RHÖN-KLINIKUM AG

Interim Report
Q1

2008

Key ratios January through March 2008 / January through March 2007

All data in € ‘000	Jan. – Mar. 2008	Jan. – Mar. 2007	Change in %
Revenues	520,741	502,012	3.73
Materials and consumables used	127,071	126,874	0.16
Employee benefits expense	315,087	294,911	6.84
EBITDA	64,202	61,137	5.01
EBITDA ratio (%)	12,3	12,2	0.82
Depreciation/amortisation and impairment	20,473	20,718	-1.18
EBIT	43,729	40,419	8.19
EBIT - ratio (%)	8,4	8,1	3.70
EBT	35,396	34,988	1.17
Net consolidated profit according to IFRS	29,563	25,202	17.30
Earnings share of minority owners	1,350	1,224	10.29
Earnings share of RHÖN-KLINIKUM AG shareholders	28,213	23,978	17.66
Return on revenue (%)	5.7	5.0	14.00
Operating cash flow	51,958	45,920	13.15
Property, plant and equipment as well as investment property	1,229,013	1,145,283	7.31
Other financial assets	1,608	1,489	7.99
Equity capital according to IFRS	840,364	753,943	11.46
Balance sheet total according to IFRS	2,028,580	1,989,069	1.99
Investments			
in property, plant and equipment as well as in investment property	40,244	31,456	27.94
in other financial assets	53	81	-34.57
Earnings per ordinary share, in €	0.27	0.23	17.39
Number of employees (at 31.03 June)	32,303	31,426	2.79
Case numbers (patients treated)	410,194	388,882	5.48
Beds and places	14,584	14,577	0.05

Dear shareholders,

A look at the results achieved for the first quarter of the current financial year of RHÖN-KLINIKUM AG clearly shows that the Group's facilities have lived up to our expectations. All of our 46 hospitals and 17 medical care centres (MVZs) have posted growth in service volumes, making a good start into the new financial year. With strong organic growth in service volumes we have expanded the market position of our facilities in an increasingly fierce competitive environment.

The total number of outpatient, day-case, inpatient and rehabilitative patients rose in the first three months of the new financial year to 410,194 patients (+5.5% or 21,312 patients). Compared with the same period last year, revenues grew to € 520.7 million (+3.7% or € 18.7 million) and net consolidated profit to € 29.6 million (+17.5% or € 4.4 million).

With these results the Group has maintained the positive momentum from 2007 going into 2008, thus continuing its long-term growth.

As a result of collective wage negotiations with the trade unions ver.di and Marburger Bund, RHÖN-KLINIKUM AG also expects wage increases this year for its doctors and other hospital staff. The expected wage increases are fully reflected in our planning for 2008.

Currently there is a heated debate within the sector about the policy framework for the hospital market from 2009 on. In this regard we advocate a strengthening in the principle of competition and performance and plead for a departure from a socially administered system to a socialised healthcare market.

Given the framework conditions, the results achieved in the past and our expectations for the next three quarters, we reaffirm our forecast for financial year 2008. Excluding new acquisitions, we will generate revenues of nearly € 2.1 billion, and are targeting a rise in net consolidated profit to € 123 million.

Two years ago we began expanding our cross-sector, interdisciplinary care structures. We not only want to provide people with basic and standard care close to where they live, but at the same time want to create access to the cutting-edge medicine of intermediate and maximum-care facilities through intelligent telemedical, notably teleradiological networking based locally at the teleportal clinics.

The experience already gained with this approach makes us optimistic: after the first two teleportal clinics were opened at the beginning of 2006, we put into service a teleportal clinic at three sites early in 2008 – Wittingen (Lower Saxony), Hammelburg (Bavaria) and Miltenberg (Bavaria). The opening of these three clinics was extremely well received by the population, since the concept creates secure medical care delivery close to where people live. This is something that the State can no longer provide in this form in rural and structurally weak regions.

Since the beginning of 2008 we have also founded three new medical care centres counting a total of seven specialist practices with a view to strengthening our outpatient activities. Further MVZ openings are being planned.

In the remaining three quarters of financial year 2008, we continue to expect strong organic growth on the back of higher service volumes and on greater transfer of services within the Group.

Wolfgang Pföhler
Chairman of the Board of Management of
RHÖN-KLINIKUM AG

REPORT ON THE FIRST QUARTER OF FINANCIAL YEAR 2008

- Ø Positive trend in service volumes seen last year continues in 2008
- Ø Revenue growth of 3.7% and earnings growth of 17.5%
- Ø Successful launch of teleportal clinic sites in Miltenberg, Hammelburg and Wittingen

GENERAL REMARKS

We are pleased to present this interim report which has been prepared in accordance with International Financial Reporting Standards (IFRS) in their version applicable for 2008. The accounting and valuation methods applied consistent with those described in detail in the 2007 consolidated financial statements were applied. For details we refer to our explanations in this regard.

In the interest of comparability with the previous year, we have converted all share-based key ratios to the new number of shares applicable since the 2007 Annual General Meeting, namely 103,680,000 shares (previously: 51,840,000 shares).

For arithmetic reasons rounding differences of ± one unit (€, %, etc.) may occur in the tables.

Economic Development

The general conditions on the hospital market in financial year 2008:

- Ø increase in energy and food prices by over 10%
- Ø increase in pay for doctors and other hospital staff by at least 3.5%
- Ø continuation of the reform impost and revenue deductions to finance integrated care totalling 1.0% as a result of revenue deduction, and
- Ø rise in the rate of aggregate income of all health insurance fund members in 2008 by 0.64%

have already further exacerbated the adverse conditions within the healthcare system since last year. As in the previous year, we once again plan to offset the burdens this will entail for the RHÖN-KLINIKUM Group. We are looking to consistently expand service volumes at all sites and to bring about efficiency gains throughout the Group.

The results for the first quarter of 2008 which report a rise in service volumes of 5.5%, growth in revenues of 3.7% and a rise in net consolidated profit by 17.5% show that this is possible and that further profit contributions can be generated beyond that. Against this background, we regard our earnings target of € 123 million for 2008 as attainable.

The great interest taken by the general public in the opening of our teleportal clinics as well as the response and feedback from patients over the first few weeks have shown us very clearly that we are moving in the right direction by pursuing the promising strategy of establishing healthcare delivery structures integrated across sectors.

Trend in output

We have so far treated 410,194 patients in 2008 (previous year: 388,882 patients), i.e. a total of 21,312 more patients compared with the first three months of 2007. This translates into a rise of 5.5%. Of this growth, the outpatient area accounted for roughly 79% and the inpatient area for around 21%.

In the inpatient area we raised patient numbers compared with the first quarter of the previous year by 4,498 cases or 3.2%. At the same time we recorded a 2.2% rise in the degree of case severity. In the inpatient area we achieved an increase in the valuation ratios resulting from quantitative and qualitative gains of 5.4% overall. Excluding the service volume of Krankenhaus Köthen GmbH (first-time consolidation on 1 April 2007) in the first quarter of 2008, the rise in the valuation ratios, adjusted for changes in the scope of consolidation, was 3.6%.

In the first quarter of 2008 we treated a total of 265,556 patients (previous year: 248,742) in our outpatient care structures, 6.8% more than in the previous year. Excluding the service volume of Krankenhaus Köthen GmbH, organic growth in the outpatient and day-clinical area was 5.7%.

Q1 trend in revenue and earnings

During the first quarter of financial year 2008 revenues rose compared with the same period last year by € 18.7 million to reach € 520.7 million (Q1 of previous year: € 502.0 million). This translates into a gain of +3.7%. Of this rise in revenues, € 7.2 million is accounted for by the first-time consolidation of revenues generated by Krankenhaus Köthen GmbH as well as € 11.5 million or 2.3% by organic growth.

Net consolidated profit in Q1 2008 saw a rise to € 29.6 million (Q1 of previous year: € 25.2 million/+ 17.5%). The rise of € 4.4 million was driven primarily – to the tune of € 4.0 million – by the lowering of the corporate tax rate by 10 percentage points to 15%. The market valuation of our financial instruments in the first quarter of 2008 additionally burdened our net consolidated profit by € 1.8 million (after tax). Excluding the two aforementioned effects, we achieved an improvement in the operating result by € 2.2 million. In keeping with our accounting and valuation requirements, this fully takes account of the revenue gains resulting from higher service volumes as well as the added personnel expenditure expected from wage increases, which we have valued conservatively in each case. We have succeeded in fully offsetting price increases – which in some cases were considerable – for water, energy and fuels as well as food.
Net consolidated profit of € 29.6 million in the first three months translates into an EpS of € 0.27 (previous year: € 0.23) after minority interests in profit amounting to € 1.4 million.

Consolidated revenues as well as net consolidated profit thus developed in line with expectations. Universitätsklinikum Gießen und Marburg GmbH generated a positive result of € 0.3 million in the first three months of the current financial year, thus continuing its successful restructuring course. Here, too, all currently identifiable burdens from wage increases for doctors and other hospital staff are fully compensated. Also in the case of Krankenhaus Köthen GmbH, restructuring is proceeding successfully. In the first quarter of 2008 this hospital made a positive contribution of € 0.1 million to net consolidated profit.

During the first three months of financial year 2008 we raised earnings before interest, tax, depreciation and amortisation (EBITDA) compared with the same period last year by € 3.1 million (+5.1%) and earnings before interest and tax (EBIT) by € 3.3 million (+8.2%). Margins also rose, by 0.1 percentage points to 12.3% for EBITDA and by 0.3 percentage points to 8.4% for EBIT. The rise in our net debt to banks from € 430.0 million in the first quarter of 2007 to € 497.9 million (including marketable securities) as well as the expenditure burdens from the revaluation of our financial instruments (€ 2.2 million) lowered the financial result by € 2.9 million.

Earnings before tax (EBT) improved moderately by € 0.4 million, from € 35.0 million to € 35.4 million (+1.1%). The corresponding margin for EBT fell by 0.2 percentage points to 6.8%.

Stock market price and market capitalisation

ISIN		DE0007042301
Ticker symbol		RHK
Registered share capital		259,200,000
Number of shares		103,680,000
	31 Mar. 2008	**31 Dec. 2007**
Share capital (€ m)	259.20	259.20
Number of shares (m)	103.68	103.68
Market capitalisation (€ m)	1,946.07	2,237.41
Share prices, in €		
Closing price	18.77	21.58
High	21.49	23.35
Low	17.22	17.96

All values adjusted (in €), including the stock split on 13 July 2007 and the capital increase on 11 June 2007.

In January 2008 significant share price losses were suffered by nearly all European stocks. The Dax lost roughly 15% and the M-Dax gave up 10%, thus wiping out the share price gains achieved over 2007. The price of the Rhön-Klinikum share, too, dipped briefly by around 14%, although we are neither directly or indirectly concerned by the impact of the subprime crisis.

Currently, first-line stocks are also coming under selling pressure, which explains the high volatility of our share also. We continue to be wholly convinced of the economic success of our growth-oriented non-cyclical business model.

Investments and financing

In the first three months of the current financial year, we invested a total of € 45.6 million (previous year: € 38.5 million) Group-wide, of which € 40.3 million (previous year: € 31.5 million) from our own funds. In addition to the Gießen and Marburg sites, investments in the first quarter of 2008 were focused on the teleportal clinics that came on stream in Miltenberg, Hammelburg and Wittingen.

The investments exclusively relate to top-up and replacement investments that were fully financed out of our operating cash flow of € 52.0 million (previous year: € 45.9 million).

Our net debt to banks of € 497.9 million (including securities of € 6.5 million) remained nearly unchanged since the last balance sheet date (€ 496.2 million). Our equity capital went from € 810.8 million to € 840.4 million, thus increasing in line with the quarterly result (€ 29.6 million). Our equity capital ratio has increased from 39.1% to 41.4% since 31 December 2007. Coverage of non-current assets by equity capital and non-current liabilities is 99.4%.

In the first three months of financial year 2008 we generated a cash flow (net consolidated profit, depreciation and amortisation as well as other non-cash items) of € 52.0 million (previous year: € 45.9 million).

Group financial structures are sound and stable.

Outlook

For financial year 2008 we expect the positive trend in service volumes to continue, with revenues reaching roughly € 2.1 billion and a net consolidated profit of roughly € 123.0 million.

Various economic research institutes have already revised downwards their growth forecast for financial year 2008 amid the subprime crisis and the burden this is expected to bring for the real economy. At the same time, underfunding of public hospitals will be further exacerbated by the development on the revenue and expenditure side. Privatisation pressures are mounting, and a temporary improvement in the finances at the various levels of government (local, state and federal) will not bring any permanent relief in this situation.

For this reason we expect the Group to see further buoyant acquisition-driven growth also in future. Until then we are taking advantage of the time to strengthen the Group on a sustained basis.

CONSOLIDATED TREND

Sites and capacities

	Date	Hospitals	Beds
As at 31 December 2007		**46**	**14,647**
Change in capacities	1 Jan. 2008		**-63**
As at 31 March 2008		**46**	**-14,584**

In the first quarter of 2008 there were no changes in the scope of consolidation.

As at 31 March 2008 we have 46 consolidated hospitals with 14,584 beds/places at a total of 35 sites in nine federal states. Since 31 December 2007 there have been only minor changes in the number of approved beds as part of our acute-inpatient capacities. With our inpatient capacities, the occupancy rate stood at 84.6% in the first quarter of 2008 (average in 2007: 83.8%).

On 17 January 2008 the Federal High Court of Justice, in the cartel proceedings "Rhön-Grabfeld district hospitals" dismissed the appeal of RHÖN-KLINIKUM AG and thus prohibited with final effect the takeover of the hospital in Bad Neustadt. Neither our growth strategy nor our growth targets are affected by this.

	Date	MVZs	Practices
As at 31 December 2007		**14**	**39**
Commissioned in Wiesbaden	01. Jan 08	1	2
Commissioned in Köthen	01. Jan 08	1	3
Commissioned in Marburg	01. Jan 08	1	2
Expansions at already existing MVZs		-	2
As at 31 March 2008		**17**	**48**

The expansion of our MVZ capacities with facilities commissioned in Wiesbaden, Köthen and Marburg, and the expansion at existing MVZ facilities is proceeding as planned. By the end of the current financial year we expect the further integration of twelve doctor's practices at a total of four sites.

With effect from 1 January 2008, we commissioned a further service company for provision of infrastructural services (laundry).

Patients

January through March	2008	2007
Inpatient and day-case treatments,		
acute hospitals	142,254	137,786
rehabilitation hospitals and other facilities	2,384	2,354
	144,638	140,140
Outpatient attendances		
at our acute hospitals	238,284	229,892
at our MVZs	27,272	18,850
Total	**410,194**	**388,882**

In the first three months a total of 410,194 patients (up by +21,312 patients / +5.5%) were treated in the Group's hospitals and MVZs. Of this increase, outpatient treatments account for 78.9%. After deducting consolidation effects (Krankenhaus Köthen GmbH), this translates into growth in patient numbers of 15,411 patients or 4.0%. This organic growth is distributed nearly uniformly over the entire Group.

Per-case revenues

January through March	2008	2007
Case revenue		
inpatient (€)	3,442	3,433
outpatient (€)	86	84

Compared with the first quarter of the previous year, per-case revenue rose by 0.3% in the inpatient area and by 2.4% in the outpatient area.

Employees

	Number
As at 31 December 2007	**32,222**
Change in employees at hospital subsidiaries	-8
Change in employees at MVZ subsidiaries	29
Change in employees at service companies	60
As at 31 March 2008	**32,303**

At 31 March 2008, the Group employed 32,303 persons (31 December 2007: 32,222). The hospitals consolidated at the end of 2007 witnessed a slight overall decline in staff numbers (-8). The facilities undergoing restructuring continued to pursue their staff benchmark targets. Given the higher occupancy rates, already optimised facilities on growth course hired doctors and nursing staff to ensure high-quality patient care in these areas, thus securing growth in service volumes.

Personnel increases at the MVZ subsidiaries and the service companies stem from the commissioning of a service company for laundry services as well as several MVZs at various Group sites.

BUSINESS DEVELOPMENT

In the first three months of financial year 2008 our hospitals put in a good performance overall despite the underfunding of collective wage developments for doctors and the trend in prices for food and in expenditures for water, energy and fuels. Thanks to higher service volumes and cost savings, our hospitals succeeded not only in offsetting these higher expenditures but also in generating further profit contributions, thus meeting our expectations. They raised EBIT from € 40.6 million by € 2.9 million (+7.1%) to € 43.5 million. This improvement in EBIT was also helped by Universitätsklinikum Gießen und Marburg GmbH which made a positive contribution of € 1.0 million.

Our MVZ companies generated a slightly positive EBIT of € 0.1 million in the first quarter of 2008. The start-up losses in the first quarter of

2007 (€ 0.2 million) have since been fully digested.

In the first three months of financial year 2008, our service companies generated an EBIT of € 0.1 million versus the same period last year (previous year: € 0.0 million).

EBIT January - March	2008 € m	2007 Mio €	Veränderung Mio €	%
Long-standing hospitals (already consolidated in 2005)	43.1	41.0	2.1	5.1
Acquisitions in 2006 (Universitätsklinikum Gießen und Marburg GmbH, Heinz Kalk-Krankenhaus GmbH, Frankenwaldklinik Kronach GmbH)	0.3	-0,4	0.7	175.0
Acquisitions in 2007 (Krankenhaus Köthen GmbH)	0.1	0.0	0.1	N.A.
Other companies (MVZ and service companies)	0.2	-0.2	0.4	200.0
	43.7	**40.4**	**3.3**	**8.2**

Revenues and earnings

The Group's economic performance is shown as follows based on the key figures used for tax purposes:

January - March	2008 € m	2007 € m	Change € m	%
Revenues	520.7	502.0	18.7	3.7
EBITDA	64.2	61.1	3.1	5.1
EBIT	43.7	40.4	3.3	8.2
EBT	35.4	35.0	0.4	1.1
Operating cash flow	52.0	45.9	6.1	13.3
Konzerngewinn	29.6	25.2	4.4	17.5

Without taking into account further acquisitions, we expect our key ratios to continue improving in the further course of financial year 2008.

January - March	2008 %	2007 %
Return on equity (after tax)	14.3	13.6
Return on revenue	5.7	5.0
Cost of materials ratio	24.4	25.3
Personal cost ratio	60.5	58.7
Depreciation an amortisation ration	3.9	4.1
Other cost ration	9.5	10.5
Tax rate	1.1	2.0

Compared with the same period last year, revenues grew by € 18.7 million or 3.7%. Adjusting for changes in the scope of consolidation, this translates into organic growth of € 11.5 million or 2.3%.

Disproportionately moderate rise in the cost of materials ratio essentially stems from our projects to streamline purchasing items and to promote a greater transfer of service volumes within the Group.

With staff numbers remaining nearly unchanged, the personnel cost ratio rose disproportionately by 1.8 percentage points to 60.5% due to the recognition as expenditure of all identifiable burdens from wage increases for doctors and other hospital staff.

The rise in other operating expenditures stems from lower maintenance costs compared with the same period last year. In the first quarter of the previous year, we moved forward modernisation measures at our hospitals in München Pasing and Perlach in a volume of € 1.8 million.

With a depreciation and amortisation expense of € 20.5 million, which was nearly unchanged compared with the same period last year, the depreciation and amortisation ratio saw a percentage decline to 3.9% from the expansion in revenues (previous year: 4.1%).

The worsening in the financial result by € 2.9 million compared with the same period last year stems from the net effect of the market valuation of our interest hedging instruments (€ 2.2 million) based on the change in interest rates on the one hand, and from the rise in our net debt to banks compared with the same period last year on the other.

The decline in the tax rate compared with the previous year by 0.9 percentage points to 1.1 percentage points as well as in tax expenditure from € 9.8 million to € 5.8 million is largely the result of the amendments to corporation tax legislation as part of the 2008 Corporation Tax Reform, notably the lowering of the corporate tax rate from 25% to 15%.

In the first three months of financial year 2008 we raised net consolidated profit by € 4.4 million or 17.5% to € 29.6 million (previous year: € 25.2 million). Adjusted for the required impairment on the market value of our financial instruments in the first quarter (€ 1.8 million after tax) as well as the impact of amendments to corporation tax legislation (€ 4.0 million), this translates into a rise in net consolidated profit from operating activities of € 2.2 million or 8.7%.

Minority interests in profit rose compared with the same period last year by € 0.2 million to € 1.4 million.

The interest of RHÖN-KLINIKUM AG shareholders in profit for the first three months of 2008 rose by € 4.2 million or 17.5% to € 28.2 million compared with the same period last year. This corresponds to earnings per share of € 0.27 (previous year: € 0.23).

Asset and capital structure

	31 Mar. 2008 € m	%	31 Dec. 2007 € m	%
ASSETS				
Non-current assets	1,506.8	74.3	1,487.2	71.7
Current assets	521.8	25.7	585.9	28.3
	2,028.6	**100.0**	**2,073.1**	**100.0**
SHAREHOLDERS´ EQUITY AND LIABILITIES				
Shareholders`equity	840.4	41.4	810.8	39.1
Long-term loan cpital	657.3	32.4	750.4	36.2
Short-term loan capital	530.9	26.2	511.9	24.7
	2,028.6	**100.0**	**2,073.1**	**100.0**

Our assets declined by € 44.5 million or 2.2%, particularly as a result of the redemption of long-term financial debt by short-term assets. The equity ratio rose from 39.1% to 41.4%.

	2008 Share-holders € m	2008 Minori-ties € m	2008 Total € m	2007 Total € m
As at 1 January	**769.7**	**41.1**	**810.8**	**728.7**
Net consolidated profit for the first three months	28.2	1.4	29.6	25.2
Dividends paid	0.0	0.0	0.0	0.0
Change in scope of consolidation [1]	0.0	0.0	0.0	0.0
As at 31 March	**797.9**	**42.5**	**840.4**	**753.9**

[1] First-time consolidation of no longer active subsidiary (€ 30 thousand)

Equity now stands at € 840.4 million (31 December 2007: € 810.8 million). The rise in equity capital of € 29.6 million compared with the last balance sheet date corresponds to the net consolidated profit of the first quarter of 2008. Of this, € 28.2 million is attributable to the shareholders of RHÖN-KLINIKUM AG and € 1.4 million to minority owners. Overall, 99.4% of non-current assets is covered by equity and non-current liabilities.

Including marketable securities amounting to € 6.5 million (31 December 2007: € 9.5 million), net debt to banks rose since the last balance sheet date from € 496.2 million to € 497.9 million on 31 March 2008.

Our key financial ratios developed as follows:

	2007 Q1	2008 Q1
Net financial debt (€ m)	**430.0**	**497.9**
EBITDA (€m)	**61.1**	**64.2**
Net interest expenditure (€ m)	5.4 *	6.1 *
Net financial debt / EBITDA (€ m)	1.76	1.94
EBITDA / net interest expenditure (€ m)	11.3	10.5

*) excluding mark-up / discount of financial instruments

Our internal financing strength has increased significantly. Compared with the same period last year, cash flow, calculated from net consolidated profit plus depreciation and amortisation and other non-cash items (unrealised profits and losses on disposal of assets and earnings effects from market valuations of financial instruments) rose by € 6.1 million or 13.3% to € 52.0 million.

The origin and appropriation of our liquidity are shown in the following overview:

January through March	**2008 € m**	**2007 € m**
Cash generated (+) / utilised (-) by operating activities	38.7	28.8
Cash generated (+) / utilised (-) in investing activities	-37.3	-80.9
Cash generated (+) / utilised (-) by financing activities	-74.9	-7.4
Change in cash and cash equivalents	**-73.5**	**-59.5**
Cash and cash equivalents as at 1 January	164.7	155.8
Cash an cash equivalents as at 31 March	**91.2**	**96.3**

Investing activities

Aggregate investments of € 45.6 million (previous year: € 38.5 million) in the first three months of financial year 2008 are shown in the following table:

	Use of		
	Gov`t grants € m	Own funds € m	Total € m
Current capital expenditure	5.3	40.3	45.6
Hospital takeover	0.0	0.0	0.0
Total	**5.3**	**40.3**	**45.6**

Of these investments made in the first three months, € 5.3 million was attributable to investments funded from grants under the Hospital Financing Act (KHG) (previous year: € 7.0 million) and deducted from total investments pursuant to the relevant provisions of IAS.

An analysis of investments by site is given below:

	€ m
Gießen/Marburg	18.5
Bad Kissingen/Hammelburg	3.9
Bad Neustadt a. d. Saale	3.6
Hildesheim	2.8
Bad Berka	2.3
Leipzig	2.0
Cuxhaven	1.3
Wittingen	1.1
Meiningen	1.1
Salzgitter	0.9
Other sites	2.8
Total	**40.3**

In the remaining course of financial year 2008 we expect further investments to the tune of roughly € 235 million from investment projects already under way.

Under company purchase agreements entered into we still have outstanding investment obligations of € 526.6 million until 2012.

Other disclosures

Treasury shares held by RHÖN-KLINIKUM AG in the aggregate value of € 0.1 million (31 December 2007: € 0.1 million) to service employee anniversary bonuses are deducted from equity. A total number of 24,610 treasury shares are held, which is unchanged since the last balance sheet date.

In the first quarter of financial year 2008, RHÖN-KLINIKUM AG was informed of three transactions subject to notification pursuant to Section 15a Securities Trading Act (WpHG) from members of the Board of Management (directors' dealings). These concerned the purchase of 13,100 ordinary shares over the stock exchange at the respective record date price in an aggregate volume of € 230.3 thousand. Details are published on our website.

Bad Neustadt a. d. Saale, 24 April 2008

RHÖN-KLINIKUM AG

THE BOARD OF MANAGEMENT

Consolidated income statement

January through March	2008		2007	
	€ `000	**%**	**€ `000**	**%**
Revenues	520,741	100.0	502,012	100.0
Other income	34,781	6.7	33,478	6.7
	555,522	**106.7**	**535,490**	**106.7**
Materials and consumables used	127,071	24.4	126,874	25.3
Employee benefits expense	315,087	60.5	294,911	58.7
Other expenditure	49,162	9.5	52,568	10.5
	491,320	**94.4**	**474,353**	**94.5**
Interim result (EBITDA)	**64,202**	**12.3**	**61,137**	**12.2**
Depreciation/amortisation and impairment	20,473	3.9	20,718	4.1
Operating result (EBIT)	**43,729**	**8.4**	**40,419**	**8.1**
Finance expenditure	10,151	1.9	7,150	1.4
Finance income	1,818	0.3	1,719	0.3
Financial result	**8,333**	**1.6**	**5,431**	**1.1**
Earnings before tax (EBT)	**35,396**	**6.8**	**34,988**	**7.0**
Income taxes	5,833	1.1	9,786	2.0
Net consolidated profit	**29,563**	**5.7**	**25,202**	**5.0**
of which				
Minority owners	**1,350**	**0.3**	**1,224**	**0.2**
Shareholders of RHÖN-KLINIKUM AG	**28,213**	**5.4**	**23,978**	**4.8**
Earnings per share in €	**0.27**		**0.23**	

Consolidated Balance Sheet 31 March 2008

	31 March 2008		31 December 2007	
	€ `000	%	€ `000	%
A S S E T S				
Non-current assets				
Goodwill and other intangible assets	255,395	12.6	255,581	12.3
PP&E	1,224,882	60.4	1,205,270	58.1
Investment property	4,131	0.2	4,172	0.2
Income tax claims	20,777	1.0	20,577	1.0
Other assets	1,608	0.1	1,556	0.1
	1,506,793	**74.3**	**1,487,156**	**71.7**
Current assets				
Inventories	38,057	1.9	39,842	1.9
Accounts receivable, other receivables and other assets	357,451	17.6	358,532	17.4
Current income tax claims	17,493	0.9	17,512	0.8
Cash and cash equivalents	108,786	5.3	170,057	8.2
	521,787	**25.7**	**585,943**	**28.3**
	2,028,580	**100.0**	**2,073,099**	**100.0**

	31 March 2008		31 December 2007	
	€ `000	%	€ `000	%
SHAREHOLDERS' EQUITY AND LIABILITIES				
Shareholders' equity				
Subscribed capital	259,000	12.8	259,200	12.5
Capital reserve	37,582	1.8	37,582	1.8
Other reserves	473,006	23.3	366,714	17.7
Net consolidated profit attributable to shareholders of RHÖN-KLINIKUM AG	28,213	1.4	106,292	5.1
Treasury shares	-77	0.0	-77	0.0
Equity attributable to shareholders of RHÖN-KLINIKUM AG	797,924	39.3	769,711	37.1
Outside owners' minority interests in Group equity	42,440	2.1	41,120	2.0
	840,364	**41.4**	**810,831**	**39.1**
Long-term debt				
Financial liabilities	569,048	28.1	656,537	31.7
Deferred tax liabilities	13,291	0.7	12,867	0.6
Provisions for post-employment benefits	8,352	0.4	8,164	0.4
Other liabilities	66,596	3.3	72,834	3.5
	657,287	**32.5**	**750,402**	**36.2**
Short-term debt				
Accounts payable	91,454	4.5	107,966	5.2
Current income tax liabilities	7,079	0.3	10,560	0.5
Financial liabilities	44,581	2.2	19,562	0.9
Other provisions	24,472	1.2	24,485	1.2
Other liabilities	363,343	17.9	**349,293**	16.9
	530,929	**26.1**	**511,866**	**24.7**
	2,028,580	**100.0**	**2,073,099**	**100.0**

Statement of changes in shareholder's equity

	Shareholders € '000	Minorities € '000	Total € '000
As at 31 December 2006	**691,097**	**37,644**	**728,741**
Net consolidated profit for the first three months of	23,978	1,224	25,202
Dividends paid	0	0	0
Change in scope of consolidation	0	0	0
As at 31 March 2007	**715,075**	**38,868**	**753,943**
As at 31 December 2007	**769,711**	**41,120**	**810,831**
Net consolidated profit for the first three months of	28,213	1,350	29,563
Dividends paid	0	0	0
Change in scope of consolidation	0	-30	-30
As at 31 March 2008	**797,924**	**42,440**	**840,364**

Cash flow statement

January through March	**2008 € m**	**2007 € m**
Earnings before taxes	35.4	35.0
Financial result (net)	8.3	5.4
Impairment and losses on disposal of assets	20.6	20.3
	64.3	**60.7**
Change in net current assets		
Change in inventories	1.8	2.1
Change in accounts receivable	-8.0	-8.7
Change in other receivables	6.1	0.6
Change in liabilities (excluding financial debts)	-6.4	-9.4
Change in provisions	0.2	0.8
Income taxes paid	-9.1	-10.2
Interest paid	-10.2	-7.1
Cash generated (+) / utilised (-) by operating activities	**38.7**	**28.8**
Investments in property, plant and equipment and in intangible assets	-42.4	-33.3
Purchase of securities	0.0	-51.5
Sale of securities	3.0	0.0
Acquisition/sale of subsidiaries, net of cash acquired	0.0	0.0
Sale proceeds from disposal of assets	0.3	2.2
Interest received	1.8	1.7
Cash generated (+) / utilised (-) in investing activities	**-37.3**	**-80.9**
Repayment of financial debts	-74.9	-7.4
Cash generated (+) / utilised (-) by financing activities	**-74.9**	**-7.4**
Change in cash and cash equivalents	-73.5	-59.5
Cash and cash equivalents as at 1 January	164.7	155.8
Cash and cash equivalents as at 31 March	**91.2**	**96.3**

Financial calendar - dates for shareholders and analysts

2008

13 February 2008	Preliminary results for financial year 2007
24 April 2008	Results press conference: publication of 2007 annual financial report
24 April 2008	Publication of interim report for the quarter ending 31 March 2008
17 June 2008	Annual General Meeting
7 August 2008	Publication of half-year financial report as at 30 June 2008
30 October 2008	Publication of interim report for the quarter ending 30 September 2008
6 November 2008	DVFA analysts conference

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