

**KHD HUMBOLDT WEDAG INTERNATIONAL AG**

**Cologne**

**ANNUAL GENERAL MEETING 2011**

**Notes on Item 1 of the Agenda pursuant to Section 124a, Sentence 1, No. 2 of the German Stock Corporation Act (*Aktiengesetz*)**

The subject matter of Item 1 of the Agenda is the presentation of the approved single-entity annual financial statements, of the approved consolidated financial statements, the management report for the Company and the management report for the Group, the report of the Supervisory Board and the explanatory report of the Management Board concerning the disclosures in accordance with § 289 Paragraph 4 Nos. 1 to 5 and Paragraph 5, and § 315 Paragraph 4 of the German Commercial Code (HGB) for the year ended 31 December 2010.

The Supervisory Board has approved the single-entity annual financial statements and the consolidated financial statements. The single-entity annual financial statements have been adopted as a consequence pursuant to § 172 German Stock Corporation Act (AktG). In accordance with the statutory requirements, no resolution will be adopted for this item of the agenda.