

Ad-hoc release

pursuant to Section 15 of the German Securities Trading Act (WpHG)

Phoenix Solar AG achieves sharp increase in revenue and EBIT in the second quarter of 2008

- **Total revenues climb to EUR 110.2 million**
- **EBIT rises to EUR 11.2 million**

Sulzemoos 07 August 2008 / According to the preliminary figures as per 30 June 2008, Phoenix Solar AG (ISIN DE000A0BVU93), a leading international photovoltaic systems integrator listed on the TecDAX, has achieved strong growth rates in comparison with the previous year's period.

In the period from 1 April to 30 June 2008, the Phoenix Solar Group lifted total revenues substantially, both in its domestic and international business, to EUR 110.2 million, which is an increase of 152 percent (Q2/2007: EUR 43.8 million). Earnings before interest and taxes (EBIT) climbed 1,144 percent to EUR 11.2 million, up from EUR 0.9 million, as against the second quarter of 2007. The EBIT margin (the ratio of EBIT to sales) of 10.2 percent was the highest ever posted in a second quarter (Q2/2007: 2.2 percent).

In the first half-year of 2008, total sales of the Group thus rose 158 percent to EUR 151.8 million (H1/2007: EUR 58.8 million) in comparison with the year-earlier period. The share of international business in sales stood at almost 51 percent at the end of six months (H1/2007: 23 percent). EBIT soared to EUR 11.5 million in the first half-year (H1/2007: EUR -0.52 million). The EBIT margin for the first six months came to 7.6 percent (H1/2007: -0.9 percent).

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Orders on hand of EUR 230 million as per 30 June 2008 are 107 percent higher than the previous year's figure of EUR 111 million.

Against the background of the Group's performance in the first six months, the Board of Directors does not preclude the possibility of its guidance for the financial year 2008 being exceeded.

The Interim Report as per 30 June 2008 will be released on 14 August 2008 and can be downloaded from the company web site at www.phoenixsolar.com under the heading Investor Relations, Financial Reports.

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