

11 July 2006

ALSTOM's first quarter 2006/07 orders and sales
STRONG COMMERCIAL PERFORMANCE
WITH ORDERS OF €4.7Bn, UP 32%

Between 1 April and 30 June 2006, ALSTOM booked orders of €4.7bn, an increase of 32% versus the first quarter of fiscal year 2005/06 on a comparable basis. For the same period, sales at €3.2bn were up 3% on a comparable basis.

Orders received for the first quarter of fiscal year 2006/07 were at a very high level, with a strong growth in Power Turbo-Systems / Power Environment (+64% versus the same period last year), as a result of the booking of several turnkey gas power plant projects, and in Power Service (+30%). Transport's orders remained strong, 3% above the level of the first quarter of last year.

The total backlog, up to €28 billion, represents around 2 years of sales.

Sales for the first quarter of fiscal year 2006/07 were up 3% compared with the same period of the previous year. Sales in the Power Sectors were up 7% versus first quarter of fiscal year 2005/06, while sales in Transport were slightly down (-3%).

"The level of orders booked during the first quarter 2006/07 is the highest registered over the recent years. This very strong quarter was due to the booking of a large number of turnkey projects ; it also reflects the good positioning of ALSTOM on sound markets. Sales should progressively ramp-up during the fiscal year from an increase of 3% in the first quarter to 8% for the full year, on a comparable basis. This growth will notably be driven by the progression of sales in Transport expected in the second half", said Patrick Kron, Chairman & Chief Executive Officer of ALSTOM.

Comparable figures in € million	2005/06					2006/07	
	Q1	Q2	Q3	Q4	FY 05/06	Q1	Q1/Q1
Orders received	3,561	3,111	4,127	3,504	14,304	4,694	32%
Sales	3,090	3,077	3,035	3,398	12,600	3,189	3%

Sector Reviews

Power Turbo-Systems / Power Environment

Order intake, at €2.2 billion for the first quarter of fiscal year 2006/07, was at an exceptionally high level, with an increase of 64% as compared to the first quarter of last year.

The main orders received in the first quarter of fiscal year 2006/07 were for turnkey power plant projects including seven GT26 gas turbines in Italy, UK and Australia, as well as several environmental control system contracts in the US and in Europe.

Sales, at €1.3 billion, were up 7% as compared to the same period of last year.

Power Service

Order intake in the first quarter of fiscal year 2006/07 amounted to €1.1 billion, up 30% as compared to the first quarter 2005/06. Main orders included several operation and maintenance (O&M) contracts as well as a growing number of small-sized projects.

Sales, at €711 million, increased by 7% compared to the same period last year, confirming the expected long term growth of this activity.

Transport

Orders, at €1.4 billion in the first quarter of fiscal year 2006/07, up 3 % as compared to the first quarter of last year, remained at a good level.

The main orders received included mass transit projects in Algiers, Santo Domingo and Budapest, as well as regional trains for Sweden.

In the first quarter of fiscal year 2006/07, sales were at €1.2 billion, slightly down as compared to the same period of last fiscal year. The expected ramp-up in the delivery of several projects should lead to a marked increase in sales for the second half of the current year.

PRESS INFORMATION

* Note: Currency & Scope impacts

The evolution of orders and sales as reported between the first quarters of fiscal year 2005/06 and 2006/07 included a slight currency translation effect as well as the disposals of Power Conversion, Transport activities in Australia and New Zealand, FlowSystems, sold in fiscal year 2005/06, as well as Industrial Boilers, disposed of on 31 May 2006. Marine was treated as a discontinued activity for both first quarters.

The reported figures by Sector are presented in appendix 1. The comparable figures (see appendix 2) adjust the reported figures for these effects. A geographic breakdown of reported orders and sales is provided in appendix 3. The comments above are on a comparable basis.

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This press release contains forward-looking statements which are based on current plans and forecasts of ALSTOM's management. Such forward-looking statements are by their nature subject to a number of important risk and uncertainty factors (such as those described in the documents filed by ALSTOM with the French AMF) that could cause actual results to differ from the plans, objectives and expectations expressed in such forward-looking statements. These such forward-looking statements speak only as of the date on which they are made, and ALSTOM undertakes no obligation to update or revise any of them, whether as a result of new information, future events or otherwise.

Appendix 1

Reported Figures (Unaudited)

Orders received Actual figures in € million	2005/06					2006/07	
	Q1	Q2	Q3	Q4	FY 05/06	Q1	Q1/Q1
	Power Turbo-Systems / Power Environment	1,348	998	2,099	1,631	6,076	2,161
Power Service	884	876	894	837	3,491	1,080	22%
Transport	1,515	1,387	1,211	1,071	5,184	1,441	(5%)
Corporate & Others	231	204	85	19	539	12	(95%)
ALSTOM	3,978	3,465	4,289	3,558	15,290	4,694	18%

Sales Actual figures in € million	2005/06					2006/07	
	Q1	Q2	Q3	Q4	FY 05/06	Q1	Q1/Q1
	Power Turbo-Systems / Power Environment	1,236	1,190	1,230	1,423	5,079	1,265
Power Service	718	787	671	677	2,853	711	(1%)
Transport	1,314	1,239	1,230	1,345	5,128	1,202	(8%)
Corporate & Others	150	145	40	18	353	11	(93%)
ALSTOM	3,418	3,361	3,171	3,463	13,413	3,189	(7%)

Appendix 2

Comparable Figures (Unaudited)

Orders received Comparable figures in € million	2005/06					2006/07	
	Q1	Q2	Q3	Q4	FY 05/06	Q1	Q1/Q1
	Power Turbo-Systems / Power Environment	1,318	919	2,049	1,605	5,891	2,161
Power Service	832	833	867	821	3,353	1,080	30%
Transport	1,400	1,343	1,203	1,065	5,011	1,441	3%
Corporate & Others	11	16	8	13	48	12	4%
ALSTOM	3,561	3,111	4,127	3,504	14,304	4,694	32%

Sales Comparable figures in € million	2005/06					2006/07	
	Q1	Q2	Q3	Q4	FY 05/06	Q1	Q1/Q1
	Power Turbo-Systems / Power Environment	1,184	1,141	1,163	1,389	4,878	1,265
Power Service	664	752	650	658	2,725	711	7%
Transport	1,236	1,168	1,217	1,335	4,956	1,202	(3%)
Corporate & Others	5	16	4	16	41	11	112%
ALSTOM	3,090	3,077	3,035	3,398	12,600	3,189	3%

Appendix 3

Geographic Breakdown

Reported Figures (Unaudited)

Orders received in € million	Q1		Q1/Q1
	2005/06	2006/07	
Europe	1,184	2,776	134%
North America	615	634	3%
Latin America	377	205	-46%
Africa / Middle East	312	387	24%
Asia / Pacific	1,490	693	-54%
TOTAL	3,978	4,694	18%

Sales in € million	Q1		Q1/Q1
	2005/06	2006/07	
Europe	1,563	1,524	-2%
North America	525	519	-1%
Latin America	187	206	10%
Africa / Middle East	401	289	-28%
Asia / Pacific	742	651	-12%
TOTAL	3,418	3,189	-7%