For immediate publication

Sika AG

Zugerstrasse 50 CH-6341 Baar, Switzerland www.sika.com Contact: Alfred Spieser,

Corporate Communications & Investor Relations

Tel.: +41 41 768 68 00 Fax: +41 41 768 68 50 spieser.alfred@ch.sika.com

Stronger demand affects prices

Sika will raise prices for various products, particularly for the Sikaflex[®] family of adhesives, by up to 5%.

Burgeoning, broad-based market vitality and related increases in demand for goods and raw materials led to a renewed rise in purchasing costs during the first half of 2006. Sika was not spared the effects of these developments. In response Sika's management has decided to raise selling prices by up to 5% for various products worldwide, in particular the polyurethane-based Sikaflex® product line.

-END-

Sika AG – a corporate profile

Sika AG, located in Baar, Switzerland, is a globally integrated company supplying the specialty chemicals markets. It is a leader in processing materials used in sealing, bonding, damping, reinforcing and protecting load-bearing structures in construction (buildings and infrastructure construction) and in industry (vehicle, building component and equipment production).

Sika's product lines feature high-quality concrete admixtures, specialty mortars, sealants and adhesives, damping and reinforcing materials, structural strengthening systems, industrial flooring and membranes. Subsidiaries in 70 countries worldwide and 10,000 employees link customers directly to Sika and guarantee the success of all of its business relationships. With this business structure Sika generates annual sales of approximately CHF 2.9 billion. Visit our website at www.sika.com.

