klöckner & co

multi metal distribution

Interim Report as of March 31, 2007

Klöckner & Co Group – Key Figures

Income Statement		Q1 2007	Q1 2006
Sales	€ million	1,550	1,323
Earnings before interest, taxes, depreciation and amortization (EBITDA)	€ million	92	79
Earnings before interest and taxes (EBIT)	€ million	78	65
Earnings before taxes (EBT)	€ million	68	50
Earnings after taxes (EAT)	€ million	47	37
Earnings per share (undiluted)	€	0,86	–

Cash Flow Statement		Q1 2007	Q1 2006
Cash flow from operating activities	€ million	– 88	40
Cash flow from investing activities	€ million	–17	18

Balance Sheet		Mar. 31, 2007	Dec. 31, 2006
Working capital*)	€ million	1,299	1,135
Net financial debt	€ million	477	365
Equity	€ million	841	799
Balance sheet total	€ million	2,841	2,552

Key Figures		Q1 2007	Q1 2006
Sales volume	to ’000	1,629	1,601

	Mar. 31, 2007	Dec. 31, 2006
Employees at end of period	9,713	9,688

*) Working capital = Inventories plus trade receivables less trade payables

Klöckner & Co –
Business still good in Q1 2007

The first quarter of 2007 represented a seamless continuation of the outstanding business results posted last year. Here an executive summary:

- Earnings stable at a high level
- Group financing optimization measures implemented
- Expansion strategy in place; milestone achieved in the US
- Outlook for full-year 2007 still positive

Earnings remain strong

The excellent business environment for materials distribution seen in 2006 remained in place in the first quarter of 2007, especially in Europe. Favorable conditions for the construction and equipment/system manufacturing industries in particular continued to fuel high levels of demand.

Despite the closure of three locations in northern Germany last year, the ongoing poor order backlog for the Canadian automotive industry and the scheduled reduction of direct business, Klöckner & Co volume still increased in the first three months of 2007 to 1.6 million tons, beating the solid result for Q1 2006 after integration of the acquired firms Targe, Aesga, Action Steel and Gauss in 2006 as well as Tournier in 2007. The Europe segment posted a volume increase of 5.9%, while in North America the volume declined by 9.0%, primarily due to the poor situation in the Canadian automotive industry. High prices boosted Group sales to roughly €1.5 billion for the period, a 17.1% increase versus the prior-year quarter. The Europe segment accounted for 86.4% of Group sales in Q1 2007, North America contributing 13.6%. Higher sales volume and substantially higher prices led to a 7.6% increase in Group gross profit for the first three months of 2007 up to €307.0 million versus Q1 2006, despite a decline in gross margin from 21.6% to 19.8%.

EBITDA (earnings before interest, taxes and depreciation/amortization) rose by €12.8 million to €92.1 million for the quarter with the help of extensive efficiency enhancement measures being implemented and already in place, coming in well ahead of last year's strong quarterly result. EBITDA margin remained almost stable despite a narrowing gross profit margin and missing one-off income. Without one-off income EBITDA margin could be increased from 5.6% to 5.8%. The Europe segment posted EBITDA of €85.3 million, while the North America segment brought in €14.0 million. Group EBIT for the first quarter came to €78.5 million as compared to €64.6 million for the same quarter last year. EBT was up around 35% versus the prior-year quarter to €68.1 million. The equity ratio including minority interests as of March 31, 2007 declined only marginally from 31.3% to 29.6% despite an increase in net assets versus year-end 2006, primarily representing inventories and accounts receivable.

Debt levels on target; Group financing undergoing optimization

Strong business in 2006 led to an increase in net working capital, the difference between inventories plus accounts receivable and accounts payable, from €980.3 million at the end of March 2006 to €1,134.5 million as of December 31, 2006. Robust demand, price increases and pre-ordering in advance of additional price increases announced for the second quarter of 2007 drove net working capital up to €1,299.0 million at the end of Q1 2007. In consequence, net cash debt increased from a former low of €364.8 million at the end of 2006 to €476.9 million as of March 31, 2007. This is still below the €506.8 million figure for March of the year prior, excluding the shareholder loan of €163.9 million, despite the acquisitions made over the last 12 months. Rising net working capital is also the primary cause of total Group assets increasing from €2,551.7 million as of December 31, 2006 to €2,841.4 million at the end of Q1 2007.

In the first quarter and the weeks following, steps were implemented laying the groundwork for the further optimization of the Group's financing strategy. Favorable market conditions and Klöckner & Co's substantially enhanced image on the capital markets allowed the successful placement of a €600 million syndicated holding credit facility at the start of the Q2 2007. Among others, these funds will be used to redeem in full the high yield bond issue floated in 2005 in connection with the change of ownership, currently valued at €170 million. The additional financing costs resulting from this move for the current fiscal year will be largely compensated by interest effects over the years following, the primary advantage of which is greater financing flexibility going forward.

Expansion plans advancing on track: US sales up 60%

In the first three months of 2007 the Klöckner & Co Group's expansion strategy proceeded squarely on track, based around the acquisition of profitable small to medium-sized multi metal distribution companies with good future prospects.

To kick off the year 2007, Klöckner & Co's French subsidiary acquired Tournier Holding SAS, which owns a steel service centre near Paris and a flat steel warehouse location in Nantes. Tournier sales totalled approximately €35 million for 2006.

At the start of Q2, Klöckner & Co concluded a number of key acquisition deals, some of which have already been transacted. Shortly after the end of Q1, the Group's Dutch subsidiary bought out stainless steel distributor Teuling Staal of Rotterdam, specializing in sales of and consulting on non-corroding, high alloy special steel products for the oil, gas and chemicals industries. Teuling generated sales of roughly €14 million for 2006.

A deal was also signed in April 2007 for the acquisition of Primary Steel LLC, including its seven North American subsidiaries. Primary is an established and successful firm in the field of distribution and processing of flat steel products – heavy plates in particular – and an excellent complement to Klöckner & Co's North American operations. The company sells mainly to construction crane and excavator manufacturers and to the attractive energy, steel, railcar and shipbuilding industries, in addition to smaller distributors with no direct access to steel producers. The business generated sales of $467 million in 2006 with a staff of 412 personnel. Still pending approval from US antitrust regulators, the deal will increase Klöckner & Co's US sales by around 60%. The product diversification and regional expansion afforded by these purchases will substantially improve the already strong competitiveness of Klöckner & Co's US subsidiary, the Namasco Corporation, creating a broader platform for further acquisitions in future.

For the first time in several years, Klöckner Stahl- und Metallhandel made corporate acquisitions in Germany. The buyout of Edelstahlservice Verkaufsgesellschaft mbH with registered office in Frankfurt am Main was concluded in May, a company active in the same line of business as Teuling. Steel dealers Max Carl, Coburg and Zweygart of Stuttgart were acquired to strengthen our regional presence and market position in southern Germany. Together these three deals represent sales of €40 million.

Through May 2007 Klöckner & Co thus acquired six companies with sales totalling well over €400 million. The goal of making 10 to 12 acquisitions of small to midsized enterprises in 2007 thus appears within reach.

Stage set for positive results for full-year 2007

The business environment for multi metal distribution continued to improve in the first quarter of 2007. Incoming orders from important customer industries such as construction and equipment/system manufacturing remained strong, especially in Europe. No end of this favorable constellation is in sight at this time. Further price increases have been announced for most steel products and will be forthcoming.

Klöckner & Co thus anticipates its business to remain robust over the remainder of 2007, the first few months of the year having effectively set the stage for this result. The successes encountered in executing on our strategy has emphatically confirmed its correctness. We are confident of our ability to achieve similarly outstanding results in 2007 as obtained in 2006.

Klöckner & Co shares

Key data on Klöckner & Co shares

		Q1 2007
Number of shares outstanding		46,500,000
Closing price on March 30, 2007	in €	41.15
Market capitalization as of March 30, 2007	in €	1,913,475,000
High (XETRA close)	in €	42.70
Low (XETRA close)	in €	31.18
Average trading volume		552,951
WKN identifier		KC0100
ISIN		DE000KC01000

Shares continuing to outperform

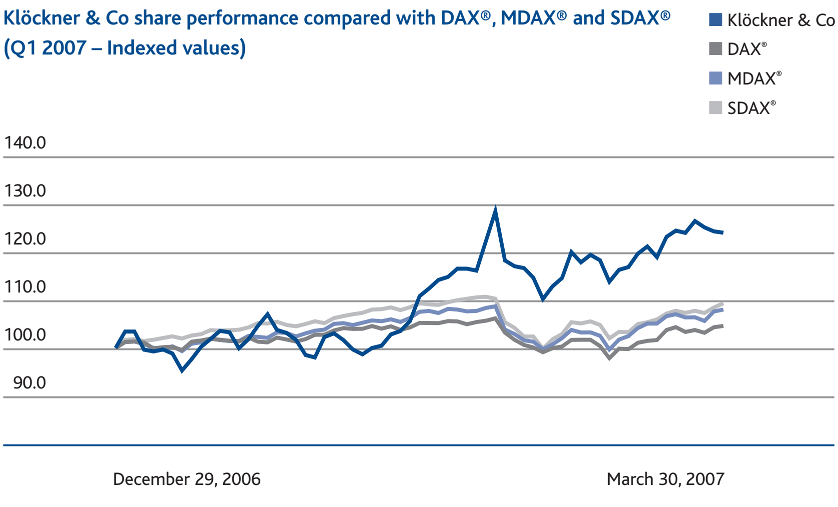
Klöckner & Co share performance was quite positive again in the first quarter of 2007. At the end of Q1 the shares were trading at €41.15, up 25% versus the previous quarter's closing price. Klöckner & Co shares thus substantially outperformed the German stock market again, as in the two prior quarters, the DAX®, MDAX® and SDAX® indexes posting gains of roughly 5%, 8% and 10% respectively for the same period.

100% of shares now free float

Former Klöckner & Co majority shareholder Multi Metal Investment S.à r.l. ("MMI"), a fund company run by investment firm Lindsay Goldberg & Bessemer, sold its remaining Klöckner & Co shareholdings in April 2007, amounting to a 15.5% stake. In October 2006 former majority shareholder MMI had shed 20% of its holdings before selling another 30% primarily to institutional investors from Germany and abroad in January 2007. Free float is thus now 100%. Average daily trading volume in Klöckner & Co shares in the first quarter of 2007 was up to 552,951 shares, exceeding trading volume for the two prior quarters.

Klöckner & Co shares were taken up in the Deutsche Börse MDAX® equity index on January 29, 2007.

Klöckner & Co share performance compared with DAX®, MDAX® and SDAX® (Q1 2007 – Indexed values)



Dividend

The proposed €0.80 dividend payable for fiscal year 2006 amounts to a distribution of approximately 30% of consolidated net profits less extraordinary income. This was the target amount announced in connection with the IPO, the purpose of which is to allow our shareholders to participate in our strong results. Plans are to maintain this distribution rate over the next several years.

Open and transparent communications

In Q1 2007 we again visited a number of German and international investors through a series of roadshows. These allowed us to cultivate existing relationships and establish new contacts with prospective investors. Complete information on Klöckner & Co shares is available on our web site – www.kloeckner.de/ir.

Contents

Consolidated income statement

for the period January 1, 2007 to March 31, 2007

(€ thousand)	Q1 2007	Q1 2006
Sales	**1,549,710**	**1,322,895**
Other operating income	9,542	13,659
Change in inventories	3,032	723
Capitalized expenses for own work	7	29
Cost of materials	–1,245,720	–1,038,403
Personnel expenses	–119,484	–114,899
Depreciation	–13,646	–14,672
Extraordinary depreciation of fixed assets because of impairment	0	– 43
Other operating expenses	–104,964	–104,672
Operating results	**78,477**	**64,617**
Income from investments	0	9
Financial income	805	1,456
Financial expenses	–11,223	–15,621
Financial results	**–10,418**	**–14,165**
Income before taxes	**68,059**	**50,461**
Income taxes	– 21,536	–13,192
Results before minority interests	**46,523**	**37,269**
Minority interests	6,374	6,384
Net income of parent company's shareholder	**40,149**	**30,885**
Earnings per share (in €)	0.86	–

Consolidated balance sheet

as of March 31, 2007

ASSETS (€ thousand)	March 31, 2007	December 31, 2006
Non-current assets		
Intangible assets	34,455	32,229
Property, plant and equipment	486,637	500,548
Financial assets	4,608	4,578
Other assets	13,381	13,456
Deferred tax assets	26,707	28,670
Total non-current assets	**565,788**	**579,481**
Current assets		
Inventories	1,001,622	841,029
Trade receivables	1,135,831	932,898
Securities	118	114
Income tax assets	5,482	8,373
Other assets	42,205	49,384
Cash and cash equivalents	71,873	130,042
Non-current assets held for sale	18,437	10,387
Subtotal current assets	**2,275,568**	**1,972,227**
Total assets	**2,841,356**	**2,551,708**

EQUITY AND LIABILITIES (€ thousand)	March 31, 2007	December 31, 2006
Equity		
Subscribed capital	116,250	116,250
Capital reserves	197,699	197,699
Earnings reserves	409,116	372,711
Equity attributed to shareholders of Klöckner & Co AG	723,065	686,660
Minority interests	117,865	112,789
Total equity	**840,930**	**799,449**
Liabilities		
Non-current liabilities		
Provisions for pensions and similar obligations	188,769	192,642
Other provisions	55,326	55,256
Income tax liabilities	40	34
Financial liabilities	435,070	416,161
Other liabilities	6,351	8,746
Deferred tax liabilities	70,351	70,746
Total non-current liabilities	**755,907**	**743,585**
Short-term liabilities		
Provisions	170,243	186,272
Income tax liabilities	38,210	28,754
Financial liabilities	100,586	64,707
Trade payables	838,396	639,444
Other liabilities	97,084	89,497
Total current liabilities	**1,244,519**	**1,008,674**
Total liabilities	**2,000,426**	**1,752,259**
Total equity and liabilities	**2,841,356**	**2,551,708**

Development of equity and minority interests of consolidated financial statements from January 1, 2007 to March 31, 2007

€ thousand	Subscribed capital of Klöckner & Co AG	Capital reserves of Klöckner & Co AG	Earnings reserves	Thereof currency adjustments	Equity attributed to shareholders of Klöckner & Co AG	Minority interests	Total
Status as of January 1, 2006	25	44,649	185,712	(6,606)	230,386	92,722	323,108
Changes not affecting net income							
Dividends/ changes						– 44	– 44
Currency adjustments			– 4,770	(– 4,770)	– 4,770	– 1,118	– 5,888
Net income from Jan. 1 to March 31, 2006			30,885		30,885	6,384	37,269
Status as of March 31, 2006	**25**	**44,649**	**211,827**	**(1,836)**	**256,501**	**97,944**	**354,445**
Status as of January 1, 2007	116,250	197,699	372,711	(– 9,204)	686,660	112,789	799,449
Changes not affecting net income							
Dividends						– 269	– 269
Other changes not effecting net income			111		111	– 111	
Currency adjustments			– 3,855	(– 3,855)	– 3,855	– 918	– 4,773
Net income from Jan. 1 to March 31, 2007			40,149		40,149	6,374	46,523
Status as of March 31, 2007	**116,250**	**197,699**	**409,116**	**(– 13,059)**	**723,065**	**117,865**	**840,930**

Cash flow statement

for the period from January 1, 2007 to March 31, 2007

(€ thousand)	Q1 2007	Q1 2006
Results before taxes	68,059	50,461
Interest	10,418	14,165
Depreciation of fixed assets	13,647	14,715
Results from the disposal of fixed assets and non-current assets held for sale	– 577	– 4,196
Operating result before balance sheet changes	**91,547**	**75,145**
Changes in provisions	– 20,542	1,006
Changes in current assets and liabilities		
– Inventories	– 159,258	– 49,548
– Trade receivables	– 199,777	– 132,774
– Other current assets	7,465	6,914
– Trade payables	194,978	149,684
– Other liabilities	5,978	– 3,276
Income tax payments	– 8,748	– 7,022
Cash flow from operating activities	**– 88,357**	**40,129**
Inflow from the disposal of fixed assets and non-current assets held for sale	1,350	26,933
Outflow for investments in fixed assets	– 18,557	– 8,545
Cash flow from investing activities	**– 17,207**	**18,388**
Dividend distributions of Group companies to shareholder/to third parties	– 269	– 224
Borrowing	99,469	48,968
Redemption of financial liabilities	– 48,094	– 60,837
Interest paid	– 4,245	– 3,757
Interest received	729	1,075
Cash flow from financing activities	**47,590**	**– 14,775**
Changes in cash and cash equivalents	**– 57,974**	**43,742**
Effect of exchange rate changes and other changes in cash and cash equivalents	– 191	– 655
Cash and cash equivalents at the beginning of the period	130,156	79,551
Cash and cash equivalents at the end of the period	**71,991**	**122,638**

Selected explanatory notes on the interim consolidated financial statements of Klöckner & Co AG as of and for the three month period ended March 31, 2007

(1) Corporate information

The parent corporation of the Group is Klöckner & Co AG, Duisburg in Germany. It is registered under HRB 18561 in the commercial register of Duisburg Local Court and domiciled in Duisburg, Am Silberpalais 1.

The Group is one of the largest mill-independent multi metal distribution companies worldwide and engages in key markets in Europe and North America. Alongside the trade with steel, aluminum and various industrial products, it offers a range of associated services as well.

On January 26, 2007 the principal shareholder of Klöckner & Co AG, namely Multi Metal Investment S.à r.l., Luxembourg, sold 13.8 million shares of their 21 million shares (45.2%) held at December 31, 2006 off the floor, largely to British investors, at prices between €32.00 and €33.50. It thus reduced its shareholding from 45.2% to 15.5%. These shares were sold to institutional investors on April 20, 2007. The notification according to § 21 subsection 1 WpHG indicating that Multi Metal Investment S.à r.l. has no longer voting interest in Klöckner & Co AG was made on April 23, 2007.

(2) Basis of presentation

The unaudited interim consolidated financial statements as of and for the three-month period ended March 31, 2006, were prepared in accordance with International Financial Reporting Standard (IFRS) IAS 34 Interim Financial Reporting. The interpretations of International Financial Reporting Interpretation Committee (IFRIC) are taken into account. All figures of the previous periods are established on the same principles.

As a result, the interim consolidated financial statements as at and for the three-month period ended March 31, 2007 do not include all the information and disclosures required for full annual consolidated financial statements according to IFRS. Supplementary and additional information relating to these interim consolidated financial statements as at and for the three-month period ended March 31, 2007 are stated in the consolidated financial statements for Klöckner & Co AG as at and for the year ended December 31, 2006, which were also prepared in accordance with IFRS and IFRIC interpretations.

In the opinion of the Management Board, the interim consolidated financial statements as of and for the three-month period ended March 31, 2007 includes all adjustments considered to be necessary for a fair view of results. Results for the period ended March 31, 2007 are not necessarily indicative of future results. The interim consolidated financial statements as of and for the three-month period ended March 31, 2007 were authorized for issuance in accordance with a resolution passed by the Management Board on May 14, 2007.

The IFRSs that will be effective or available for voluntary early adoption in the annual consolidated financial statements as of and for the year ended December 31, 2007 are still subject to change or to issuance of additional interpretations and therefore cannot be determined with certainty. Accordingly, the accounting policies for that annual period that are relevant to this interim financial information will be determined finally only in preparation of the IFRS financial statements as at December 31, 2007.

The consolidated financial statements were prepared on a historical acquisition and manufacturing cost basis, except for certain financial instruments. The consolidated financial statements are presented in euro since this is the currency in which the majority of the Group's transactions are denominated, with all amounts rounded to million; this may result in differences compared to the non-rounded figures.

(3) Significant accounting policies

For the interim consolidated financial statements as of and for the three-month period ended March 31, 2007, the Group applied the same accounting policies as those applied by Klöckner & Co AG as of and for the year ended December 31, 2006.

According to IAS 34.30 (c), income tax expense is calculated based on the best estimate of the weighted average annual income tax rate applicable for tax calculation for the full financial year.

(4) Special effects on results

The preparation of the interim consolidated financial statements as of and for the three-month period ended March 31, 2007 required the Board of Management of the Klöckner & Co Group to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Adjustments to accounting estimates are recognized in the period in which the estimate is revised if the change affects only that period. An adjustment is recognized in the period of the revision and future periods if the change affects both current and future periods.

In preparing these interim consolidated financial statements as of and for the three-month period ended March 31, 2007, no significant changes concerning the estimates made by Management in applying the Group's accounting policies were recognized compared to December 31, 2006.

(5) Changes in the organizational structure of the entity

Except as described below, in preparing these interim consolidated financial statements as of and for the three-month period ended March 31, 2007 there were no material changes in the ordinary course of business of the Group in comparison to December 31, 2006:

On January 25, 2007 Klöckner Distribution Industrielle S.A., France (KDI), acquired the French Tournier Group. Among the operations being acquired are a mill-independent steel service center in the vicinity of Paris and a further storage location in Nantes. The preliminary goodwill according to IFRS amounts to €3.3 million. Since the initial consolidation sales of €10.6 million were generated.

The initial consolidation of the Tournier Group leads to the following changes in assets and liabilities:

(€ thousand)	Tournier Group
Non-current assets	4.0
Current assets	17.0
Non-current liabilities	0.1
Current liabilities	9.8

(6) Acquisitions and disposals of property, plant and equipment

During the three-month period from January 1, 2007 to March 31, 2007, the Klöckner & Co Group acquired assets totaling €9.7 million, of which €0.3 million are related to intangible assets and €0.3 million to financial assets. The cash flow statement shows the acquisitions of the Tournier Group under the outflow for investments in fixed assets.

By way of the consolidation of locations in North America and the corresponding extension of the warehouse in Dubuque orders were placed in the amount of €4.7 million. In this regard €3.4 million were capitalized in the balance sheet. New building and reconstruction orders amounting to €3.4 million were placed for the New Orleans branch which was heavily damaged in August 2005 and for which the company received insurance payments in 2005 and 2006. €1.1 million thereof was capitalized as fixed assets.

As of March 31, 2006, assets with a carrying amount of €0.8 million were disposed of by the Klöckner & Co Group. The disposal of the French location Dijon on January 3, 2007 is included resulting in a gain of €0.6 million.

The order commitment for investments amounts to €6.6 million.

(7) Non-current assets held for sale

The non-current-term assets held for sale have changed as follows:

- Due to the consolidation of locations in the USA the two North American branches Des Moines and Pella with a total bookvalue of €1.5 million as of March 31, 2007 have been reclassified in the category "Non-current assets held for sale". The sale is planned for the second quarter of 2007.

- In Switzerland, two pieces of land and one building in Killwangen with a total bookvalue of €6.5 million have been classified as assets held for sale as of March 31, 2007. The location was sold in April 2007.

- In the first three months of 2007 no non-current assets held for sale disposed.

(8) Segment reporting

	North America		Europe		Headquarters/ Consolidation		Total	
(in € million)	2007	2006	2007	2006	2007	2006	2007	2006
Segment sales	211.2	223.5	1,338.5	1,099.4	0	0	1,549.7	1,322.9
EBITDA	14.0	18.9	85.3	77.4	–7.2	–17.0	92.1	79.3
Segment result (EBIT)	12.1	17.1	76.5	68.2	–10.1	– 20.7	78.5	64.6
Number of employees at March 31, 2007 (Dec. 31, 2006)	1,207	1,204	8,387	8,368	119	116	9,713	9,688

Sales for the Europe Segment contain €10.6 million from Tournier Group, France which did not form part of the Klöckner & Co Group in 2006.

(9) Financial liabilities

During the first three months of 2007, gross liabilities were reduced by €54.0 million to €549.0 million. After deduction of liquid funds, the amount of net liabilities increased from €364.8 million to €476.9 million.

(in € million)	March 31, 2007	December 31, 2006
Non-current financial liabilities		
Notes	164.2	164.0
Liabilities to financial institutions	83.4	88.6
Liabilities arising from ABS program	175.1	150.2
Finance lease liabilities	12.4	13.4
Total non-current financial liabilities	**435.1**	**416.2**
Current financial liabilities		
Notes	6.7	2.2
Liabilities to financial institutions	89.9	58.2
Liabilities arising from ABS program	0.3	0.0
Finance lease liabilities	3.7	4.3
Total current financial liabilities	**100.6**	**64.7**
Financial liabilities acc. to balance sheet	**535.7**	**480.9**
Transaction costs	13.3	14.1
Total financial liabilities	**549.0**	**495.0**

(10) Related parties

The first tranche of the phantom stock program for the Management Board members existing on December 31, 2006 were extended to members of the executive management and senior management of the subsidiaries as well as senior management of the holding company. The phantom stocks volume of the first tranche increased by 112,000 to 298,000 units. The theoretical value increased by €2.1 million to €5.4 million.

(11) Risk Management

Risk management objectives and guidelines applied by the Klöckner & Co Group remained unchanged for the first three months of 2007 in relation to the disclosures on risk management listed in the IFRS financial statements as at and for the year ended December 31, 2006 of Klöckner & Co AG.

(12) Subsequent events

By way of contract dated April 2, 2007 the Dutch ODS B.V. purchased the distribution corporation Teuling Staal B.V. with head offices in Barendrecht near Rotterdam, Netherlands. In 2006, Teuling Staal achieved sales of about €14 million with 16 employees. The company will be included in the Group financial statements in the second quarter 2007.

Mid April 2007, Namasco Corporation, USA signed an agreement to purchase the distribution corporation Primary Steel LLC, with head offices in Middletown, Connecticut, USA. The takeover is still subject to approval by the US Antitrust Division. Primary Steel LLC has seven branches in North America and 412 employees and generated sales of approximately €360 million ($467 million) in 2006.

In May 2007, Klöckner Stahl- und Metallhandel GmbH, Duisburg, Germany, (KSM) purchased the Edelstahlservice Verkaufsgesellschaft mbH, Frankfurt, with the Hungarian subsidiary Edelstahlservice Mágocs Nemesacélfedolgózó Kft. In 2006, the companies generated sales of €16.7 million with 49 employees.

In addition, KSM purchased the steel distribution of Max Carl GmbH & Co KG, Coburg, Germany which gained sales of €15.0 million with 19 employees in 2006, and the steel trade of Zweygart Fachhandelsgruppe GmbH & Co KG, Stuttgart, Germany, with 22 employees and sales of €11.3 million for 2005/2006.

The Dutch ODS B.V. was included in the European ABS program by contract dated April 16, 2007. The program was extended from €380 million to €420 million.

On May 2, 2007 Klöckner & Co AG, Duisburg, Germany, signed an agreement about a €600 million multi-currency revolving credit facility. The facility was substantially oversubscribed and consequently increased from the initial €450 million to €600 million. Nevertheless all banks have been scaled back substantially.

In view of the further optimization of the Klöckner & Co Group's finance structure the outstanding High Yield Bond of €170 million was canceled for repayment according to the contractual regulations (Make-Whole-Redemption). The repayment of the nominal value of €170 million plus additional redemption costs of about €35 million will be in June.

Duisburg, March 14, 2007

Klöckner & Co AG
Board of Management

Financial Calender 2007

June 20	General Shareholders' Meeting 2007
August 15	Q2 interim report 2007
November 14	Q3 interim report 2007

Contact

Claudia Nickolaus
Investor Relations

Phone +49 203 307-2050
Fax +49 203 307-5025
E-mail claudia.nickolaus@kloeckner.de

Peter Ringsleben
Corporate Communications

Phone +49 203 307-2800
Fax +49 203 307-5060
E-mail peter.ringsleben@kloeckner.de

Klöckner & Co AG
Am Silberpalais 1
D-47057 Duisburg

Phone +49203307-0
Fax +49203307-5000

info@kloeckner.de
www.kloeckner.de