SIEMENS AKTIENGESELLSCHAFT
Form 6-K
November 10, 2005

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FORM 6-K
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
Report of Foreign Private Issuer
Pursuant to Rule 13a-16 or 15d-16
of the Securities Exchange Act of 1934
For November 10, 2005

Commission File Number: 1-15174

Siemens Aktiengesellschaft

(Translation of registrant s name into English)

Wittelsbacherplatz 2
D-80333 Munich
Federal Republic of Germany
(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F þ Form 40-F o

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Yes o No þ

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Yes o No þ

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes o Noþ

If Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82-

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Key figures[1]

	Fiscal year[2]		4th quarter[3]	
	2005	**2004**	**2005**	**2004**
Income from continuing operations	**3,058**	3,450	**497**	736
(in millions of euros)				
Effects related to Infineon share sale and a goodwill impairment [4]		403		
		3,407		

	September 30, 2005	September 30, 2004
Employees [6] *(in thousands)*	**461**	424
Germany	**165**	161
International	**296**	263

(1) Preliminary and unaudited, focused on continuing operations. (Discontinued operations consist of discontinued mobile devices activities).
(2) October 1, 2004 and 2003 September 30, 2005 and 2004, respectively.
(3) July 1, 2005 and 2004 September 30, 2005 and 2004, respectively.
(4) Pretax gain of 590 million on sale of Infineon shares plus related 246 million reversal of deferred tax liability, less a goodwill impairment of 433 million.
(5) Earnings per share basic.
(6) Continuing operations.

Note: Group profit from Operations is reconciled to Income before income taxes of Operations under Reconciliation to financial statements on the table Segment information included in this release.

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Earnings Release

Munich, November 10, 2005

Siemens in fiscal 2005 (ended September 30, 2005)

Orders rose 11% to 83.791 billion and sales of 75.445 billion were up 7%.

Income from continuing operations was 3.058 billion, level with income from continuing operations a year earlier excluding a net 403 million benefit from effects related to the sale of shares in Infineon Technologies AG and a goodwill impairment.

Net income was 2.248 billion, including a negative 810 million related to discontinued mobile devices operations. Net income of 3.405 billion in the prior year also included the 403 million net benefit.

Group profit from Operations was 4.687 billion, including significant charges in the I&C Groups and the industry logistics businesses formerly of L&A. Group profit from Operations a year earlier was 5.136 billion.

On a continuing basis, net cash from operating and investing activities was a negative 1.489 billion, including a significant increase in cash used for acquisitions and investments to 3.102 billion and 1.496 billion in supplemental cash contributions to Siemens pension plans. In the prior year, net cash from operating and investing activities was a positive 3.015 billion, including lower supplemental pension plan contributions of 1.255 billion more than offset by 1.794 billion in net proceeds from the Infineon share sale.

Siemens management proposes a dividend of 1.35 per share compared to 1.25 per share a year earlier.

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Fiscal 2005 was a very dynamic year for Siemens, said Siemens CEO Klaus Kleinfeld in presenting preliminary results for the year. We saw healthy growth, notably double-digit growth in orders, and many of our Groups produced strong profit performances.

We also completed one of our busiest years of portfolio changes, gaining new strength in power, medical solutions and industrial automation. Furthermore, we took important steps with respect to our Information and Communications businesses. Overall, we delivered 3.1 billion in income from continuing operations, in line with our earlier guidance, despite significant charges.

Looking forward, we will continue to rigorously execute on our Fit*4*More program with fiscal 2007 in view. We expect that the necessary strategic reorientation measures will affect, positively and negatively, our income and cash flow throughout fiscal 2006. We are on track in making Siemens fit for the future, including a further strengthening of our leadership in strategic markets.

For the fiscal year ended September 30, 2005, Siemens reported income from continuing operations of 3.058 billion, including a goodwill impairment. For comparison, income from continuing operations of 3.450 billion a year earlier included the 403 million net benefit mentioned above. Discontinued operations in fiscal 2005 were a negative 810 million due to divestment of Com s mobile devices business. Net income, which includes discontinued operations, was 2.248 billion. More information on discontinued operations is included later in this release. Net income of 3.405 billion a year earlier includes the 403 million net benefit mentioned above. Basic and diluted earnings per share were 2.52 and 2.42, respectively, compared to 3.82 and 3.66 a year earlier. Based on income from continuing operations, basic and diluted earnings per share were 3.43 and 3.29, respectively, compared to 3.87 and 3.71 a year earlier.

Group profit from Operations was 4.687 billion compared to 5.136 billion a year earlier. Most Groups continued on track toward their fiscal 2007 earnings objectives, with particularly strong earnings coming from Automation and Drives (A&D), Medical Solutions (Med), Power Generation (PG), Siemens VDO Automotive (SV) and Osram. In contrast, Group profit at Communications (Com) was lower year-over-year. Siemens Business Services (SBS) posted a substantial loss, including 228 million in capacity adjustment charges and a fourth-quarter goodwill impairment of 262 million. In addition, Group profit from Operations in fiscal 2005 includes charges at the Distribution and Industry Logistics (DI) and Material Handling Products (MHP) divisions. These businesses are accounted for in Other Operations and the Logistics and Assembly Systems (L&A) Group is dissolved effective October 1, 2005. Along with Com and SBS, DI and MHP also expect further charges in coming quarters.

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Orders for the year rose 11%, to 83.791 billion, and sales increased 7%, to 75.445 billion. Excluding currency translation effects and the net effect of acquisitions and dispositions, orders rose 7% and sales were up 3% year-over-year. Orders were higher at every Group in Operations, and sales also rose across the board except at Transportation Systems (TS). Sales growth was driven by international expansion, while orders climbed both domestically and internationally. Most major acquisitions for the year closed in the second half of the year, including CTI Molecular Imaging, Inc. (CTI), a nuclear medicine diagnostics company; Flender Holding GmbH, an industrial gear manufacturer; Robicon Corp., a maker of industrial voltage converters in the U.S.; and VA Technologie AG (VA Tech), a power and industrial solutions company.

On a continuing basis, net cash from operating and investing activities was a negative 1.489 billion in fiscal 2005. Net cash included a significant increase in cash used for acquisitions and investments to 3.102 billion and 1.496 billion in supplemental cash contributions to Siemens pension plans. For comparison, net cash provided by operating and investing activities of 3.015 billion a year earlier included lower supplemental cash pension contributions of 1.255 billion, more than offset by 1.794 billion in net proceeds from the Infineon share sales.

Siemens results for the fourth quarter of fiscal 2005

Orders rose 16% compared to the fourth quarter a year earlier, to 23.596 billion, and sales climbed 13%, to 22.106 billion. Excluding currency effects and the net effect of acquisitions and dispositions, orders rose 9% and sales were up 4%. Group profit from Operations was 926 million, down from 1.474 billion a year earlier due largely to results at Com and SBS and also to asset impairments and project charges at DI and MHP. Income from continuing operations was 497 million compared to 736 million in the prior-year period. Based on income from continuing operations, basic and diluted earnings per share were 0.56 and 0.54, respectively, compared to 0.82 and 0.79 a year earlier. Fourth-quarter net income including discontinued operations was 77 million compared to 654 million a year earlier. Earnings per share for the fourth quarter were 0.09, compared to basic and diluted earnings per share of 0.73 and 0.70, respectively, a year earlier. On a continuing basis, net cash provided by operating and investing activities was 659 million in the fourth quarter. Investing activities used 2.285 billion, as a number of major acquisitions for the year closed in the fourth quarter. A year earlier, fourth-quarter net cash provided by operating and investing activities was 477 million, including 822 million used to acquire USFilter.

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Operations in fiscal 2005

Information and Communications

Communications (Com)

	Fourth quarter ended September 30,				Fiscal Year ended September 30,			
			% Change				% Change	
(in millions)	2005	2004	Actual	Adjusted*	2005	2004	Actual	Adjusted**
Group profit	53	286	(81)%		454	707	(36)%	
Group profit margin	1.4%	7.9%			3.5%	5.6%		
Sales	3,707	3,627	2%	(1)%	13,141	12,709	3%	2%
New orders	3,553	3,329	7%	5%	13,802	13,031	6%	5%

* Excluding currency translation effects of 2% and 1% on sales and orders, respectively, and portfolio effects of 1% on sales and orders.

** Excluding portfolio effects of 1% on sales and orders.

Com closed the sale of its mobile devices business to BenQ Group (BenQ) of Taiwan in the fourth quarter. In the following discussion, discontinued mobile devices operations are excluded from both fiscal 2005 and fiscal 2004, in order to present a meaningful comparison of continuing operations over time.

Fiscal 2005 orders at Com rose 6%, to 13.802 billion, and sales increased 3%, to 13.141 billion. The Mobile Networks division accounted for much of Com s growth for the year, and also made a strong earnings contribution. Group profit was 454 million for the year, down from 707 million a year earlier due predominantly to margin pressure in the enterprise business and severance charges, largely in the Fixed Networks division. The charges were offset by a gain of 208 million on the sale of a portion of Com s shares in Juniper Networks, Inc.

Fourth-quarter Group profit was 53 million, down from 286 million a year earlier due to severance charges and market-driven margin pressures. Fourth-quarter sales of 3.707 billion were up 2% compared to the prior-year period, and fourth-quarter orders of 3.553 billion were 7% higher year-over-year.

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Siemens Business Services (SBS)

	Fourth quarter ended September 30,				Fiscal Year ended September 30,			
			% Change				% Change	
(in millions)	2005	2004	Actual	Adjusted*	2005	2004	Actual	Adjusted**
Group profit	(427)	(28)			(690)	40		
Group profit margin	(28.4)%	(2.2)%			(12.8)%	0.8%		
Sales	1,502	1,245	21%	9%	5,373	4,716	14%	5%
New orders	1,801	2,342	(23)%	(26)%	6,531	6,293	4%	(6)%

* Excluding portfolio effects of 12% and 3% on sales and orders, respectively.

** Excluding portfolio effects of 9% and 10% on sales and orders, respectively.

SBS posted a loss of 690 million in fiscal 2005, including a goodwill impairment of 262 million in its Operation Related Services division and charges of 228 million for severance and capacity adjustments. Group profit in the prior year included a 93 million gain on the sale of 74.9% of Kordoba KG. Sales rose 14%, to 5.373 billion, on an increase in both internal and external sales. Orders of 6.531 billion were up 4% from a year earlier, which included major outsourcing contracts in the U.K., partly involving acquisitions.

In the fourth quarter of fiscal 2005, the charges noted above accounted for most of the loss of 427 million. For comparison, the prior-year period included the Kordoba gain mentioned above. Fourth-quarter sales at SBS rose significantly compared to the same period a year earlier. Fourth-quarter orders clearly out-paced sales, but came in below the level a year earlier, which included the outsourcing contracts mentioned above.

Automation and Control

Automation and Drives (A&D)

	Fourth quarter ended September 30,				Fiscal Year ended September 30,			
			% Change				% Change	
(in millions)	2005	2004	Actual	Adjusted*	2005	2004	Actual	Adjusted**
Group profit	343	313	10%		1,210	1,077	12%	
Group profit margin	11.3%	12.7%			12.3%	12.2%		
Sales	3,041	2,469	23%	9%	9,844	8,829	11%	7%
New orders	2,840	2,310	23%	7%	10,190	8,980	13%	10%

* Excluding currency translation effects of 1% on sales and orders, and portfolio effects of 13% and 15% on sales and orders, respectively.

** Excluding currency translation effects of (1)% on orders, and portfolio effects of 4% on sales and orders.

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A&D delivered double-digit growth in earnings, sales and orders in fiscal 2005. Group profit rose 12% to 1.210 billion. A&D also significantly expanded its business base with fourth-quarter acquisitions, including Flender Holding GmbH, a leading industrial gear maker, and Robicon Corp., a leading U.S. manufacturer of motor voltage converters. Fiscal 2005 sales for A&D climbed 11% year-over-year, to 9.844 billion, and orders increased 13%, to 10.190 billion. Effective with the beginning of fiscal 2006, A&D includes Siemens Electronics Assembly Systems division, which was formerly part of L&A.

Fourth-quarter Group profit at A&D rose 10% compared to the same quarter a year earlier, despite amortization effects related to the acquisitions mentioned above. Sales and orders each jumped 23%, to 3.041 billion and 2.840 billion, respectively, due primarily to the acquisitions.

Industrial Solutions and Services (I&S)

	Fourth quarter ended September 30,				Fiscal Year ended September 30,			
			% Change				% Change	
(in millions)	2005	2004	Actual	Adjusted*	2005	2004	Actual	Adjusted**
Group profit	52	35	49%		139	95	46%	
Group profit margin	2.8%	2.7%			2.6%	2.2%		
Sales	1,854	1,309	42%	10%	5,390	4,290	26%	6%
New orders	1,657	1,190	39%	15%	5,686	4,356	31%	15%

* Excluding currency translation effects of 1% and 2% on sales and orders, respectively, and portfolio effects of 31% and 22% on sales and orders, respectively.

** Excluding currency translation effects of (1)% on sales and orders, and portfolio effects of 21% and 17% on sales and orders, respectively.

I&S contributed Group profit of 139 million in fiscal 2005, up 46% from 95 million a year earlier. Profit growth was due primarily to a full-year contribution from the Group s water systems business, acquired in the fourth quarter of fiscal 2004, backed by Group-wide e