Report of the Executive Board concerning Agenda Item 6 pursuant to article 203 para. 2, article 186 para. 4 sentence 2 AktG:

The Executive Board has put together a report concerning Agenda Item 6 pursuant to article 203 para. 2, article 186 para. 4 sentence 2 AktG outlining the reasons for the authorization excluding shareholder subscription rights. The report shall be available for shareholders to view, starting from the day of the convening of the Annual General Meeting, at the business premises of Company as well as on the Internet at www.kuka-ag.de. On request, every shareholder will be sent this report without delay and at no charge. The report shall be announced as follows:

In principle, in the event Authorized Capital III is used, our shareholders are entitled to a subscription right.

The authorization to exclude the subscription right for fractional amounts serves to produce a feasible subscription ratio with regard to the amount of the respective capital increase. Without the exclusion of the subscription right regarding fractional amounts, in particular when executing a capital increase in whole amounts, the technical execution of the capital increase and exercising the subscription right would be seriously impaired. The new shares excluded from shareholder subscription rights as free fractions will be either sold on the open market or disposed of in another manner in the best interest of the Company.

Moreover, the authorization provides that, in the case of certain capital increases in exchange for contributions in kind, the subscription right may be excluded. This exclusion serves to enable the acquisition of companies, or parts of companies, or participations in companies, or other assets in exchange for the granting of shares. If the acquisition leads to tax savings for the seller through the capital increase in exchange for contributions in kind, or if the seller is more interested in acquiring shares in the Company than in a monetary payment, the option provided for here will further strengthen the negotiating position of the Company. In individual cases it can also be of particular interest for the Company to offer new shares to the seller as consideration. Authorized capital gives the Company the flexibility needed in order to take advantage of emerging opportunities in a quick and flexible manner to, in suitable individual cases, acquire companies, parts of companies, participations in companies or other assets in return for new shares. The proposed authorization therefore enables an optimum financing of the acquisition in exchange for issuing new shares while strengthening the equity capital base of the Company. Liabilities (loans or bonds) of the Company may also be included among the other assets to be acquired. If these are brought in the Company as contributions in kind, this leads to the cancellation of the liability while simultaneously strengthening the equity capital. In any case, Management only intends to exercise the option of the capital increase in exchange for contributions in kind under utilization of the authorization to exclude the subscription right from authorized capital provided that the value of the new shares and the value of the consideration of the company, parts of the company, participation in the company or other assets to be acquired are in appropriate relation to each other. Here, the issue price of the new shares to be offered shall be based principally on the market price. This will prevent an economic disadvantage for shareholders excluded from the subscription right. In consideration of all of these circumstances, the authorization to exclude the subscription right to the described extent is necessary, suitable, appropriate and in the interest of the Company. In the event that the Management exercises the authority granted it, the Executive Board will report at the Annual General Meeting, which will follow any acquisition in exchange for issuing new shares of the Company.

With the authorization to exclude the subscription right, provided the new shares are sold at a price not substantially lower than the current market price, the option of a simplified exclusion of the subscription right pursuant to article 203 para. 1, para. 2 in conjunction with article 186 para. 3 sentence 4 AktG shall be exercised. The authorization to exclude the subscription right is limited to an amount of ten of one hundred percent of the existing share capital at the time the authorization becomes effective and the utilization of Authorized Capital III. For the aforementioned 10 percent limit, shares will be taken into account which have been acquired based on the authorization of the Annual General Meeting of April 29, 2010 and/or sold on the basis of this authorization pursuant to article 71 para. 1 no. 8 sentence 5 AktG in conjunction with article 186 para. 3 sentence 4 AktG or that will be issued in order to service warrant or convertible bonds, participation rights or participating bonds or a combination of these instruments, provided that these instruments have been issued on the basis of an authorization resolved at the Annual General Meeting on April 29, 2010 according to the appropriate application of article 186 para. 3 sentence 4 AktG.

Moreover, the authorization shall only be effective with the proviso that the issue price of the new shares is not substantially lower than the quoted stock market price of Company shares. This serves the interests of the Company to reach a best possible selling price when the shares are issued. The legally stipulated option in article 186 para. 3 sentence 4 AktG to exclude the subscription right puts Management in a position in which it can react quickly, flexibly and cost effectively to beneficial situations on the stock market. This strengthens the Company's capital resources in the best possible way, in the interest of the Company and all shareholders. By avoiding the time and cost-intensive processing of the subscription right, shareholder equity needs can be covered in a timely manner to take advantage of short-term market opportunities. Furthermore, this also makes it possible to acquire new domestic and foreign shareholder groups. article 186 para. 2 AktG authorizes the publishing of the exercise price by the third to last day of the subscription period. However, in light of the frequent volatility on the stock markets, in particular as observed recently, market risk can therefore also exist for more than a few days, leading to "haircuts" during the setting of the exercise price. This also endangers successful placement with third parties, i.e. increases the related expenditure in the granting of a subscription right due to the uncertainty of its exercise. Finally, due to the length of the subscription period of two weeks, the Company cannot respond quickly with an existing subscription right to favorable or unfavorable market conditions but rather is subject to deteriorating share prices during the subscription period, which can lead to a less favorable procurement of equity for the Company. The possibility of strengthening the Company's capital resources in the best possible way, in the interest of the Company and all shareholders, is of particular importance to the Company as it can then take advantage of market opportunities in its markets in a quick and flexible manner and cover any resulting capital needs in a very timely fashion. The selling price, and thus the funds flowing into the Company for the new shares, is guided by the market price of the quoted shares in circulation. It shall not be substantially lower than this; probably not by more than 3 percent, and definitely not more than 5 percent. Considering that all shares that have been issued by the Company to present are approved for trade on the regulated market on the Frankfurt Securities Exchange, according to the current situation, shareholders interested in maintaining their amount of holding in the case of the utilization of the authorization subject to the exclusion of the subscription right pursuant to article 186 para. 3 sentence 4 can do so easily by purchasing Company shares on the open market.