



CHARGING

AHEAD

2007 ANNUAL REPORT



Exide at a glance

Financial Highlights 2007

STATEMENT OF OPERATIONS DATA

(in thousands, except per-share data)

Fiscal Year Ended March 31
2007 2006

Net sales	\$ 2,939,785	\$ 2,819,876
Gross profit	472,776	406,831
Interest expense, net	90,020	69,464
Loss before reorganization items, income tax, minority interest and cumulative effect of change in accounting principle	(94,904)	(150,083)
Net (loss)	(105,879)	(172,732)
Basic and diluted net (loss) per share	(2.39)	(6.75)

BALANCE SHEET DATA (at period end)

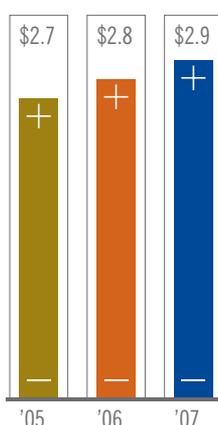
Total assets	2,120,224	2,082,909
Total debt	684,000	701,004
Total stockholders' equity (deficit)	330,523	224,739

CORPORATE PROFILE

Exide Technologies is the world's largest independent producer of lead-acid batteries. Through its four business segments, the Company provides power for autos, trains, boats, lift trucks, golf carts, farm vehicles and space craft. Military uses include naval vessels, aircraft, tanks, missiles and submarines. Exide also makes batteries that supply standby power to industries that require uninterrupted power sources, such as the Internet, utility and telephone companies, computers and wireless communications.

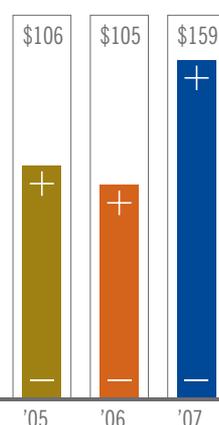
Net Sales

(in billions)



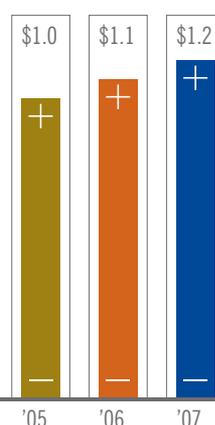
Adjusted EBITDA ⁽¹⁾

(in millions)



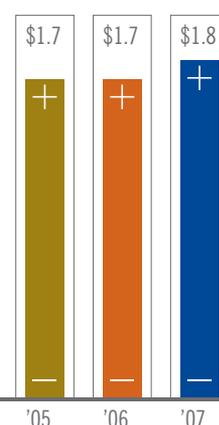
Industrial Sales

(in billions)



Transportation Sales

(in billions)



⁽¹⁾ Adjusted EBITDA is defined as earnings before interest, taxes, depreciation, amortization and restructuring charges.

Exide is \pm

TRANSPORTATION



| on the move |

MOTIVE POWER



| picking up |

NETWORK POWER



| staying connected |

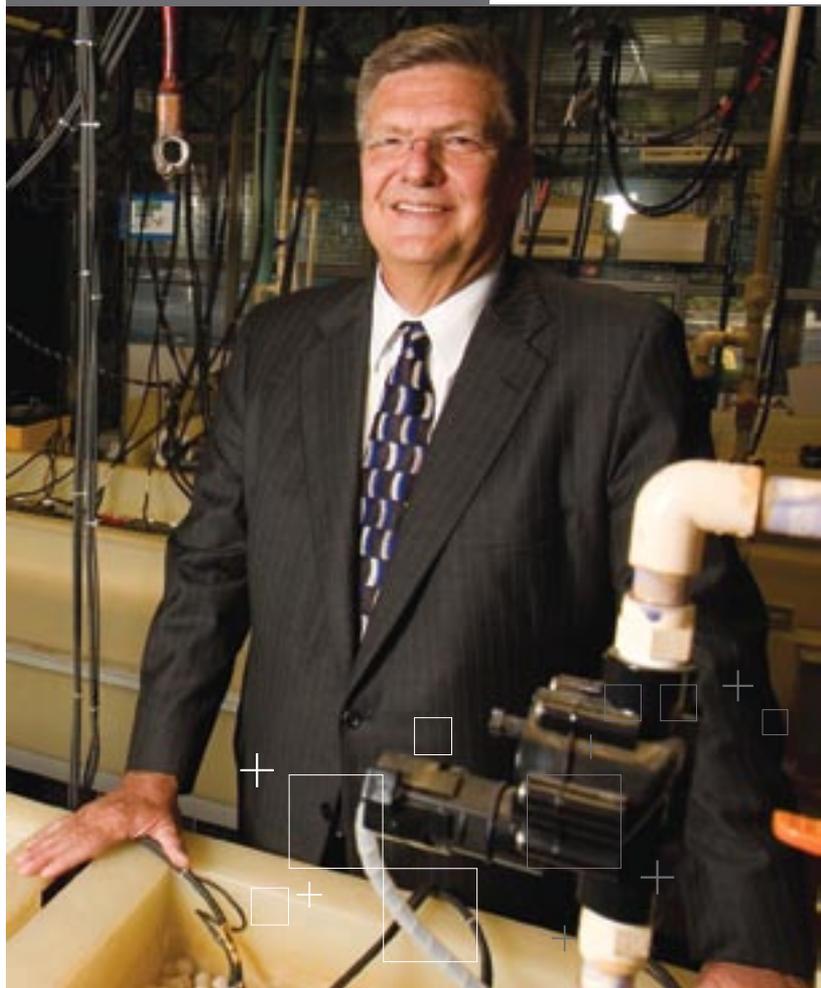
To Our Shareholders

Fiscal 2007 was a pivotal year for our Company. It was a year during which we initiated changes that brought about improvements in four main areas of our business – our people, our processes, our partners, and our products. By doing so, we have begun to regain the confidence of the business and financial markets. While many challenges still remain, I am pleased to report that the Company successfully met and, in a few instances, exceeded the goals that we had established for the year.

The largest portion of our identified restructuring expense is now behind us, and we have improved our financial structure, while at the same time boosting productivity throughout our four divisions. In the first quarter of fiscal 2007, we closed the Company's automotive battery plant in Shreveport, Louisiana, shut down operations in Ireland, and downsized operations in Greece to better fit the needs there. We also made some organizational changes; most notably in Industrial Energy Europe where, in the third quarter, we brought in Joel Campbell as Division President. Joel's 35 years of experience includes senior manufacturing management and executive positions at several automotive industry companies, including Ford Motor Company and Cooper Industries. Joel most recently had been in charge of our Americas recycling operations.

During fiscal 2007, we took a critical look at our customer base and have rationalized many of the accounts that did not provide an acceptable return. Although this had a negative impact on sales volume, it had the expected favorable effect on Adjusted EBITDA, which we define as earnings before interest, taxes, depreciation, amortization and restructuring costs. We believe Adjusted EBITDA is a key measure of Exide's operational and financial performance, because under our current circumstances, it provides a more useful measure for the Company than does net income or loss.

Concurrent with the rationalizing of accounts, we have adjusted our pricing and have added core pricing and lead escalators in an aggressive effort to offset mounting material costs. The increasing price of lead continues to be a challenge for Exide. During the year, the average price of lead on the London Metals Exchange (LME) increased nearly 37 percent to \$1,426 per metric ton, but our results in fiscal 2007 indicate that we had the ability to offset rising lead costs through pricing adjustments, up-selling to higher margin products and productivity improvements.



Sales by Product Group

Industrial Energy
40.0%

Transportation
60.0%

Sales by Geographic Area

Americas
40.8%

Europe/ROW
59.2%

Photo by Christopher North

In September 2006, we improved the liquidity of the Company with the successful completion of a \$75 million Rights Offering and a \$50 million Private Placement of common stock. We used a portion of the proceeds to pay down the revolving credit portion of Exide's Senior Secured Credit Facility, and therefore reduced our total debt by \$26.5 million. Subsequently, in the first quarter of fiscal 2008, we entered into a new \$495 million Senior Secured Credit Facility with a much lower interest rate than that of the existing Senior Secured Credit Facility. This further increased Exide's liquidity, enabled us to repay the old credit facility, and will have a favorable impact on our interest costs going forward. In addition, the terms of the new agreement are less restrictive than those of the previous facility, and contain no financial maintenance covenants.

Among the strategies applied in fiscal 2007, I believe two of the more noteworthy have been our new Economic Profit (EP) incentive compensation program and our Take Charge! lean manufacturing initiative. The former is designed to maximize profit, net of a capital charge on our operations, and the latter empowers teams of employees to identify opportunities to improve productivity and throughput across our manufacturing operations.

During the past year, thanks in part to our EP incentive compensation program, we reduced the amount of average capital employed by \$108 million. By the end of fiscal 2007, all U.S. salaried employees were participating in the EP program, and our plans call for employees in our European divisions to participate during fiscal 2008.

Savings resulting from our Take Charge! initiative exceeded \$30 million during the fiscal year. But beyond the obvious financial benefits and overall improvement in our manufacturing operations, the empowerment afforded by Take Charge! has energized our plant employees as they realize that each of them plays an important role in returning Exide to profitability. Through Take Charge!, we can continuously improve productivity, quality and customer satisfaction worldwide. What's more, Take Charge! best practices directly contribute to the continuing improvement of our environmental health and safety scorecard.

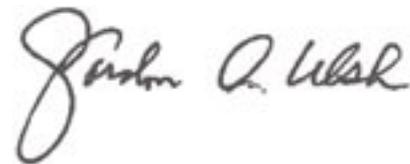
Partly as a result of these initiatives, our Adjusted EBITDA increased 52 percent for the year on net sales of \$2.94 billion. Equally significant is that by the end of fiscal 2007, Exide enjoyed considerably more liquidity, and our market capitalization had increased to more than \$500 million at March 31, 2007, from \$72 million at the end of the 2006 fiscal year.

The management decisions that we made during fiscal 2007 have positioned Exide well as we enter fiscal 2008. It is important to note in this annual report that the "going concern" modification to our external auditor's opinion has been removed, and that the five

material weaknesses identified in 2006 have been eliminated in this year's assessment of internal control. We believe we now have the right organization, with the right people in the key positions necessary to move the Company forward. We are beginning to get better returns from our invested capital. We are seeing tangible productivity improvements that are reflected in improvements in our Adjusted EBITDA. We have re-capitalized our balance sheet and believe we have the liquidity to do those things that will be necessary to continue our drive forward. Equally important, the past year has provided the Exide team with a renewed sense of optimism and confidence that will be a driving force for our business in the coming year.

We are grateful for the guidance of our directors and the hard work of our management team and employees worldwide. Their efforts have contributed to the Company's improved circumstances. We are equally grateful to our shareholders, customers, and suppliers who have been supportive throughout the year. It is with optimism that we begin fiscal 2008 – optimism stemming from the success of the past year's activities that have enabled Exide to continue charging ahead.

Sincerely,



Gordon A. Ulsh
President and Chief Executive Officer

July 9, 2007



| on the move |

TRANSPORTATION



Fiscal 2007 was a year of new product innovation, quality enhancements, productivity improvements and renewed customer confidence in Exide's technology, quality and reliability. Our new Exide Marathon® and NASCAR® Extreme™ batteries, which we introduced early in the year, have enjoyed strong sales, reflecting their quality, reliability and the strength of what we believe to be the industry's best overall warranty offering.

In addition, we are marketing a new line of batteries using state-of-the-art absorbed glass mat (AGM) technology. The RoadForce® AGM-200 serves the high energy requirements of heavy duty trucks, buses, and farm and construction equipment. The MegaCycle™ AGM-200 provides advanced deep cycle power for larger marine vessels, recreational vehicles, and other specialty applications. These valve-regulated, lead-acid batteries have been designed to match the quality, power and reliability of original equipment batteries.

We also made enhancements to our premium, maintenance-free lines of endurance and higher starting-power batteries currently being marketed in Europe. The enhancements further improve the safety and reliability of these two lines of long-lasting batteries.

During fiscal 2007, we increased the efficiency and reduced the costs in our manufacturing operations by closing our Shreveport, Louisiana plant in the U.S. while streamlining operations in our other manufacturing facilities. We also have seen double digit productivity improvements in all facilities where our Take Charge! initiative has been implemented.

Equally important, the Company is receiving an increasing number of invitations from original equipment manufacturers both in the United States and Europe who want to learn more about Exide power solutions.

During the year, Toyota expanded its long-standing relationship with Exide, choosing the Company to be the exclusive supplier of starting batteries for the next generation of Toyota Tundra trucks assembled at the Toyota manufacturing plant in San Antonio, Texas. The Toyota facility, which commenced operations in November 2006, has an annual capacity of 200,000 units, and will receive batteries manufactured at Exide's Bristol, Tennessee plant.

The Company also expanded its supply agreement with CSK Auto, Inc. and is now supplying its full line of transportation and specialty batteries to all 122 of its Murray's Discount Auto Parts Stores located in Michigan, Ohio and Illinois. Exide already supplies CSK-owned Checker Auto Parts, Kragen Auto Parts, and Schuck's Auto Supply.

We also received a new two-year contract to supply batteries to the Renault automotive manufacturing facilities in France.

| picking up |

MOTIVE POWER

Several worldwide trends emerged that helped drive motive power battery sales during fiscal 2007. In Europe, demand for Exide's motive power products was heightened by the increasing influence of original equipment manufacturers (OEM) in the classic aftermarket. This benefited Exide in particular, due to our strong market share and close relationships with European OEMs.

In addition, the relatively good global economy increased activity in the food industry and the warehousing sector, two industries that rely heavily on motive power lift trucks and other battery powered equipment. This, coupled with the continued transition of lift trucks from gas power to battery power, further improved motive power battery sales. Yet another trend is our customers' need for greater productivity, reduced operating costs and greater safety, which Exide has addressed through the development and introduction of several new products in both the Americas and Europe.

In fiscal 2007, Industrial Energy Americas launched the Fusion™ brand that can reduce downtime by enabling "opportunity charging" of motive batteries. Typically, in most motive power battery applications, a forklift truck operator will work a battery for one eight-hour shift, remove it and then place it on a charger for the next eight hours, replacing it with a fresh battery while the first battery charges. This costly equipment downtime reduces productivity.

The Fusion™ brand is a fast charge system solution containing a state-of-the-art high-frequency charger along with a specially constructed battery, designed for fast charge applications. Simply put, the Fusion system enables the operator to perform fast battery charges at more opportune times, such as during lunch or regular work breaks, rather than having to remove the battery for charging at the end of each shift. Since the battery can normally be in constant operation during typical work times, overall operational costs can be reduced.

We also introduced our new Element™ brand encompassing Exide's industry leading low-maintenance family of valve-regulated, lead-acid (VRLA) batteries and high-frequency chargers for use in a wide range of industrial applications. We believe that our new Element high-frequency chargers with their unique, advanced multi-voltage, multi-capacity design, when paired with our Element VRLA low-maintenance batteries, can provide our customers with reduced maintenance costs, increased safety, and simpler operation in an eco-friendly package.

For a completely different type of power application, we developed the Liberator® KDZ-501 and Liberator® KDZ-651, an updated line of locomotive starting batteries for the North American railroad market. These new KDZ products for rolling stock applications provide longer intervals between parts maintenance, and address the high power, performance and dependability requirements of the rail industry.

Exide demonstrated synergy between its divisions with a new VRLA absorbed glass mat (AGM) truck battery that was researched, developed, and designed by the Industrial Energy Americas division, but will be marketed by the Transportation Americas division for a variety of uses including heavy duty trucks and marine vessels.

Exide continuously monitors the trends and issues that affect our industry and will remain proactive in addressing them through the research, design and introduction of innovative products that meet or exceed our customers' needs and expectations.



| staying connected |

NETWORK POWER



U.S. Navy photo by Mass Communication Specialist Seaman Christopher Lange



During the year, reliable Exide products were in continuous use for a variety of network power applications including CATV/broadband, telecommunications, military, uninterruptible power supplies (UPS), emergency lighting, security, railroad equipment, photovoltaic energy storage, and medical devices.

In the United States, the extensive buildout of the wireless telecom infrastructure that occurred in 2006 did not continue into fiscal 2007. Instead, the consolidating American telecom industry focused on integrating several mergers that took place during the year. As a result, Exide's fiscal 2007 battery sales for network power applications in the Americas were not as high as they were in 2006.

Just the opposite was true in Europe, where the infrastructure buildout continued at a strong pace, along with the consolidating market. These factors increased market demand for network power products in Western Europe, and even more in Eastern Europe. Demand was further strengthened by the European railway industry's conversion from nickel-cadmium battery systems to lead-acid systems. In addition, European original equipment manufacturers are returning to Western European suppliers in order to meet their own requirements for higher vendor competencies.

Exide responded to these changes in the European market with innovative, more powerful energy solutions such as the Sonnenschein® A-600 battery that provides improved performance and endurance in addition to a smaller footprint for telecom networks. We also redesigned the Sprinter® and Marathon™ lines, manufactured in Castanheira, Portugal, to offer even higher performance for uninterruptible power supplies and wireless telecom systems.

In the Americas as well, Exide responded to its customers' requirements for innovative, long-lasting and even more powerful energy solutions.

Our new Relay Gel® line of batteries is one example. Using our exclusive Exide Sonnenschein® gel technology, the new battery line is ideal for high temperature CATV/broadband and solar power applications. The battery is engineered for long life, and its gelled electrolyte offers enhanced personal and environmental safety.

We also introduced the redesigned 2-PDQ™ battery line, which features a compact, power-dense lead-calcium design that meets the demanding backup power requirements of the UPS market segment. We believe that the 2-PDQ offers five to 15 percent greater capacity than comparable competing designs, and its compact footprint can help reduce total rack space requirements by as much as 20 percent when compared with previous generation designs.

Additionally, in response to the telecommunications industry's need for long-duration backup power, Exide launched the HCT-41™ battery, the newest addition to Exide's Flooded Classic® network power battery line.



LEAN and GREEN

In the battery industry, reducing waste and improving efficiency serves two purposes. Most obviously, these activities can improve gross profit margins and cash flow. Equally important, in a manufacturing business, they are essential for the protection of our environment.

Exide's dedicated pursuit of both of these activities begins with each Exide employee. In August of 2005, we launched Take Charge!, a new initiative to accelerate our already established lean manufacturing platform. Take Charge! empowers our teams of employees to identify opportunities for eliminating waste, reducing variability, improving productivity, and cutting costs in all aspects of our business. Results to date, including a cost savings in fiscal 2007 in excess of \$30 million, are proof that Take Charge! is an ongoing success.

In addition to building cash reserves, Take Charge!, now firmly established in 15 facilities in North America and Europe, has improved customer fill rates and



LEAN & GREEN

throughput, reduced scrap, improved operational efficiencies, reduced the overall number of accidents and lowered blood lead levels of employees. In 2007, Exide's plant in Poznan, Poland was recognized by Polish authorities as "Plant of the Year" for lean manufacturing, out of a field of 130 companies that were assessed for lean manufacturing and safety during the year.

Employees in all of our facilities where Take Charge! is in place have found ways to do things better, faster, smarter and safer. For example, since Take Charge! was launched in our Kansas City, Kansas Motive Power facility, this operation has seen a double digit increase in productivity; this occurring while the facility was undergoing a major expansion to increase capacity by 25 percent. The program also is off to a strong start at our Fort Smith, Arkansas plant where it was implemented just recently. Employees embracing Take Charge! best practices at various Industrial Energy Europe locations (where all plants are operating at or near capacity) have driven a 12 percent increase in production throughput while reducing waste. Concurrently there are numerous Take Charge! projects under way, each of which could produce significant cost savings.

But cost savings are only half of the story. The environment benefits, too. Suggestions from our employee teams have led to reductions in lead scrap and to more efficient recycling of polypropylene and other materials used in the manufacturing process. During fiscal 2007, Exide recycled a significant tonnage of lead across all of its operations, making the Company one of the largest secondary lead recyclers in the world. Exide also is a significant recycler of plastic, capturing the plastic from spent batteries and using it in the production of cases and covers for new batteries.

Battery recycling at Exide also plays a major role in shaping our commitment to environmental responsibility; it is a significant part of the beneficial use and handling of lead and the products made from it. With a total of 10 recycling facilities – six in the U.S., three in Europe and one in New Zealand – Exide is one of the few companies in the stored electrical energy industry with the capability to recycle its own product in its own facilities.

Our recycling operation in Petone, New Zealand is a sustainable success story all its own. There, Exide has proven time and time again its willingness and ability to comply with operating conditions that are more stringent than any other location where we recycle lead. In adapting to these tight environmental controls, we have invested substantially over the years in upgrades at this location.

The Company's recycling infrastructure, combined with a sophisticated distribution network for new and spent batteries, allows Exide to manage the life cycle of its products before and after their service lives. Not many other industries are as proficient.

Battery recycling helps to free customers from handling lead and assures them of a continuous supply of batteries made from high quality recycled materials. It allows Exide Technologies to better manage its inventories for increased productivity at manufacturing sites. Finally, it keeps recyclable materials in the manufacturing stream.

The driving force behind these initiatives is people . . . our employees who make the suggestions and implement the projects that are resulting in a leaner, greener and stronger Exide.



| Take Charge! Team in Over Hulton United Kingdom |



| Exide recycling team in Muncie Indiana U.S.A. |

CORPORATE INFORMATION

WORLD HEADQUARTERS

EXIDE TECHNOLOGIES

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Building 200
Alpharetta, GA 30004
Phone: (678) 566-9000
Fax: (678) 566-9638

INTERNET ADDRESS

www.exide.com

ANNUAL MEETING

The 2007 annual meeting of shareholders of Exide Technologies will be held at the Hilton Garden Inn Atlanta North/Alpharetta at 4025 Windward Plaza Drive, Alpharetta, Georgia 30005, on Wednesday, August 22, 2007, beginning at 9:00 a.m. local time.

TRANSFER AGENT

American Stock Transfer & Trust Company
59 Maiden Lane, Plaza Level
New York NY 10038
Phone: (800) 937-5449
Phone: (718) 921-8124

PRIMARY IR CONTACT

Todd Atenhan or James Kautz
Investor Relations
Phone: (404) 806-1393
e-mail: investorrelations@exide.com

INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

PricewaterhouseCoopers LLP
Atlanta, Georgia

COMMON SHARES

The Common shares of the Company are listed on The Nasdaq Global Market® under the trading symbol XIDE.

FORWARD LOOKING STATEMENT

Statements in this annual report and accompanying Form 10-K that are not strictly historical are “forward-looking” statements that are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Forward-looking statements involve known and unknown risks, which may cause the Company’s actual results in the future to differ materially from expected results. These risks are qualified in their entirety by cautionary language and risk factors set forth in the Company’s filings with the Securities and Exchange Commission (SEC), including the Report on Form 10-K filed on June 11, 2007.

CORPORATE MANAGEMENT

Gordon A. Ulsh

President and Chief Executive Officer

Francis M. Corby, Jr.

Executive Vice President and Chief Financial Officer

Barbara A. Hatcher

Executive Vice President and General Counsel

George S. Jones, Jr.

Executive Vice President - Global Human Resources & Communications

Phillip A. Damaska

Senior Vice President and Corporate Controller

Mark W. Cummings

Vice President - Global Environment, Health & Safety

Nicholas J. Iuanow

Vice President and Treasurer

OPERATING MANAGEMENT

Mitchell S. Bregman

President - Industrial Energy Americas

Joel M. Campbell

President - Industrial Energy Europe

Edward J. O’Leary

President - Transportation Americas

Rodolphe Reverchon

President - Transportation Europe

Allan Moore

President - Asia Pacific

BOARD OF DIRECTORS

John P. Reilly

Chairman of the Board

Gordon A. Ulsh

President and Chief Executive Officer

Herbert F. Aspbury

Michael R. D’Appolonia

David S. Ferguson

Paul W. Jennings

Joseph V. Lash

Michael P. Ressler

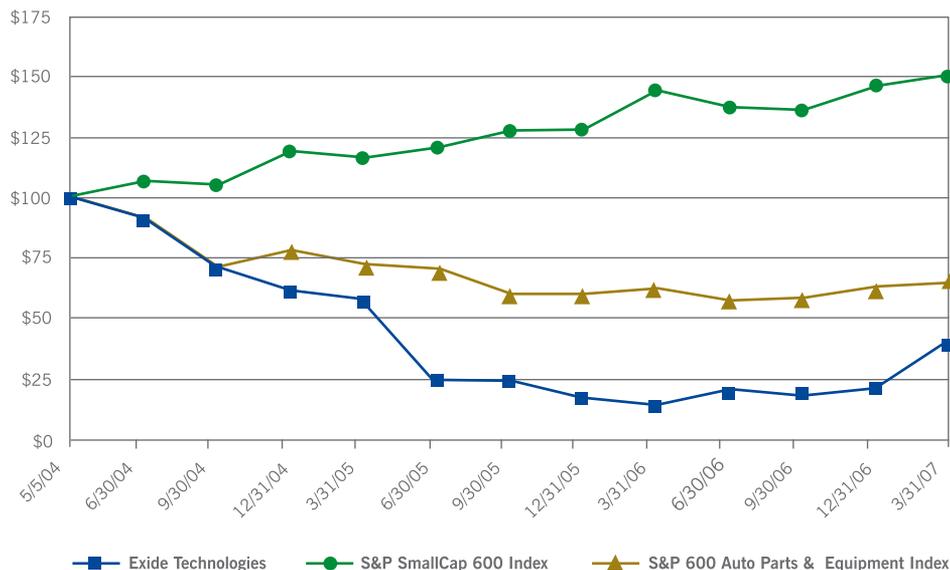
Carroll R. Wetzel

PERFORMANCE GRAPH

The following graph compares the performance of our Company’s common stock with the performance of the Standard & Poor’s Small Cap 600 Index and a peer group index following our emergence from Chapter 11 bankruptcy protection.

The graph assumes that \$100 was invested on May 5, 2004 in our common stock, the S&P Small Cap 600 Index and the peer group index, the S&P Small Cap Auto Parts and Equipment Index, and that all dividends, if any, were reinvested.

COMPARISON OF CUMULATIVE TOTAL RETURN





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