

Interim Report January-March 2006:

- Increase in Volkswagen Group operating profit before special items for the period January to March 2006 of 55.1% year-on-year to €726 million; Automotive Division operating profit improves again, but remains well below medium-term earnings target; Financial Services Division operating profit matches high prior-year figure
- Positive special items in the form of gains on sales of investments (gedas AG and Volkswagen Bordnetze GmbH) and negative special items from expenses for restructuring measures reduce Automotive Division operating profit by a net €89 million
- Group profit before tax up substantially year-on-year to €412 million (previous year: €125 million)
- Group sales revenue up by 21.4% year-on-year to €25.3 billion, in particular due to volume growth
- At 3.0%, ratio of investments in property, plant and equipment (capex) to sales revenue in the Automotive Division down year-on-year in the first quarter (previous year: 5.2%); net cash flow improves to €2.2 billion (previous year: €-0.6 billion)
- Net liquidity in the Automotive Division clearly positive at €3.7 billion
- New model initiative successful:
 - Global deliveries to customers increase by 15.1% year-on-year; higher market share especially in Germany and in key Western European markets
 - The Volkswagen Passenger Cars, Audi, Skoda and Volkswagen Commercial Vehicles brands achieve record first-quarter sales
 - Jetta, Passat and Golf GTI record higher sales figures in the USA; substantial growth in deliveries in China
 - Fox, Polo, Golf, Passat, Touran and Audi A6 lead their segments in Germany; Multivan/Transporter remains the most popular light van, strong demand for Caddy continues
 - Audi Q7 and the Lamborghini Gallardo Spyder launched successfully; world premiere of Audi TT Coupé and premiere of the Skoda Roomster in Germany; new BlueMotion sustainability initiative launched with the most fuel-efficient Polo ever
 - Passat receives numerous national and international awards

January-March		2006	2005*)	+/-	(%)
Volkswagen Group:					
Deliveries to customers	'000 units	1,361	1,183	+	15.1
Vehicle sales	'000 units	1,391	1,166	+	19.3
Production	'000 units	1,454	1,225	+	18.7
Employees	March 31/Dec. 31	336,222	344,902	-	2.5
Continuing operations:					
Sales revenue	EUR million	25,337	20,865	+	21.4
Operating profit before special items	EUR million	726	468	+	55.1
Special items	EUR million	- 89	-		x
Operating profit after special items	EUR million	637	468	+	36.3
Profit before tax from continuing operations	EUR million	412	125		x
Profit from continuing operations	EUR million	334	71		x
Loss from discontinued operations**)	EUR million	- 7	- 1		x
Profit after tax	EUR million	327	70		x
Automotive Division (including allocation of consolidation adjustments between the Automotive and Financial Services divisions):					
Cash flows from operating activities	EUR million	3,021	708		x
Cash flows from investing activities	EUR million	785	1,279	-	38.6
Net liquidity at March 31	EUR million	3,670	-1,842		x

*) Financial data restated.

***) The seasonally-driven loss after tax at the Europcar group for January-March 2006/2005 was reported separately because of IFRS 5, as the Europcar group was sold in March 2006, subject to approval by the antitrust authorities.

The most important automotive markets began 2006 with a positive underlying trend, although the continued risks for automotive demand posed by the economic environment are not insignificant. High energy and commodity prices will continue to have a negative effect, and exchange rates are not expected to provide any major impetus. Overall, we are forecasting a modest increase in global passenger car sales. We are predicting stable automotive demand in the US and Western European markets, while the German passenger car market is expected to grow slightly from a low basis.

For the current year, we expect the increase in deliveries to improve our market position in Western Europe, as all our brands are present with new volume models. For the US market, we also expect our competitive position to continue to recover on the back of the new models with higher delivery figures. In the Chinese and South American/South African markets, we are forecasting moderate growth in delivery volumes, which means that we can expect a slight increase in global deliveries to customers overall.

The resulting increase in sales revenue, as well as the measures to reduce materials costs and optimize production processes implemented primarily as part of ForMotion plus, will help achieve a year-on-year improvement in 2006 operating profit before special items. In addition, we expect the Automotive Division to record a positive net cash flow and a further improvement in net liquidity in 2006.

Wolfsburg, April 28, 2006

Volkswagen AG - The Board of Management

(The full interim report is available at "www.volkswagen-ir.de".)