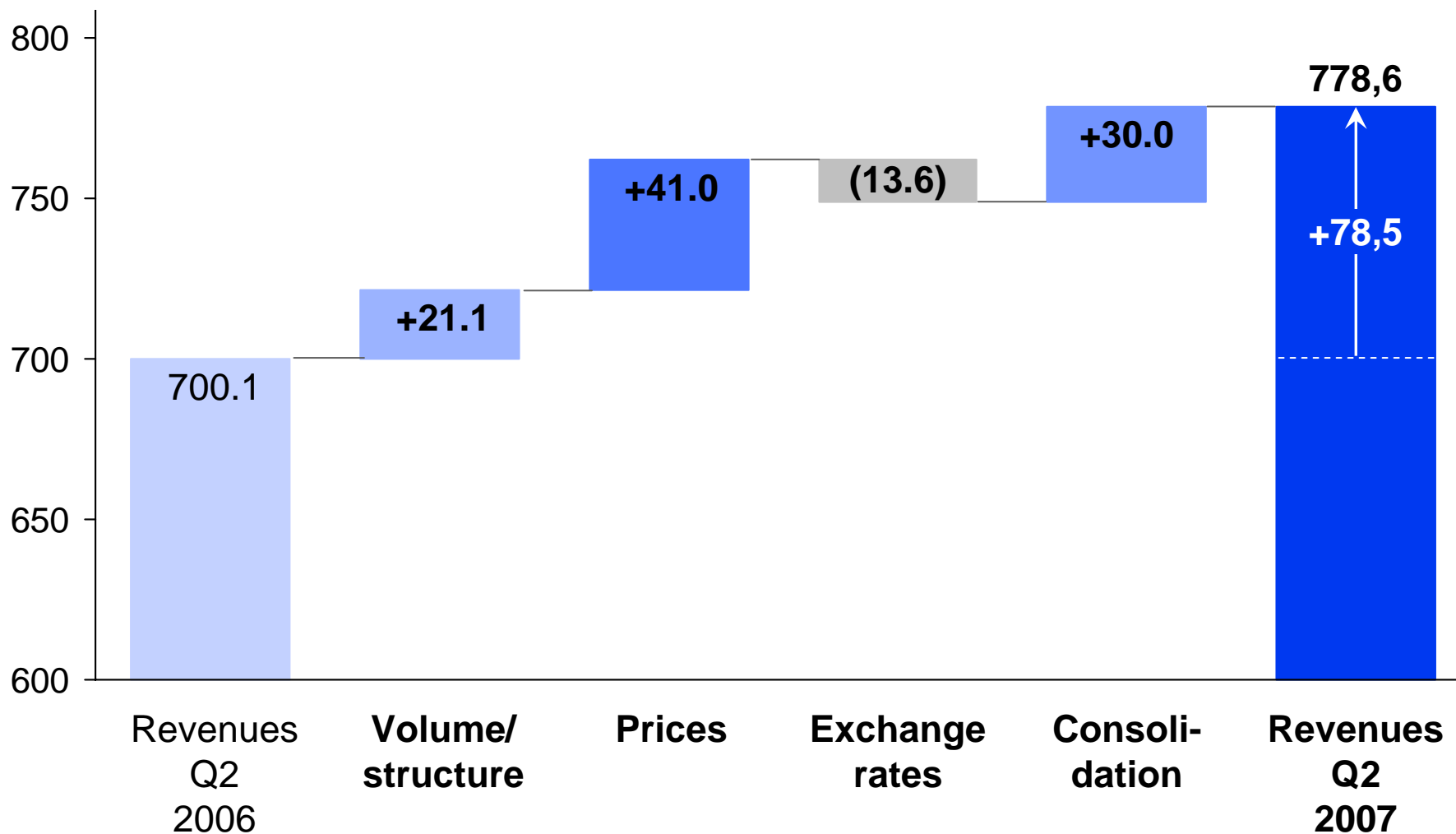
- Historically high soft commodity prices incentivise farmers around the globe to spend more on fertilizers in order to increase crop yields and quality. Indian potash price settlement at 270 US\$ (+50 US\$) indicated tense supply situation on global potash fertilizer markets and formed the basis for further significant price increases/announcements all over the world.
- Producers also strive for higher prices since freight costs and currency devaluations (CAN\$, €) take their toll. Higher prices to materialise predominantly in the second half of the year.
- Bad weather in May and June burdened COMPO both in the professional and in the consumer area. In addition, aggressive competition in the key market France and strong private label demand reduced margins in Q2. However, the strong agricultural business environment helped fertiva to make use of high fertilizer demand at very attractive prices.
- In Q2 too, the warmest winter in the history of weather records left its mark on the European de-icing salt market. However, the North American salt market was influenced by a late onset of winter. Demand in the other salt segments was rather good.
- Costs for energy increased moderately, while personnel and freight costs rose stronger mainly because of the first-time consolidation of SPL

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Changes in Revenues in Q2/2007



€ million



Potash and Magnesium Products Business Segment

Volumes and Average Prices in Q2/2007



	Year on Year			Quarter on Quarter		
	Q2/2007	Q2/2006	%	Q2/2007	Q1/2007	%
Volume (million tonnes)	2.08	2.08	-	2.08	2.30	(9.6)
- Europe	1.21	1.25	(3.2)	1.21	1.41	(14.2)
- Overseas	0.88	0.83	6.0	0.88	0.89	(1.1)
Average price (€ per tonne)	163.1	153.2	6.5	163.1	160.6	1.6
- Europe (€ per tonne)	161.6	151.1	6.9	161.6	164.4	(1.7)
- Overseas (US\$ per tonne)	222.7	196.9	13.1	222.7	202.5	10.0

- Y-o-Y: 7% European price increase is attributable to higher prices in all sub-segments; 13% overseas price increase in US-Dollar was mitigated in EUR-terms by a significantly weaker US-Dollar (1.35 USD/EUR against 1.26 USD/EUR on average). Slightly higher overseas sales
- Q-o-Q: 2% reduction in European price level compared to Q1/07 caused by different product mix and usual gliding price system to encourage post season orders; 10% price increase overseas is attributable to higher prices and a higher proportion of cif-deliveries

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Key Figures of Q2/2007



€ million	Q2/2007	Q2/2006	%
Revenues	778.6	700.1	11.2
Operating earnings (EBIT I)	69.4	59.4	16.8
Earnings before taxes (EBT), adjusted*	63.1	59.2	6.6
Group earnings after taxes, adjusted*	42.2	39.0	8.2
Effective tax rate (%)	33.1	34.1	
Capital expenditure	25.6	30.0	(14.7)
Earnings per share, adjusted (€)*	1.02	0.95	7.4
Average number of shares (million)	41.23	41.21	-

* adjusted for the effect of market value changes in exchange rate hedging transactions; 37.0% tax rate assumed

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Financial Result of Q2/2007



€ million	Q2/2007	Q2/2006	+ / -
Interest income	3.3	4.2	(0.9)
Interest expense	(9.2)	(7.7)	(1.5)
of which: for provisions for pensions	(0.3)	(2.3)	2.0
of which: for provisions for mining obligations	(3.8)	(3.4)	(0.4)
Interest income, net	(5.9)	(3.5)	(2.4)
Other financial result	(0.4)	3.3	(3.7)
Financial result	(6.3)	(0.2)	(6.1)

- Q2 Financial result was down by €6.1 million. Key factor: the interest charge resulting from the loan taken out to finance the SPL acquisition. In addition, last year's quarter had benefited by €2.4 million due to one-off effects.

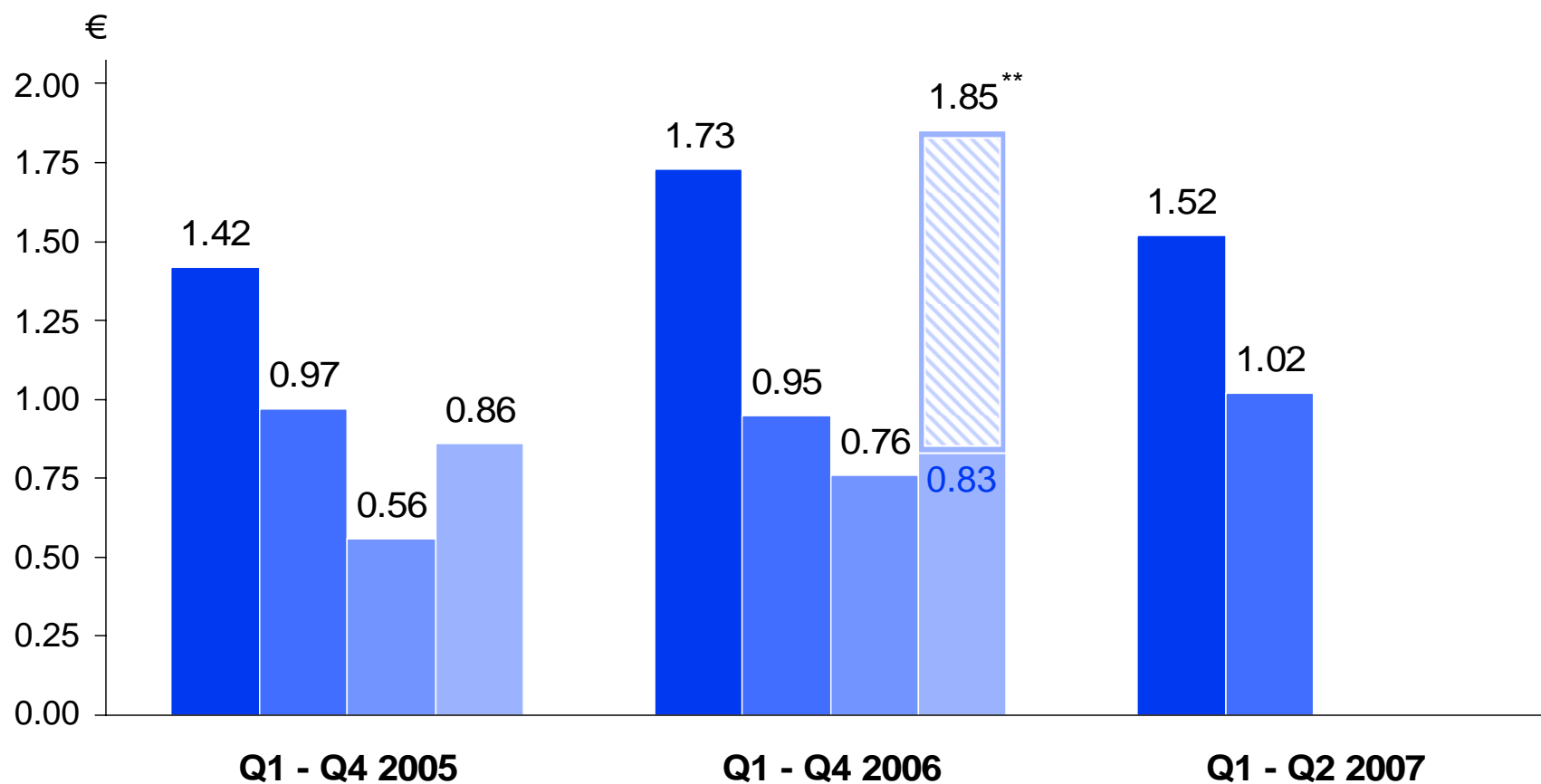
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Key Figures of H1/2007



€ million	H1/2007	H1/2006	%
Revenues	1,723.3	1,555.6	10.8
Operating earnings (EBIT I)	172.7	172.5	0.1
Earnings before taxes (EBT), adjusted*	156.6	166.4	(5.9)
Group earnings after taxes, adjusted*	104.8	110.2	(4.9)
Effective tax rate (%)	33.1	33.8	
Capital expenditure	50.8	45.8	10.9
Free cash flow before acquisitions	64.7	105.1	(38.4)
Net debt (incl. pension and mining provisions)	(741.6)	(739.2)	0.3
Earnings per share, adjusted*	2.54	2.67	(4.9)
Average number of shares (million)	41.22	41.20	-

* adjusted for the effect of market value changes in exchange rate hedging transactions; 37.0% tax rate assumed



EPS H1*	€ 2.40	€ 2.67	€ 2.54
EPS FY*	€ 3.81	€ 4.27**	-

* adjusted for the effect of market value changes in hedging transactions; 37.0% tax rate assumed

** excluding non-recurrent deferred tax income of € 41.9 million or € 1.02 per share



- Strong increase in global potash demand due to excellent farm economics. Recent price announcements for overseas and European countries to materialise in the second half of the year; production to reach 8 million tonnes in our Potash and Magnesium Products segment
- COMPO will benefit from increased sales of consumer products and higher prices in the professional business already agreed for the second half of 2007. fertiva should reach last year's record result because of higher average prices for nitrogenous fertilizers
- Normal de-icing business at esco and SPL for Q4 assumed; because of the unusually weak de-icing salt start in Europe, the combined Salt-EBIT will fall tangibly short of last year's figure
- At approx. € 215 million and € 690 million, energy costs and personnel expenses to rise both less than 5% this year. At approx. € 530 million, freight costs are expected to rise significantly largely because of first-time full-year consolidation of SPL
- Outlook already includes a low double-digit million amount for possible follow-up hedging

→ **Outlook for the entire year for K+S Group (including SPL):**

- Revenues:	€	3.1	-	3.3 billion	(2006: €	2.96 bn)
- Operating earnings (EBIT I):	€	310	-	325 million	(2006: €	278 m)
- Group earnings, adjusted:	€	185	-	195 million	(2006: €	176.2 m*)
- Earnings per share, adjusted:	€	4.50	-	4.75	(2006: €	4.27 *)

* excluding non-recurrent deferred tax income of € 41.9 million or € 1.02 per share



K+S Aktiengesellschaft

Bertha-von-Suttner-Straße 7

34131 Kassel

Tel.: 0561 / 9301-0

Fax: 0561 / 9301-1753

www.k-plus-s.com

Investor Relations

Tel.: 0561 / 9301-1460

Fax: 0561 / 9301-2425

E-Mail: investor-relations@k-plus-s.com



Wachstum erleben.

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Forward-Looking Statements



This presentation contains facts and forecasts that relate to the future development of the K+S Group and its companies. The forecasts are estimates that we have made on the basis of all information available to us at this moment in time. Should the assumptions underlying these forecasts prove not to be correct, actual events may deviate from expectations as set forth at the present time.