

**Cover image:**

**A new landmark for Hamburg: HOCHTIEF Projektentwicklung's Marco Polo Tower in the Hafencity development. No less than 75 percent of apartments in this out-of-the-ordinary luxury residential high-rise are already sold and will be ready for use by summer. The 56-meter building stands out architecturally with its 15 differently shaped floors. In March 2010, the Marco Polo Tower garnered the coveted MIPIM Award in the Residential Developments category at the MIPIM international real estate trade show in Cannes.**

# SUST INABLE INVESTMENT

- Attractive new contracts
- Order backlog climbs to EUR 36.74 billion
- Outlook reaffirmed for 2010 and medium term
- HOCHTIEF awarded “Growth despite crisis” prize

## Quarterly Report January to March 2010



Turning Vision into Value.



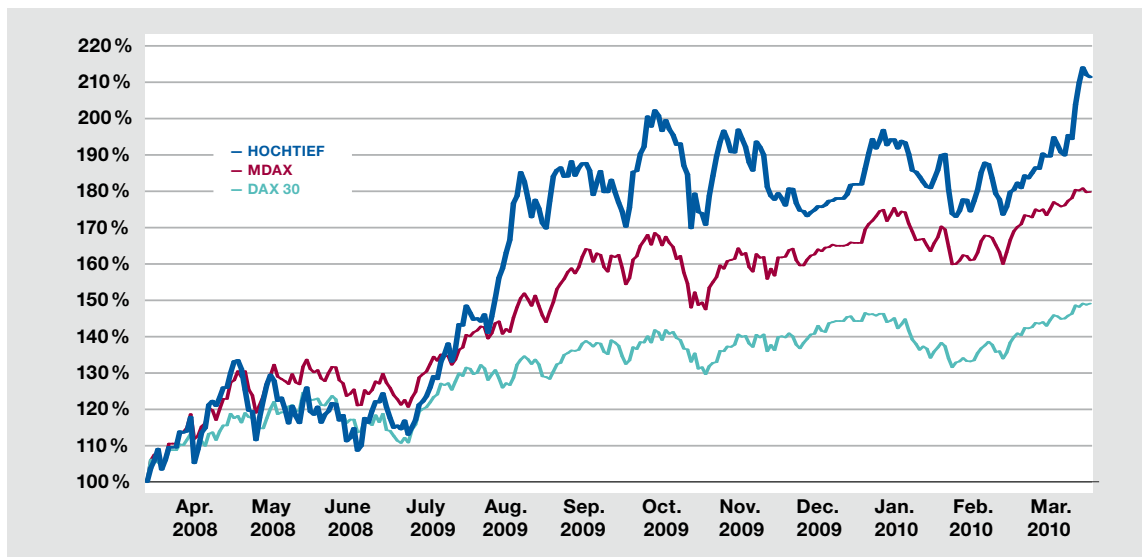
## The HOCHTIEF Group

(EUR million)	Q1 2010	Q1 2009 (restated)*	Percentage change	Full year 2009 (retated)*
New orders	3,450.5	4,376.1	-21.2	22,472.7
Work done	4,755.8	4,779.6	-0.5	20,566.2
Order backlog	36,736.2	31,367.2	17.1	35,592.9
Divisional sales	4,471.5	4,454.7	0.4	18,386.8
External sales**	4,448.0	4,402.9	1.0	18,166.1
Operating earnings (EBITA)**	152.3	161.1	-5.5	763.6
Profit before taxes**	120.5	117.7	2.5	596.9
Consolidated net profit**	34.1	38.6	-11.8	191.7
Earnings per share (EUR)	0.51	0.58	-12.1	2.88
Capital expenditure**	168.0	180.2	-6.8	968.5
Net assets	6,611.3	5,972.3	10.7	6,057.6
Employees	68,833 <small>(End Q1 2010)</small>	64,583 <small>(End Q1 2009)</small>	6.6	66,178 <small>(2009 average)</small>

\*For details on the restatement, please see pages 14 and 17.

\*\*Note: The percentage changes are calculated at the level of precision used in the interim financial statements (thousands of euros).

## HOCHTIEF stock



Dear Shareholders,



USA, and infrastructure contracts in the Czech Republic, Slovakia and North America.

**Dr.-Ing. Herbert  
Lütkestratkötter,  
Chairman of the  
Executive Board**

HOCHTIEF had a successful start to 2010. Our order books are doing well, with the Group's order backlog reaching a new high of EUR 36.74 billion. Profit before taxes also performed strongly and was 2.5 percent up on the prior-year figure despite the long winter.

HOCHTIEF also brings its specialized planning know-how to the international arena—for instance, in one of the world's largest urban development projects: The Group subsidiary HOCHTIEF ViCon will coordinate the use of 3D simulation technologies in the development of Lusail City in Qatar. The owner and client is the state real estate investor and urban developer Qatari Diar. The contract, which initially runs until 2011, is a major success for the relatively young HOCHTIEF subsidiary. HOCHTIEF Construction Management Middle East also had a successful first quarter: Our experts are in charge of constructing a new reception building for state visitors at Abu Dhabi International Airport by the end of the year.

Our sustained growth shows that the Group is fit for the future. With our strategy of delivering integrated services spanning the life cycle of infrastructure projects, real estate and facilities, and further expanding our presence on international growth markets, we act in the interests of our customers and shareholders. Just a few weeks ago, HOCHTIEF was named winner at the Best of European Business 2010 awards in the "Growth despite crisis" category for large companies—a distinction with which we are delighted as it once again serves to underscore the effectiveness of our strategy.

#### Group outlook

The Group still expects **new orders** and the **order backlog** to fall slightly below prior-year levels in the fiscal year, **sales** to remain more or less on a par with 2009, and **profit before taxes** and **consolidated net profit** to each increase slightly on the prior year—not least because of the very high order backlog and the opportunities available. The Group's medium-term aim remains a pretax profit of EUR 1 billion.

New orders were sharply down on the prior-year quarter due to postponements into the second quarter. Much of the shortfall was made up by as early as April. Bundled project services by HOCHTIEF companies acting as a team are increasingly proving to be a competitive advantage in new orders. For example, HOCHTIEF Facility Management and HOCHTIEF AirPort are working together on the major Bahrain International Airport contract; HOCHTIEF Facility Management and HOCHTIEF Energy Management provide services for a number of HOCHTIEF Projektentwicklung's properties; and our experts from HOCHTIEF Construction and HOCHTIEF Facility Management are taking care of construction and operation on many of HOCHTIEF PPP Solutions' projects.

It should be noted that only a slow recovery is expected in the global economy in 2010 and exchange rate movements can influence our profit forecasts. Our planning continues to be based on the assumption that the financial and capital markets will normalize again in the current year, there will not be a sustained recessive setback in the world economy, and the situation in areas of political tension will not lastingly deteriorate any further.

HOCHTIEF is continuously evolving as a Group. We make full use of our broadly based international lineup to this end. Thus we can look to the future with optimism.

The international scope of our Group's services can be clearly seen in the portfolio of new contracts, which includes mining contracts in Indonesia and Australia, public-sector building construction projects in Germany and the

Sincerely yours,  
Herbert Lütkestratkötter

Dr.-Ing. Herbert Lütkestratkötter

# Interim Management Report

## Orders and work done

Group orders and work done stayed strong through the first quarter of 2010. The order backlog set a new all-time record in the history of HOCHTIEF.

### New orders

First-quarter new orders in Germany were 9.6 percent down in 2010. Internationally, new orders fell by 22.9 percent. Most of the shortfall on the international side is accounted for by HOCHTIEF Asia Pacific and there mainly by delays on major contract awards. Much of this was made good in April 2010, however.

### Group work done

Work done in the first quarter of 2010 totaled EUR 4.76 billion, on a par with the prior-year quarter (down 0.5 percent). Work done at HOCHTIEF Americas was down on the prior-year comparative figure in line with new orders, while work done at HOCHTIEF Europe was lower due to the harsh winter.

### Order backlog

The order backlog set a new all-time record with an absolute figure of EUR 36.74 billion. This marked an increase of EUR 5.37 billion on a year earlier, mostly due to positive exchange rate effects relating to the Australian dollar.

## Financial review

### Earnings

HOCHTIEF generated EUR 4.45 billion in **sales** during the first quarter of fiscal 2010. This was slightly above the EUR 4.4 billion achieved in the comparative prior-year period. The increase notably reflected strong sales growth at the HOCHTIEF Asia Pacific division. Our subsidiary Leighton benefited from ongoing robust demand for raw materials and construction services in the Asia-Pacific and Gulf regions. HOCHTIEF Asia Pacific boosted sales to EUR 2.47 billion, 40.5 percent more than the comparative figure for the prior year (EUR 1.76 billion). The buoyancy of the Australian dollar relative to the euro produced a positive exchange rate effect of EUR 567.9 million in the period under review. Adjusted for this effect, the sales growth figure was 8.3 percent. The HOCHTIEF Americas division continued to weather a difficult economic environment at the beginning of fiscal 2010. Despite the strong position held by Turner and Flatiron in their respective segments, the EUR 1.29 billion sales figure showed a marked decrease on the prior-year period (EUR 1.74 billion). The US dollar exchange rate trend also resulted in a EUR 74.6 million

decrease on currency translation. The HOCHTIEF Europe division generated sales of EUR 460.1 million in the first quarter of 2010. Construction activity was held back across much of Europe by a comparatively long and harsh winter. As a result, HOCHTIEF Europe's sales were 13.5 percent down on the prior-year comparative figure (EUR 532.1 million). In light of the difficult situation on the real estate market, the HOCHTIEF Real Estate division pursues a highly selective policy with regard to the development of new projects. The value of projects in progress and the resulting sales figure were considerably reduced, with sales of EUR 34.7 million compared with EUR 155.6 million in the prior-year period. In contrast, HOCHTIEF Services division sales for the first three months of 2010, at EUR 153 million, nearly matched their level in the same period a year earlier (EUR 154.4 million).

Despite stabilization of the general economic environment from the end of 2009, effects of the economic crisis were still to be felt at the start of 2010. **Operating earnings (EBITA)**, at EUR 152.3 million, was consequently 5.5 percent down on the prior-year comparative figure (EUR 161.1 million). All Group operating divisions were in profit, however, except for HOCHTIEF Europe, where EBITA was slightly negative at minus EUR 1.1 million (Q1 2009: EUR 4.9 million). Factors at HOCHTIEF Europe included the lower construction output due to the harsh winter and the resulting under-recovery of overheads. The HOCHTIEF Asia Pacific division, on the other hand, raised operating earnings to EUR 122.7 million, a significant, 28.6 percent (exchange rate adjusted: 0.5 percent) increase compared with the prior-year period (EUR 95.4 million). HOCHTIEF Americas and HOCHTIEF Concessions delivered similar earnings performance to each other and remained close to their prior-year levels. HOCHTIEF Americas achieved operating earnings of EUR 24.5 million (Q1 2009: EUR 26.2 million), while HOCHTIEF Concessions generated EUR 18 million (Q1 2009: EUR 19.2 million). The business trend in the HOCHTIEF Real Estate division was far more subdued. The changeover to accounting in accordance with IFRIC 15 in the previous year also had a positive impact in the first quarter of 2009. Operating earnings in the period under review, at EUR 7.1 million, was significantly down on the prior-year period (EUR 27.4 million). The HOCHTIEF Services division recorded operating earnings of EUR 2.7 million, likewise below the high comparative figure for the prior year (EUR 5.9 million).

Group **net income from participating interests** showed very healthy growth in the first quarter of 2010. The total of

Figures in table form are provided in the interim financial statements starting on page 14.

EUR 89.9 million for the quarter exceeded the prior-year comparative figure (EUR 68.3 million) by a substantial 31.6 percent. HOCHTIEF Asia Pacific again contributed a large share of the total with EUR 51 million. Thanks to larger profits from joint ventures at Leighton, the division achieved an increase of six percent on the prior-year period (EUR 48.1 million). The HOCHTIEF Real Estate division also showed a EUR 10.5 million increase in net income from participating interests, mostly due to a larger earnings contribution from our stake in aurelis Real Estate. Our US subsidiary Flatiron likewise recorded higher net income from its business portfolio. Net income from participating interests consequently increased for the HOCHTIEF Americas division as a whole from EUR 4.8 million in the prior-year period to EUR 9.5 million in the period under review. HOCHTIEF Concessions also improved first-quarter net income from participating interests from EUR 21.6 million in the prior year to EUR 24.4 million in 2010. This partly reflected the recovery in the aviation market from the first quarter of 2010 and the resulting increase in passenger volumes at the airport holdings under HOCHTIEF AirPort.

The HOCHTIEF Group secured its long-term financing in fiscal 2009 despite the upheavals on international financial markets. We consequently retain ample financial scope in 2010 to implement our strategic goals and fund operating activities. **Net investment and interest income** came to minus EUR 31.4 million, a significant improvement on the prior-year period (minus EUR 39.8 million). While net interest income dropped slightly due to higher interest expense, stronger net investment income produced an increase in the total.

HOCHTIEF generated **profit before taxes** of EUR 120.5 million in the first quarter of 2010. All operating divisions returned a pretax profit. The Group thus kept up its successful performance trend at the beginning of the new fiscal year and improved on the figure for the same quarter of the previous year (EUR 117.7 million) by 2.5 percent overall.

The **tax expense** decreased slightly from the prior-year period (EUR 39 million) to EUR 38.6 million. The 32 percent effective tax rate that this represents was slightly down on the prior-year comparative figure (33.2 percent).

**Profit after taxes** improved compared with the prior-year quarter (EUR 78.6 million) by 4.2 percent to EUR 82 million.

**Consolidated net profit** attributable to HOCHTIEF shareholders came to EUR 34.1 million (Q1 2009: EUR 38.6 million). The minority interest, at EUR 47.9 million, was sharply up on the prior-year figure (EUR 40 million). This was mainly due to increased earnings in the HOCHTIEF Asia Pacific division as a result of the higher contribution to earnings from Leighton and in the HOCHTIEF Concessions division as a result of earnings improvements in the airports business. There are significant minority shareholdings in these companies.

#### Cash flow

As a result of seasonal factors, the HOCHTIEF Group reports **net cash used in operating activities** of EUR 152.5 million for the first three months of the fiscal year. This nonetheless represented a EUR 115.6 million smaller outflow of liquidity than the EUR 268.1 million in the prior-year period. The main factor at play here consisted of changes in working capital. In the prior-year quarter, considerable funds were used to effect a substantial reduction in trade payables. This effect was significantly reduced in the period under review, particularly in the HOCHTIEF Europe division.

The HOCHTIEF Group effected capital expenditure totaling EUR 122.4 million on intangible assets and property, plant and equipment in the first quarter of 2010. This was EUR 34.7 million less than the prior-year comparative figure (EUR 157.1 million). 2009 saw major capital expenditure on technical equipment and machinery, notably at Leighton and in the HOCHTIEF Europe division in connection with the large Barwa Commercial Avenue contract in Qatar. Capital expenditure on financial assets amounted to EUR 45.6 million in the period under review (Q1 2009: EUR 23.1 million), a large share of which was accounted for by the HOCHTIEF Asia Pacific division with EUR 34.9 million. Much of this related to a rights issue at Devine Ltd., a listed subsidiary of Leighton, combined with an increase in the percentage of Devine Ltd. shares held. Changes in securities holdings and financial receivables resulted in a cash outflow of EUR 101.2 million (Q1 2009: EUR 11.7 million). A substantial EUR 83.1 million in cash resources was used to expand our securities portfolio. Overall **net cash used in investing activities** came to EUR 218 million, an increase of EUR 47.2 million on the comparative prior-year figure (EUR 170.8 million).

Once again at the start of 2010, the HOCHTIEF Group acted to secure the financial resources required by the continuing growth in its business. This resulted in EUR 298.2 million

in new borrowings (Q1 2009: EUR 254.5 million). Debt service produced a cash outflow of EUR 56.6 million (Q1 2009: EUR 116.1 million). An additional EUR 66.6 million in cash resources (Q1 2009: EUR 42.8 million) was needed to pay out dividends to minority shareholders. **Net cash provided by financing activities** was consequently EUR 202.9 million (Q1 2009: EUR 105 million).

HOCHTIEF's holdings of cash and cash equivalents stood at EUR 1.72 billion as of the March 31, 2010 balance sheet date, only slightly below their level at the end of 2009 (EUR 1.77 billion). The effect of exchange rate changes on cash and cash equivalents came to EUR 114.2 million (Q1 2009: EUR 59.4 million).

Free cash flow for January to March 2010 was minus EUR 370.5 million, compared with minus EUR 438.9 million in the comparative prior-year period. The figure consists of net cash used in operating activities (EUR 152.5 million) and net cash used in investing activities (EUR 218 million).

#### Balance sheet

**Total assets** further increased from their year-end 2009 level (EUR 12.5 billion) to reach EUR 13.23 billion at the March 31, 2010 balance sheet date. This represents growth of EUR 729.7 million or 5.8 percent. EUR 645 million of the increase was due to exchange rate effects.

**Non-current assets** stood at EUR 5.45 billion at the end of the reporting period, an increase of EUR 347.4 million on the December 31, 2009 figure (EUR 5.11 billion). Capital expenditure on technical equipment, mainly at Leighton, pushed up property, plant and equipment by EUR 32.3 million to EUR 1.52 billion. Non-current financial assets likewise rose, gaining EUR 265.8 million to reach EUR 2.52 billion as of the balance sheet date. Aside from exchange rate effects on currency translation from Australian dollars, the main factors here were investment in Leighton's business portfolio and increases in the carrying amounts of equity-accounted associates. Our Luxembourg-based reinsurance companies also purchased non-current securities for EUR 46.4 million. Financial receivables (EUR 417.2 million) remained almost unchanged from the 2009 year-end, as did other receivables and other assets (EUR 173.8 million). Deferred tax assets came to EUR 251 million at the March 31, 2010 balance sheet date, compared with EUR 232.8 million at the end of 2009.

**Current assets** increased relative to the December 31, 2009 figure (EUR 7.4 billion) by EUR 382.3 million to EUR

7.78 billion. Trade receivables resulting from operating activities accounted for EUR 3.7 billion of this total, having risen by 8.6 percent compared with the year-end figure in 2009 (EUR 3.41 billion)—mainly due to exchange rate effects and growth in the volume of business at Leighton. Inventories remained at the same level as the 2009 year-end and amounted to EUR 1.17 billion. We continue to manage our securities portfolio with the conservative investment policy that stood the test in the financial crisis. HOCHTIEF held EUR 880.2 million in marketable securities as of March 31, 2010 (December 31, 2009: EUR 807.7 million). Alongside equities and bond fund units, these mainly consist of fixed and variable rate bonds from issuers with top credit ratings. The Group's strong liquidity position is also shown by the large holdings of cash and cash equivalents (EUR 1.72 billion).

**Shareholders' equity** increased compared with the December 31, 2009 figure (EUR 3.26 billion) by 6.2 percent to EUR 3.47 billion. A major factor increasing shareholders' equity alongside the EUR 82 million profit after taxes consisted of currency translation differences and changes in the fair value of financial instruments. Other changes not recognized in the Statement of Earnings added a further EUR 28 million. In the opposite direction, deductions from shareholders' equity resulted from EUR 66.6 million in dividends paid to minority shareholders and EUR 12 million in changes in actuarial gains and losses.

The equity ratio (shareholders' equity to total assets) came to 26.2 percent at the end of the reporting period. This represented a slight increase on the prior year-end (26.1 percent).

**Non-current liabilities** have risen by EUR 239.8 million to EUR 2.99 billion. After the Group secured its long-term funding in the prior year through a range of financing instruments, financial liabilities increased by EUR 191.9 million in the first three months of 2010 to EUR 2.24 billion. This is almost entirely due to supplementary borrowing at Leighton and exchange rate effects. The other liabilities item mainly consists of liabilities under derivative financial instruments and deferred income. This item increased by EUR 19.8 million to EUR 204.9 million. Also included in non-current liabilities are provisions for pensions and similar obligations in the amount of EUR 80.1 million and other non-current provisions totaling EUR 347.7 million. These mostly relate to personnel-related obligations and coverage for insurance claims.

**Current liabilities** grew by EUR 286.9 million to EUR 6.77 billion at the end of the quarter, compared with EUR 6.48 billion at the end of 2009. The largest item consists of trade payables at EUR 4.54 billion. The increase in these relative to the December 31, 2009 figure (EUR 4.39 billion) was mainly due to exchange rate effects. Current financial liabilities rose as a result of new borrowing by EUR 158.7 million to EUR 954.6 million. This was used to meet short-term financing needs created by the larger volume of operating business. In contrast, other liabilities decreased by EUR 18.8 million to EUR 362.7 million. Other provisions, at EUR 911.6 million, were just slightly up on the figure as of December 31, 2009 (EUR 905.7 million).

The Supervisory Board has also passed a resolution to propose **Manfred Wennemer**, former Chairman of the Executive Board of Continental Aktiengesellschaft, for election as a member of the Supervisory Board at the General Shareholders' Meeting on May 11. HOCHTIEF thanks Dr. Kohlhaussen for his successful, knowledgeable and dedicated chairmanship of the Supervisory Board.

## Risks and opportunities report

The description of the opportunities and risks\* of likely future developments given in the combined company and Group management report as of December 31, 2009 continues to apply. There has likewise been no material change in the situation of the Group or our operating environment from that presented in our 2009 Annual Report.

\*Our risk report is provided starting on page 111 of our 2009 Annual Report and on our website, [www.hochtief.com](http://www.hochtief.com).

## Report on forecasts and other statements relating to the company's likely future development

There is at present no indication of any significant change in the forecasts and other statements\*\* regarding the likely future development of the HOCHTIEF Group published in the combined company and Group management report as of December 31, 2009. Those forecasts and statements therefore continue to apply.

\*\*Coverage of future developments is provided under the heading "Looking Ahead: Outlook and Opportunities" starting on page 119 of our 2009 Annual Report and on our website, [www.hochtief.com](http://www.hochtief.com).

## Post balance-sheet events

There were no material events to report between the close of the first quarter of 2010 and the editorial deadline for this interim report.

## News from the Boards

**Dr. rer. pol. h. c. Martin Kohlhaussen**, Chairman of the Supervisory Board of HOCHTIEF Aktiengesellschaft, has decided to retire from the Supervisory Board with effect from the end of the General Shareholders' Meeting on May 11, 2010. Dr. Kohlhaussen's decision was taken in light of the fact that he celebrates his 75th birthday this year and has held office on the Supervisory Board since 1996. The Supervisory Board has appointed **Detlev Bremkamp**, former member of the Board of Management of Allianz SE, to succeed him as Chairman of the Supervisory Board.

# Divisions

## HOCHTIEF Americas Division

(EUR million)	Q1 2010	Q1 2009	Percent- age change	Full year 2009
New orders	<b>1,626.4</b>	1,893.7	<b>-14.1</b>	5,752.9
Work done	<b>1,364.7</b>	1,762.9	<b>-22.6</b>	6,729.7
Order backlog	<b>7,866.9</b>	8,871.7	<b>-11.3</b>	7,098.3
Divisional sales	<b>1,287.1</b>	1,737.9	<b>-25.9</b>	6,614.4
External sales	<b>1,287.1</b>	1,737.9	<b>-25.9</b>	6,614.4
Operating earnings (EBITA)	<b>24.5</b>	26.2	<b>-6.5</b>	110.1
Profit before taxes	<b>21.5</b>	21.1	<b>1.9</b>	93.5
Capital expenditure	<b>17.5</b>	9.1	<b>92.3</b>	21.9
Net assets	<b>547.0</b>	496.6	<b>10.1</b>	494.0
Employees	<b>7,250</b> <small>(End Q1 2010)</small>	8,845 <small>(End Q1 2009)</small>	<b>-18.0</b>	8,500 <small>(2009 average)</small>

As planned, the HOCHTIEF Americas division delivered another stable performance in the first quarter of 2010. **New orders** in the reporting period were 14.1 percent down on the strong prior-year figure. This reflects negative exchange rate effects in the amount of EUR 94.1 million resulting from the fall in the value of the US dollar since the same period of 2009, when new orders also included a large Flatiron project. As expected, **work done** and **divisional sales** likewise declined as a result. Also as expected, the **order backlog** failed to match the very strong prior-year figure, although at EUR 7.87 billion, it still remained at a high level.

The decline in **operating earnings** was due to the reduced volume of business, which led to lower interest income on advance payments received. Interest income is included in operating earnings, as it is an item attributable to business operations. In spite of negative exchange rate effects, **profit before taxes** showed a slight increase year on year due to good project quality. Adjusted for exchange rate effects in the amount of EUR 1.5 million, profit before taxes was nine percent up on the prior-year figure.

The number of **employees** fell sharply year on year. This was due primarily to the sale of the majority of our interests in HOCHTIEF do Brasil at the end of 2009.

Our US subsidiary Turner reinforced its position as the number one US general builder with numerous new contracts. In the public sector, for example, Turner is to undertake a green renovation of an office building in Washington, D.C., under a contract worth almost EUR 53 million. On

completion in October 2012, Federal Office Building 8 will satisfy all requirements for LEED Gold certification.

The County of Santa Clara has commissioned Turner to construct a hospital in San Jose, California. Scheduled for completion in 2012, the 168-bed building will be used as a center for accident surgery. It, too, is being constructed in accordance with sustainability criteria and with a view to achieving LEED certification.

A further major contract was awarded to Turner in the sports facilities segment during the first quarter of 2010. The company is to build a new 18,000-seat stadium for the Kansas City Wizards. Scheduled for completion in summer 2011, the multi-use venue will host up to 27,000 people. The contract is worth EUR 116 million in total, roughly EUR 90 million of which is attributable to Turner.

Turner further solidified its position as the leading provider of education buildings in the period under review, with three new contracts awarded in this segment. The company is building a EUR 43 million education facility at the Georgia Institute of Technology in Atlanta, the new South Region High School #9 in Los Angeles under a contract worth some EUR 44 million, and an energy research center for the University of North Carolina. On this third project, worth almost EUR 45 million, the building is being constructed to achieve LEED certification.

In the first quarter of 2010, our American civil engineering subsidiary Flatiron secured a contract for bridge work on the rail corridor connecting Los Angeles to San Diego.

In addition, the nearly eleven-kilometer section of the Highway 17 Bypass around Washington was taken into operation. The EUR 128 million project, which used a novel bridge construction technique, was handed over eight months ahead of schedule.

### HOCHTIEF Americas outlook

Given the strong order backlog and the new projects expected—and assuming a stable US dollar exchange rate—we remain confident that the HOCHTIEF Americas division will achieve a profit before taxes for fiscal 2010 in excess of the prior-year figure.

## HOCHTIEF Asia Pacific Division

The HOCHTIEF Asia Pacific division reported another strong result for the first quarter. **New orders** were down on the very high figure for the prior-year period, which had included an unusually large single project worth approximately EUR 1.2 billion in the Indonesian contract mining business. **Work done** was up by 34.2 percent on the prior year due to strong performance in infrastructure construction and contract mining. On an exchange rate adjusted basis, the increase was 3.4 percent. **The order backlog** rose to EUR 22.34 billion, an increase of 35.8 percent over the prior-year quarter (adjusted for exchange rate effects: 4.2 percent). **Divisional sales** grew in line with work done by 40.5 percent to EUR 2.47 billion.

Accordingly, **operating earnings** and **profit before taxes** increased significantly by 28.6 percent (adjusted for exchange rate effects: 0.5 percent) and 34.6 percent (adjusted for exchange rate effects: 3.7 percent), respectively.

**Capital expenditure** of EUR 142.7 million included Leighton Holdings' participation in the capital increase of the listed associate Devine Ltd. In addition, its stake in this company was increased to 49.7 percent.

Leighton's subsidiaries won numerous new projects in the reporting period. In contract mining, order books are strong thanks to sustained demand for resources, particularly from Asia. Thiess secured a EUR 521 million, 10-year follow-on contract at the Curragh North mine in Queensland. In addition, the company was awarded a twelve-month contract extension worth EUR 90 million for the Meandu coal mine, also in Queensland. Leighton Asia signed a six-year contract for mining of ore at the Toka Tindung gold mine in Indonesia, worth approximately EUR 83 million.

Leighton also notched up successes in the infrastructure segment. The Hong Kong government continued its major expansion program and awarded Leighton Asia a contract to construct a 7.6-kilometer section of the rail link from Guangzhou to Hong Kong. The contract for the Tse Uk Tsuen to Shek Yam section is worth more than EUR 311 million. The construction company Macmahon, in which the HOCHTIEF subsidiary Leighton has a stake, acts as subcontractor. Macmahon's subcontract is worth EUR 77 million.

(EUR million)	Q1 2010	Q1 2009	Percent- age change	Full year 2009
New orders	<b>1,031.2</b>	1,786.7	<b>-42.3</b>	12,418.5
Work done	<b>2,672.8</b>	1,991.8	<b>34.2</b>	9,645.2
Order backlog	<b>22,341.4</b>	16,445.7	<b>35.8</b>	22,132.7
Divisional sales	<b>2,472.8</b>	1,759.7	<b>40.5</b>	7,771.3
External sales	<b>2,472.7</b>	1,759.6	<b>40.5</b>	7,771.1
Operating earnings (EBITA)	<b>122.7</b>	95.4	<b>28.6</b>	535.6
Profit before taxes	<b>95.8</b>	71.2	<b>34.6</b>	432.9
Capital expenditure	<b>142.7</b>	127.2	<b>12.2</b>	782.2
Net assets	<b>2,992.3</b>	2,313.5	<b>29.3</b>	2,592.7
Employees	<b>44,203</b>	38,303	<b>15.4</b>	40,131
	(End Q1 2010)	(End Q1 2009)		(2009 average)

In a joint venture, Leighton Asia also secured a EUR 156 million contract to design and build a new hospital on Lantau Island in Hong Kong.

Leighton Properties and Leighton Contractors have signed a EUR 64 million contract to sell the South Tower of the HQ development in Brisbane, Queensland, to an investor from Switzerland.

### HOCHTIEF Asia Pacific outlook

Prospects for new large-scale infrastructure projects in the Asia-Pacific region remain good, thanks in part to national infrastructure programs. Market opportunities are expected above all from hydro construction, transportation infrastructure and education projects, as well as the expansion of the broadband network in Australia. Moreover, there is still great potential in the resources sector, driven by strong demand in Asia.

Based on the high order backlog, strong market position, and good prospects for its business areas, the HOCHTIEF Asia Pacific division still expects profit before taxes to increase on the prior-year level in fiscal 2010.

## HOCHTIEF Concessions Division

(EUR million)	Q1 2010	Q1 2009 (restated)*	Percent- age change	Full year 2009 (restated)*
New orders	51.5	4.6	–	145.3
Work done	23.2	38.9	–40.4	189.9
Order backlog	805.2	786.2	2.4	776.7
Divisional sales	23.1	38.9	–40.6	189.8
External sales	23.0	38.3	–39.9	189.0
Operating earnings (EBITA)	18.0	19.2	–6.3	110.3
Profit before taxes	10.4	9.3	11.8	75.1
Capital expenditure	–	18.9	–100.0	49.0
Net assets	1,263.6	1,283.7	–1.6	1,259.3
Employees	313	301	4.0	311
	(End Q1 2010)	(End Q1 2009)		(2009 average)

\*For details on the restatements, please see pages 14 and 17.

In the HOCHTIEF Concessions division, the year-on-year increase in first-quarter **new orders** was due primarily to the acquisition of the Höhenkirchen-Siegertsbrunn high school project. **Operating earnings**, at EUR 18 million, were slightly down on the prior-year figure. This reflected higher costs in line with the larger number of contracts being bid for in North America. The resulting impact on earnings was partly offset by improved net income from the investment in Sydney Airport. The rise in **profit before taxes** to EUR 10.4 million is due to higher net investment and interest income, with a reduction in debt on final settlement of projects in the social infrastructure segment.

As of March 31, 2010, the HOCHTIEF Concessions portfolio comprised six airport holdings, seven roads including two tunnels, 92 schools, two city halls, one community center, one barracks and projects to develop two geothermal power plants\*\*.

\*\*EUR 888.9 million in capital had been provided for these projects by March 31, 2010. This represents 87.9 percent of the EUR 1,011.3 million total capital required.

In the **airports segment**, the period under review saw over 20 million passengers pass through the airports in which HOCHTIEF Concessions holds an interest via its subsidiary HOCHTIEF AirPort. All holdings contributed to this increase over the prior-year figure (18.7 million).

At the beginning of March 2010, existing shareholders in airline Malév reached an agreement with the Hungarian government on the carrier's long-term future. The state is to acquire around 95 percent of the company's capital stock and provide a significant amount of liquidity. With a roughly 40 percent share of passenger traffic, Malév is the most important customer of our Budapest airport holding.

In the **roads segment**, the Vespucio Norte Express toll highway was badly affected by the earthquake that struck Chile in February 2010. Two bridges collapsed and three others were severely damaged. Overpasses and ramps also suffered damage. The damage caused by the earthquake is covered by the existing insurance policy for physical damage and interruptions to business. HOCHTIEF PPP Solutions' second project in Chile, the San Cristóbal tunnel, was not affected by the earthquake.

At the beginning of January, the A5 toll highway in Vienna was fully opened to traffic. HOCHTIEF Concessions holds a 44.4 percent stake in the consortium via its subsidiary HOCHTIEF PPP Solutions. Also in January, the Hørselberge bypass on the A4 highway between the Hesse-Thuringia state border and Gotha became almost fully operational. In February, after commercial close was reached, work began on the D1 motorway in Slovakia. The project entails the design, financing, construction and subsequent operation of a 25-kilometer stretch of motorway and a six-kilometer access road. Financial close has not yet been reached. HOCHTIEF Construction is involved in all projects.

In the **social infrastructure segment** in January, we received the contract to design, build and operate a new high school in Höhenkirchen-Siegertsbrunn, Bavaria. In Moers at the beginning of March, the foundation stone was laid for the new town hall and the topping-out ceremony held for the education center. The town had commissioned HOCHTIEF PPP Solutions to design, finance, build and operate both buildings back in April 2009. March then saw the official opening of the Fürst Wrede barracks in Munich and the Rodenkirchen comprehensive school in Cologne. On all projects, HOCHTIEF Construction took on the construction work and HOCHTIEF Facility Management is responsible for operation.

### HOCHTIEF Concessions outlook

The HOCHTIEF Concessions division anticipates a solid business and earnings performance in 2010. On the whole, HOCHTIEF Concessions expects its pretax profit for fiscal 2010 to be down on the prior-year figure. However, adjusted for the positive nonrecurring items relating to the reversal of provisions for Athens Airport in 2009, profit before taxes will exceed that of the prior year.

## HOCHTIEF Europe Division

The HOCHTIEF Europe division performed well during the first quarter. **New orders** were EUR 72.7 million (15 percent) up on the figure for the first three months of 2009. Infrastructure projects in Germany and activities outside the country more than made up for the planned reduction in the German building construction business. The long, harsh winter in Europe slowed down work on many construction sites. As a result, **work done** was EUR 194.9 million or 29.1 percent down on the prior-year figure. In line with this decline, **divisional sales** were 17.5 percent down on the prior-year quarter. The **order backlog** ensures a satisfactory capacity utilization rate overall.

The reduction in work done also impacts on **operating earnings** and **profit before taxes**, as earnings are recognized by reference to the stage of completion of the activity (percentage-of-completion method) and only a relatively small amount of overhead costs could be charged.

The year-on-year decline in **capital expenditure** was mainly due to additions of technical equipment and machinery for a large-scale project in the first quarter of 2009.

The year-on-year change in **net assets** is primarily attributable to forthcoming distributions from the holdings' higher earnings compared with the previous year.

HOCHTIEF Europe continued to concentrate successfully on its profitable target markets, business segments and clients. Of the contracts received in Germany in the first quarter, the North Rhine-Westphalia State Archive accounted for the lion's share. In its capacity as general contractor, HOCHTIEF Construction is to convert a listed storage building in Duisburg's Inner Harbor dating from the 1930s into an archive and erect a new building 150 meters in length. In several stages during the preconstruction phase, we had already optimized the project with the client, Bau- und Liegenschaftsbetrieb, a real estate company of the state of North Rhine-Westphalia.

With Group partners HOCHTIEF PPP Solutions and HOCHTIEF Facility Management, HOCHTIEF Construction is involved in the construction of a new high school in Höhenkirchen-Siegertsbrunn, Bavaria. By early 2012, the town will have a new school building with a gymnasium as well as outdoor and sports facilities covering an area of

(EUR million)	Q1 2010	Q1 2009 (restated)*	Percent- age change	Full year 2009
New orders	558.9	486.2	15.0	2,908.7
Work done	475.7	670.6	-29.1	2,742.1
Order backlog	3,782.0	3,386.4	11.7	3,608.1
Divisional sales	466.1	565.0	-17.5	2,354.8
External sales	460.1	532.1	-13.5	2,225.3
Operating earnings (EBITA)	(1.1)	4.9	-	26.7
Profit before taxes	0.6	5.1	-88.2	30.4
Capital expenditure	6.0	15.7	-61.8	77.9
Net assets	557.8	512.9	8.8	546.9
Employees	9,642	9,882	-2.4	9,946
	(End Q1 2010)	(End Q1 2009)		(2009 average)

approximately 15,000 square meters. The project is worth around EUR 26.5 million.

\*For details on the restatement, please see pages 14 and 17.

International activities in the first quarter were dominated by infrastructure projects. In February, for example, work began on the D1 motorway in Slovakia. The EUR 21 million of preliminary work initially commissioned includes planning, clearance works and the construction of access roads. In Warsaw, Poland, we are extending Frederic Chopin Airport. The contract to construct two gates is worth EUR 16 million. In Gdansk, HOCHTIEF Polska is building the Gdansk Retail Park under a contract also worth approximately EUR 16 million.

### HOCHTIEF Europe outlook

The construction industry anticipates a slow recovery from the effects of the financial crisis. HOCHTIEF Europe will continue to systematically increase its international dimension and concentrate on profitable markets. The division is confident that it will sustain the positive trend in earnings in 2010 and lift profit before taxes above the prior-year figure.

## HOCHTIEF Real Estate Division

(EUR million)	Q1 2010	Q1 2009 (restated)*	Percent- age change	Full year 2009
New orders	10.7	47.0	-77.2	598.5
Work done	62.5	164.8	-62.1	677.0
Order backlog	589.7	627.7	-6.1	642.0
Divisional sales	37.1	158.9	-76.7	660.8
External sales	34.7	155.6	-77.7	644.9
Operating earnings (EBITA)	7.1	27.4	-74.1	53.2
Profit before taxes	0.3	20.3	-98.5	27.0
Capital expenditure	0.1	7.7	-98.7	18.6
Net assets	943.7	1,101.3	-14.3	902.0
Employees	1,009	1,026	-1.7	1,034
	(End Q1 2010)	(End Q1 2009)		(2009 average)

\*For details on the restatement, please see pages 14 and 17.

In the first quarter, the HOCHTIEF Real Estate division continued to systematically apply its selective, profitability-focused policy for the acquisition of new projects and contracts. As planned, this caused **new orders** to drop to EUR 10.7 million. **Work done** was 62.1 percent down on the prior-year figure due in particular to the lower volume of projects in progress. However, at EUR 589.7 million, the **order backlog** was only 6.1 percent lower year on year.

In line with work done, **divisional sales** were also down on the prior-year figure. The change in **operating earnings** and **profit before taxes** is the result of the first-time application of IFRIC 15\* in 2009 for project recognition purposes.

As expected, **capital expenditure** was down on the prior-year figure, as exceptional project costs were capitalized in the first quarter of 2009.

**Net assets** declined by EUR 157.6 million due to the sales made from the second quarter of 2009 onwards and selectivity in the acquisition of projects.

In Fulda in the first quarter, **HOCHTIEF Projektentwicklung** celebrated the start of construction work on the seventh nursing care facility based on a house community concept. All projects are being carried out in cooperation with operator BeneVit and have already been acquired by life insurance company Swiss Life.

In Hamburg, private and commercial investors have already been found for 85 percent of the 13.8-hectare site at Quartier 21 as well as new owners for 75 percent of the residential space in the Marco Polo Tower in the HafenCity urban

development zone. In Berlin, 60 percent of the units have already been sold at residential development Fontane-promenade.

HOCHTIEF Projektentwicklung's Swiss subsidiary chalked up a rental success in Zurich: The Portikon office building, which comprises a total of 19,500 square meters of gross floor space and was sold back in 2009, has now been fully let following the conclusion of a further rental agreement for 1,300 square meters. HOCHTIEF Facility Management Schweiz is responsible for space management, the conference and event service, and building security.

As of March 31, 2010, a total of 24 projects worth EUR 958 million in all were under way at HOCHTIEF Projektentwicklung. Almost 50 percent of these have been sold to investors and the pre-lease rate stands at 63 percent.

**HOCHTIEF Property Management** received contracts for two properties in Hamburg: The company will take over property management for the Unilever building constructed by HOCHTIEF Projektentwicklung as well as Freshfields House, an office and commercial building. The company also received contracts from RREEF for the management of an office tower in Frankfurt and for a portfolio of nursing and residential homes.

In the first quarter, **aurelis Real Estate** sold properties worth some EUR 33.5 million (Q1 2009: EUR 8.7 million), thereby sharply increasing its overall sales volume compared with the prior-year period. Development work began at the Europaviertel in Frankfurt and at the "Bergisches Plateau" residential area in Wuppertal. In the first quarter, aurelis also generated rental income of around EUR 22.1 million (Q1 2009: EUR 18.8 million) and concluded new rental agreements representing a total annual rent of EUR 4.3 million (Q1 2009: EUR 2.5 million).

### HOCHTIEF Real Estate outlook

We expect the rental market environment to remain challenging, while anticipating a positive trend in the investment markets. Overall, the HOCHTIEF Real Estate division still expects a healthy pretax profit for 2010 on a par with the prior-year figure.

## HOCHTIEF Services Division

In the HOCHTIEF Services division, **new orders** were well up on the prior-year quarter with an increase of 31.4 percent, mainly due to the acquisition of a contract in Bahrain. Both **work done** and **divisional sales** were slightly down on the prior-year figures in the reporting period, primarily because of delays in the commissioning of projects. The **order backlog** increased by 4.9 percent year on year.

**Operating earnings** fell short of the high prior-year level. **Profit before taxes** also fell by 54.9 percent to EUR 2.3 million. This was mainly due to the slight fall in work done and the acquisition costs incurred for the large-scale projects begun this year.

The systematic reduction in receivables resulted in a fall in **net assets** of 19.8 percent compared with the prior-year period.

The HOCHTIEF Services division continued to rigorously pursue its internationalization strategy in the first quarter of the year. **HOCHTIEF Facility Management** received a contract for building management at Bahrain International Airport. Together with Bahrain Airport Company, our Group company established HOCHTIEF Facility Management Bahrain Airport. This company, which for now has some 170 employees, is responsible for operating the technical systems and for the airport's infrastructure. The contract is worth some EUR 85 million and runs for six years. If the services are provided as set down in the agreement, the contract will automatically be extended by another five years. Experts from HOCHTIEF AirPort provide the sister company with support on this project.

In Germany, HOCHTIEF Facility Management further expanded its business as an outsourcing specialist. In one outsourcing project, for example, the company is taking over technical facility management for two plants and the head office of the Vorwerk Group in Wuppertal. Our experts will service and maintain the technical building installations and provide production-related services for seven years. With the award of the contract, 21 employees from Vorwerk's subsidiary Hectas Gebäudedienste moved to HOCHTIEF Facility Management.

The company also expanded its business activities further in the public sector: HOCHTIEF Facility Management received a follow-up contract from Hessisches Immobilien-

(EUR million)	Q1 2010	Q1 2009	Percent- age change	Full year 2009
New orders	189.2	144.0	31.4	639.8
Work done	156.6	158.8	-1.4	645.8
Order backlog	1,514.7	1,444.4	4.9	1,480.6
Divisional sales	156.6	158.8	-1.4	645.8
External sales	153.0	154.4	-0.9	625.5
Operating earnings (EBITA)	2.7	5.9	-54.2	19.0
Profit before taxes	2.3	5.1	-54.9	17.3
Capital expenditure	1.4	1.3	7.7	6.5
Net assets	133.8	166.8	-19.8	133.4
Employees	5,799	5,626	3.1	5,650
	(End Q1 2010)	(End Q1 2009)		(2009 average)

management for the technical operation of 22 public buildings. We now act as facility manager for 74 public properties in the region.

The company also benefits from the network of cooperation in the HOCHTIEF Group: HOCHTIEF Facility Management assumes the technical and infrastructural building management for the KOMM shopping center and the M<sup>2</sup>O office and administrative building in Offenbach; HOCHTIEF Projektentwicklung is the project owner of both properties.

In the first quarter of 2010, **HOCHTIEF Energy Management** agreed on a collaboration with Postbank AG for the next ten years. As an energy contractor, we will reduce the overall energy costs at eight of Postbank's locations by 15 percent a year under an energy performance contracting assignment. We will also ensure carbon emissions are reduced by 4,500 metric tons a year.

### HOCHTIEF Services outlook

The HOCHTIEF Services division anticipates that recovery in the global economy will enable moderate growth. Profit before taxes is still expected to exceed the prior-year figure in 2010.

# Interim Financial Statements

## Consolidated Statement of Earnings

(EUR thousand)	Q1 2010	Q1 2009 (restated)*	Percentage change	Full year 2009 (restated)*
Sales	4,448,041	4,402,855	1.0	18,166,081
Changes in inventories	19,885	79,398	-75.0	32,203
Other operating income	36,983	39,391	-6.1	225,107
Materials	(2,917,008)	(3,209,074)	-9.1	(12,562,542)
Personnel costs	(1,039,686)	(843,917)	23.2	(3,501,085)
Depreciation and amortization	(157,897)	(92,270)	71.1	(501,370)
Other operating expenses	(328,264)	(287,273)	14.3	(1,333,123)
<b>Profit from operating activities</b>	<b>62,054</b>	<b>89,110</b>	<b>-30.4</b>	<b>525,271</b>
Share of profits and losses of equity-method associates and jointly controlled entities	79,469	61,843	28.5	201,356
Net income from other participating interests	10,428	6,461	61.4	24,859
Investment and interest income	16,521	19,234	-14.1	79,906
Investment and interest expenses	(47,925)	(58,989)	-18.8	(234,521)
<b>Profit before taxes</b>	<b>120,547</b>	<b>117,659</b>	<b>2.5</b>	<b>596,871</b>
Income taxes	(38,572)	(39,021)	-1.2	(192,302)
<b>Profit after taxes</b>	<b>81,975</b>	<b>78,638</b>	<b>4.2</b>	<b>404,569</b>
Of which: Consolidated net profit	34,076	38,614	-11.8	191,672
Of which: Minority interest	47,899	40,024	19.7	212,897
Diluted and undiluted earnings per share (EUR)	0.51	0.58	-12.1	2.88

\* Restated on first-time application of IFRIC 12 as of January 1, 2010 and the resulting change in the accounting treatment of service concessions. For further information, please see page 17. Applying the new interpretation resulted in a EUR 900,000 decrease in the Q1 2009 figure for the share of profits and losses of equity-method associates and jointly controlled entities.

The figures are also restated due to first-time application of IFRIC 15 in the third quarter of the prior year. For further information on this change, please see pages 142 and 143 of the Annual Report 2009. The restatement increased Q1 2009 sales by EUR 646,000, changes in inventories by EUR 79,535,000 and materials by EUR 60,203,000. This resulted in a EUR 4,693,000 deferred tax expense.

In total, applying the two new interpretations added EUR 14,385,000 to Q1 2009 profit after taxes. This is allocated as a EUR 14,398,000 addition in consolidated net profit and a EUR 13,000 reduction in minority interest. Earnings per share increased by EUR 0.22.

## Consolidated Balance Sheet

(EUR thousand)	Mar. 31, 2010	Dec. 31, 2009 (restated)*	(EUR thousand)	Mar. 31, 2010	Dec. 31, 2009 (restated)*
<b>Assets</b>			<b>Liabilities and Shareholders' Equity</b>		
<b>Non-current assets</b>			<b>Shareholders' equity</b>		
Intangible assets	531,633	503,701	Attributable to the Group	2,309,959	2,164,053
Property, plant and equipment	1,524,643	1,492,327	Minority interest	1,157,149	1,100,076
Investment properties	38,171	38,239		<b>3,467,108</b>	<b>3,264,129</b>
Equity-method investments	1,963,875	1,764,636	<b>Non-current liabilities</b>		
Other financial assets	553,082	486,496	Provisions for pensions and similar obligations	80,059	71,262
Financial receivables	417,189	410,758	Other provisions	347,707	337,949
Other receivables and other assets	173,847	177,137	Financial liabilities	2,239,521	2,047,590
Deferred tax assets	251,005	232,780	Other liabilities	204,871	185,111
	<b>5,453,445</b>	<b>5,106,074</b>	Deferred tax liabilities	121,052	111,499
<b>Current assets</b>				<b>2,993,210</b>	<b>2,753,411</b>
Inventories	1,168,133	1,115,742	<b>Current liabilities</b>		
Financial receivables	122,430	112,087	Other provisions	911,648	905,655
Trade receivables	3,699,766	3,407,523	Financial liabilities	954,594	795,886
Other receivables and other assets	128,463	126,789	Trade payables	4,540,604	4,391,638
Current income tax assets	63,381	56,879	Other liabilities	362,710	381,557
Marketable securities	880,187	807,739	Current income tax liabilities	2,266	10,201
Cash and cash equivalents	1,716,335	1,769,644		<b>6,771,822</b>	<b>6,484,937</b>
	<b>7,778,695</b>	<b>7,396,403</b>		<b>13,232,140</b>	<b>12,502,477</b>
	<b>13,232,140</b>	<b>12,502,477</b>			

\* First-time application of IFRIC 12 reduced equity-method investments as of December 31, 2009 by EUR 33,197,000 and non-current financial receivables by EUR 14,603,000. The resulting EUR 47,800,000 decrease in shareholders' equity is allocated as a EUR 46,060,000 reduction in the amount attributable to the Group and a EUR 1,740,000 reduction in the amount attributable to minority interest.

# Consolidated Statement of Cash Flows

(EUR thousand)

	Q1 2010	Q1 2009 (restated)*
Profit after taxes	81,975	78,638
Depreciation, amortization, impairments and impairment reversals	157,898	92,175
Changes in provisions	(36,342)	(68,902)
Changes in deferred taxes	9,810	13,087
(Losses)/gains from disposals of non-current assets and marketable securities	(6,365)	821
Other non-cash income and expenses (primarily equity accounting) and deconsolidations	(65,102)	(16,622)
Changes in working capital (net current assets)	(294,261)	(366,173)
Changes in other balance sheet items	(73)	(1,091)
<b>Net cash used in operating activities</b>	<b>(152,460)</b>	<b>(268,067)</b>
Intangible assets, property, plant and equipment, and investment properties		
Purchases	(122,390)	(157,077)
Proceeds from asset disposals	51,196	10,901
Acquisitions and participating interests		
Purchases	(45,585)	(23,084)
Proceeds from asset disposals/divestments	5	10,179
Changes in securities holdings and financial receivables	(101,212)	(11,709)
<b>Net cash used in investing activities</b>	<b>(217,986)</b>	<b>(170,790)</b>
Payments into equity by minority shareholders	27,844	9,309
Dividends to minority shareholders	(66,631)	(42,798)
Proceeds from new borrowing	298,245	254,547
Service of debt	(56,554)	(116,057)
<b>Net cash provided by financing activities</b>	<b>202,904</b>	<b>105,001</b>
<b>Net cash decrease in cash and cash equivalents</b>	<b>(167,542)</b>	<b>(333,856)</b>
Effect of exchange rate changes	114,233	59,358
<b>Overall change in cash and cash equivalents</b>	<b>(53,309)</b>	<b>(274,498)</b>
Cash and cash equivalents at the start of the year	1,769,644	1,787,713
<b>Cash and cash equivalents at end of reporting period</b>	<b>1,716,335</b>	<b>1,513,215</b>

\*For details on the re-statement, please see pages 14 and 17.

# Statement of Changes in Equity

(EUR thousand)	Subscribed capital of HOCHTIEF Aktien-gesellschaft	Capital reserve of HOCHTIEF Aktien-gesellschaft	Revenue reserves* including unappropriated net income	Accumulated income	other comprehensive income	Attributable to the Group	Attributable to minority interest	Total	
				Currency translation differences	Changes in fair value of financial instruments	Actuarial gains and losses			
Balance as of Jan. 1, 2009	179,200	400,806	1,728,911	(167,301)	(102,225)	(108,379)	1,931,012	895,151	2,826,163
Changes in accounting policy	-	-	(42,586)	8,544	-	-	(34,042)	(1,358)	(35,400)
Balance as of Jan. 1, 2009**	179,200	400,806	1,686,325	(158,757)	(102,225)	(108,379)	1,896,970	893,793	2,790,763
Dividends paid	-	-	-	-	-	-	-	(42,798)	(42,798)
Profit after taxes**	-	-	38,614	-	-	-	38,614	40,024	78,638
Currency translation differences and changes in fair value of financial instruments**	-	-	-	58,165	(21,497)	-	36,668	29,675	66,343
Changes in actuarial gains and losses	-	-	-	-	-	(30,796)	(30,796)	-	(30,796)
Other changes not recognized in the Statement of Earnings	-	-	(613)	-	-	-	(613)	9,945	9,332
Balance as of March 31, 2009**	179,200	400,806	1,724,326	(100,592)	(123,722)	(139,175)	1,940,843	930,639	2,871,482
<b>Balance as of Jan. 1, 2010</b>	<b>179,200</b>	<b>400,806</b>	<b>1,842,028</b>	<b>(74,271)</b>	<b>(66,902)</b>	<b>(70,748)</b>	<b>2,210,113</b>	<b>1,101,816</b>	<b>3,311,929</b>
Changes in accounting policy	-	-	(46,136)	76	-	-	(46,060)	(1,740)	(47,800)
Balance as of Jan. 1, 2010**	179,200	400,806	1,795,892	(74,195)	(66,902)	(70,748)	2,164,053	1,100,076	3,264,129
Dividends paid	-	-	-	-	-	-	-	(66,631)	(66,631)
Profit after taxes	-	-	34,076	-	-	-	34,076	47,899	81,975
Currency translation differences and changes in fair value of financial instruments	-	-	-	116,045	(2,250)	-	113,795	57,825	171,620
Changes in actuarial gains and losses	-	-	-	-	-	(11,964)	(11,964)	-	(11,964)
Other changes not recognized in the Statement of Earnings	-	-	9,999	-	-	-	9,999	17,980	27,979
<b>Balance as of March 31, 2010</b>	<b>179,200</b>	<b>400,806</b>	<b>1,839,967</b>	<b>41,850</b>	<b>(69,152)</b>	<b>(82,712)</b>	<b>2,309,959</b>	<b>1,157,149</b>	<b>3,467,108</b>

\*As of March 31, 2009, own stock with an acquisition cost of EUR 90,953,000 is accounted for as a deduction from revenue reserves (March 31, 2009: EUR 92,113,000).

\*\*For details on the restatement, please see pages 14 and 17.

## Consolidated Statement of Comprehensive Income

(EUR thousand)	Q1 2010	Q1 2009 (restated)*	Change	Full year 2009 (restated)*
<b>Profit after taxes</b>	<b>81,975</b>	<b>78,638</b>	<b>3,337</b>	<b>404,569</b>
Currency translation differences	174,260	87,967	86,293	149,978
Changes in fair value of financial instruments				
- Primary	14,236	(5,501)	19,737	61,452
- Derivative	(16,055)	(18,233)	2,178	(14,444)
- Share of profits and losses of equity-method associates and jointly controlled entities recognized directly in equity	(821)	2,110	(2,931)	(5,740)
Actuarial gains and losses	(11,964)	(30,796)	18,832	37,626
<b>Other comprehensive income (after taxes)</b>	<b>159,656</b>	<b>35,547</b>	<b>124,109</b>	<b>228,872</b>
<b>Total comprehensive income</b>	<b>241,631</b>	<b>114,185</b>	<b>127,446</b>	<b>633,441</b>
Of which: HOCHTIEF Group	135,907	44,486	91,421	349,188
Of which: Minority interest	105,724	69,699	36,025	284,253

\*For details on the restatement, please see pages 14 and 17.

# Notes to the Consolidated Financial Statements

## Accounting policies

The Interim Consolidated Financial Statements as of March 31, 2010, which were released for publication on April 27, 2010, have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU. The Interim Financial Statements and the Interim Management Report have been neither audited nor reviewed. In accordance with IAS 34, the reported information is presented in condensed form relative to the full Consolidated Financial Statements.

This interim report is based on the Consolidated Financial Statements as of and for the year ending December 31, 2009. HOCHTIEF applied IFRIC 12 Service Concession Arrangements for the first time as of March 31, 2010. IFRIC 12 relates to the uniform accounting treatment of rights and obligations under service concessions granted by government or government agencies in order to provide public services. If the operator has an unconditional contractual right to payment, the financial asset model is applied and a financial asset is recognized. If the operator merely has a right to charge based on the usage of services, the intangible asset model is applied. For the HOCHTIEF Group, applying the new interpretation essentially only affects accounting for service concessions to which the intangible asset model applies. This may change the allocation of contract net profit among individual reporting periods during the operating phase of such concessions. The prior-year figures have been restated accordingly. For detailed information on IFRIC 12, please see page 144 of the 2009 Annual Report. In all other respects, this report has been prepared using the same accounting policies as the 2009 Consolidated Financial Statements. Information on those accounting policies is given in the 2009 Annual Report.

## Consolidation changes

There was no change in the number of fully consolidated companies included in the consolidated group in the first three months of fiscal 2010. The number of foreign companies accounted for using the equity method increased by three. The Consolidated Financial Statements as of March 31, 2010 include HOCHTIEF Aktiengesellschaft and a total of 55 domestic and 357 foreign consolidated companies plus 17 domestic and 161 foreign companies accounted for using the equity method.

## Own shares

As of March 31, 2010, HOCHTIEF Aktiengesellschaft held a total of 3,455,685 shares of treasury stock. These shares were purchased over the course of fiscal 2008 for the purposes provided for in the resolution of the General Shareholders' Meeting of May 8, 2008. These shares represent EUR 8,846,554 (4.94 percent) of the Company's capital stock.

## Dividend payment

A proposal will be submitted to the General Shareholders' Meeting of HOCHTIEF Aktiengesellschaft on May 11, 2010 to pay a dividend of EUR 1.50 per eligible no-par-value share.

## Contingent liabilities

The contingent liabilities relate to liabilities under guarantees and letters of comfort; they have decreased since December 31, 2009 by EUR 22,676,000 to EUR 29,624,000.

## Segment reporting

Segmental reporting in the HOCHTIEF Group is based on the Group's divisional operations. The breakdown by divisions and regions mirrors the Group's internal reporting systems. Detailed information on the various segments making up the HOCHTIEF Group is provided herein in the Interim Management Report.

## Related party disclosures

There has been no change in the companies and individuals comprising related parties of HOCHTIEF Aktiengesellschaft and HOCHTIEF Group companies. The information provided in this regard in the Notes to the most recent Consolidated Financial Statements therefore continues to apply. No material transactions were entered into during the period under review between HOCHTIEF Aktiengesellschaft or any HOCHTIEF Group company and any related party or parties having material influence over the results of operations or financial condition of the Company or the Group.

\*For details on the restatement, please see pages 14 and 17.

### Reconciliation of profit from operating activities to operating earnings (EBITA)

(EUR thousand)	Q1 2010	Q1 2009 (restated)*
<b>Profit from operating activities</b>	<b>62,054</b>	<b>89,110</b>
+ Net income from participating interests	89,897	68,304
- Non-operating earnings	(+) 0	(+) 0
+ Interest credited	325	3,726
<b>Operating earnings (EBITA)</b>	<b>152,276</b>	<b>161,140</b>

### Undiluted and diluted earnings per share

(EUR thousand)	Q1 2010	Q1 2009 (restated)*
<b>Consolidated net profit (EUR thousand)</b>	<b>34,076</b>	<b>38,614</b>
Number of shares in circulation (weighted average)	66,544,315	66,500,247
<b>Earnings per share (EUR)</b>	<b>0.51</b>	<b>0.58</b>

Earnings per share can become diluted as a result of potential shares (mainly stock options and convertible bonds). HOCHTIEF's share-based payment arrangements do not have a dilutive effect on earnings. Consequently, diluted and undiluted earnings per share are identical..

## Responsibility Statement

To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the interim consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group, and the interim management report of the Group 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 for the remaining months of the fiscal year.

Essen, April 27, 2010

The Executive Board

Dr. Lütkestratkötter      Dr. Lohr      Dr. Noé

Dr. Rohr      Dr. Stieler

# Corporate Structure of HOCHTIEF Aktiengesellschaft

## Corporate Headquarters (management holding company)

HOCHTIEF Americas	HOCHTIEF Asia Pacific	HOCHTIEF Concessions	HOCHTIEF Europe	HOCHTIEF Real Estate	HOCHTIEF Services
Turner (USA) Flatiron (USA, Canada)	Leighton Holdings (Australia) Leighton Contractors (Australia, New Zealand) Thiess (Australia, India, Indonesia) John Holland Group (Australia) Leighton International (Brunei, India, Malaysia, Qatar, Singapore, Sri Lanka, United Arab Emirates) Leighton Properties (Australia) Leighton Asia (Cambodia, Hong Kong, Indonesia, Laos, Macau, Mongolia, Philippines, Thailand, Vietnam) Al Habtoor Engineering (Qatar, United Arab Emirates)	HOCHTIEF Concessions (Germany) HOCHTIEF AirPort (Germany) HOCHTIEF AirPort Capital (Germany) HOCHTIEF AirPort Retail (Albania) HOCHTIEF PPP Solutions (Canada, Chile, Germany, Greece, Ireland, UK, USA) HOCHTIEF PPP Schools Capital (UK)	HOCHTIEF Construction (Austria, Bulgaria, Chile, Czech Republic, Germany, India, Luxembourg, Poland, Qatar, Romania, Russia, South Africa, Sweden, UK, Ukraine) HOCHTIEF Global Trade (Germany) HOCHTIEF Procurement Asia (Hong Kong) Streif Baulegistik (Austria, Bulgaria, Denmark, Germany, Poland, Romania, Russia, Ukraine) Durst-Bau (Austria)	HOCHTIEF Projektentwicklung (Austria, Czech Republic, Germany, Hungary, Poland, Romania, Russia, Switzerland) HOCHTIEF Property Management (Germany) aurelis Real Estate (Germany)	HOCHTIEF Facility Management (Bahrain, Czech Republic, Denmark, Germany, Greece, Hungary, Ireland, Poland, Switzerland, UK) HOCHTIEF Energy Management (Germany)

The companies listed exemplify the international reach of HOCHTIEF. For further details, please visit our website at [www.hochtief.com](http://www.hochtief.com).

## Financial Calendar

### August 16, 2010

Half-Year Report at June 30, 2010  
Analysts' and Investors' Conference

### November 11, 2010

Interim Report at September 30, 2009  
Conference Call with Analysts and Investors

### March 29, 2011

2010 Annual Report  
Business Results Press Conference  
Analysts' and Investors' Conference

### May 12, 2011

General Shareholders' Meeting  
10.30 a.m., Grugahalle, Norbertstrasse, Essen

### May 16, 2011

Quarterly Report at March 31, 2011  
Conference Call with Analysts and Investors

The editorial deadline for this quarterly report was April 27, 2010; the report was published on May 17, 2010.

For further information on HOCHTIEF and our addresses, business units, subsidiaries and associates, please visit our website at [www.hochtief.com](http://www.hochtief.com).

**This quarterly report is a translation of the original German version, which remains definitive. It is also available from the HOCHTIEF website.**

### Publication Details and Credits

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