

1st Half Year 2001: Results

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Presentation

by

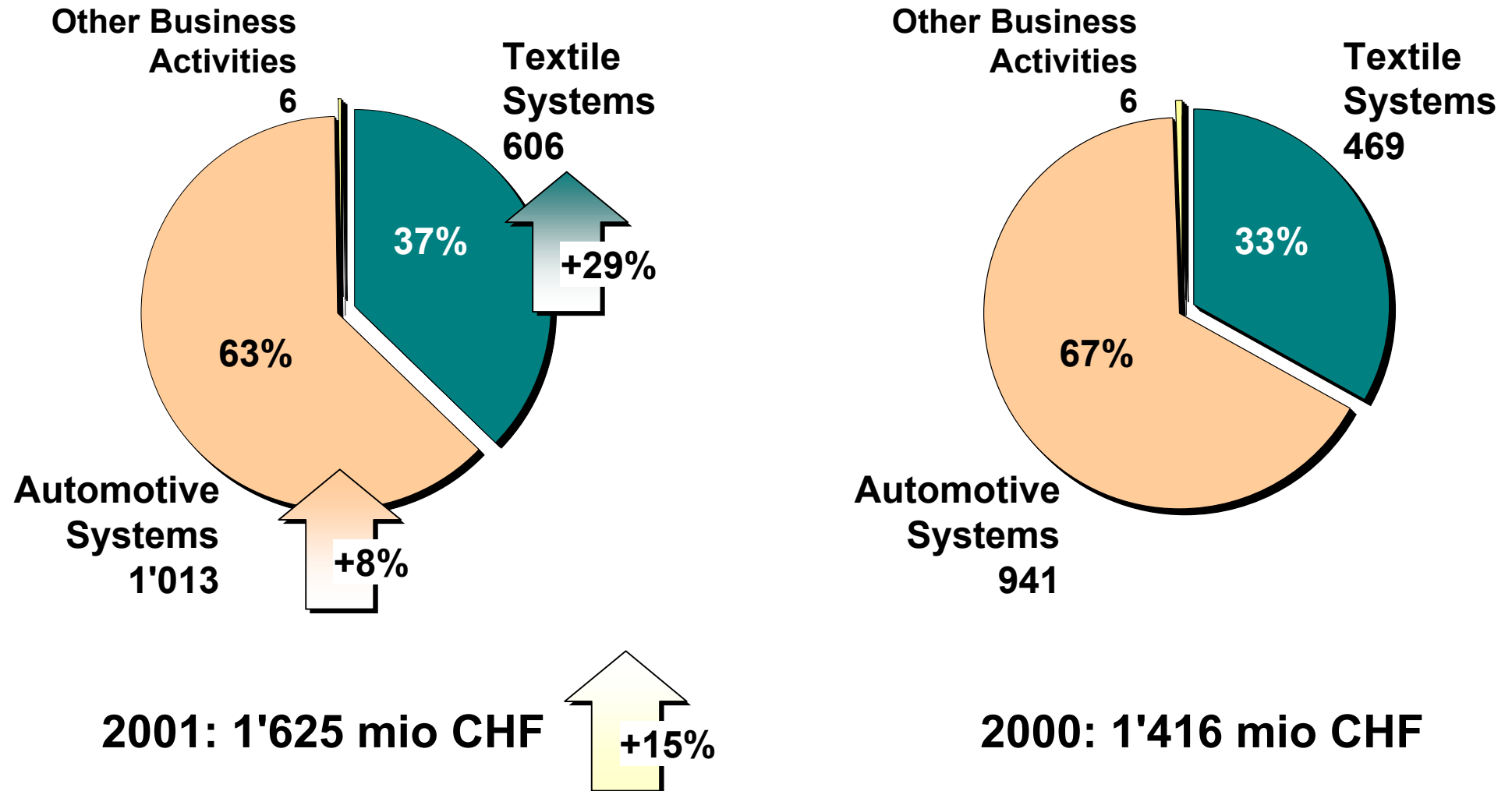
Dr. Hans Rudolf Widmer
Chief Financial Officer

August 24, 2001

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Sales by Division

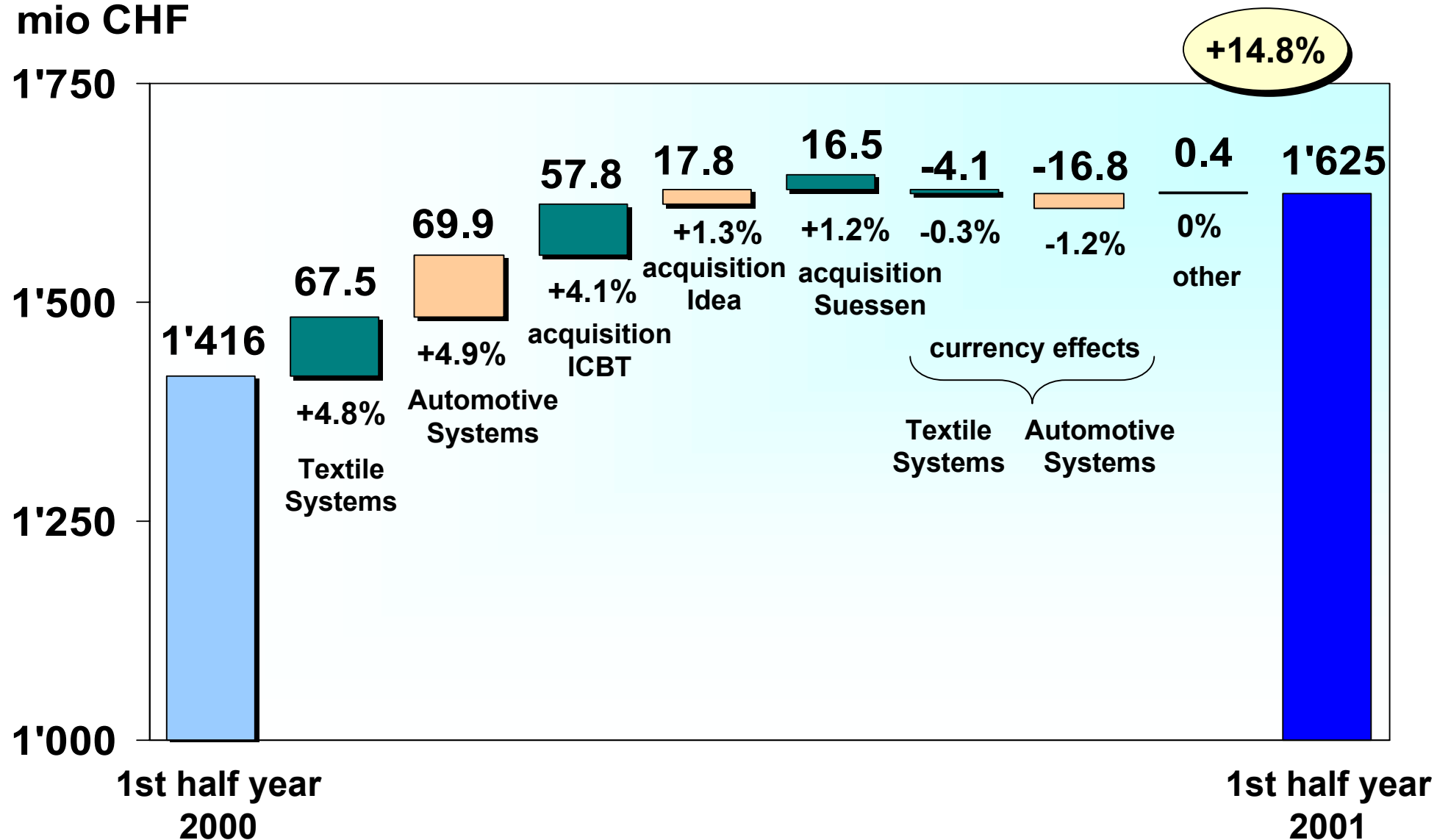
1st Half Year Sales



1st Half Year 2001: 14.8% Sales Increase Supported by Both Core Activities



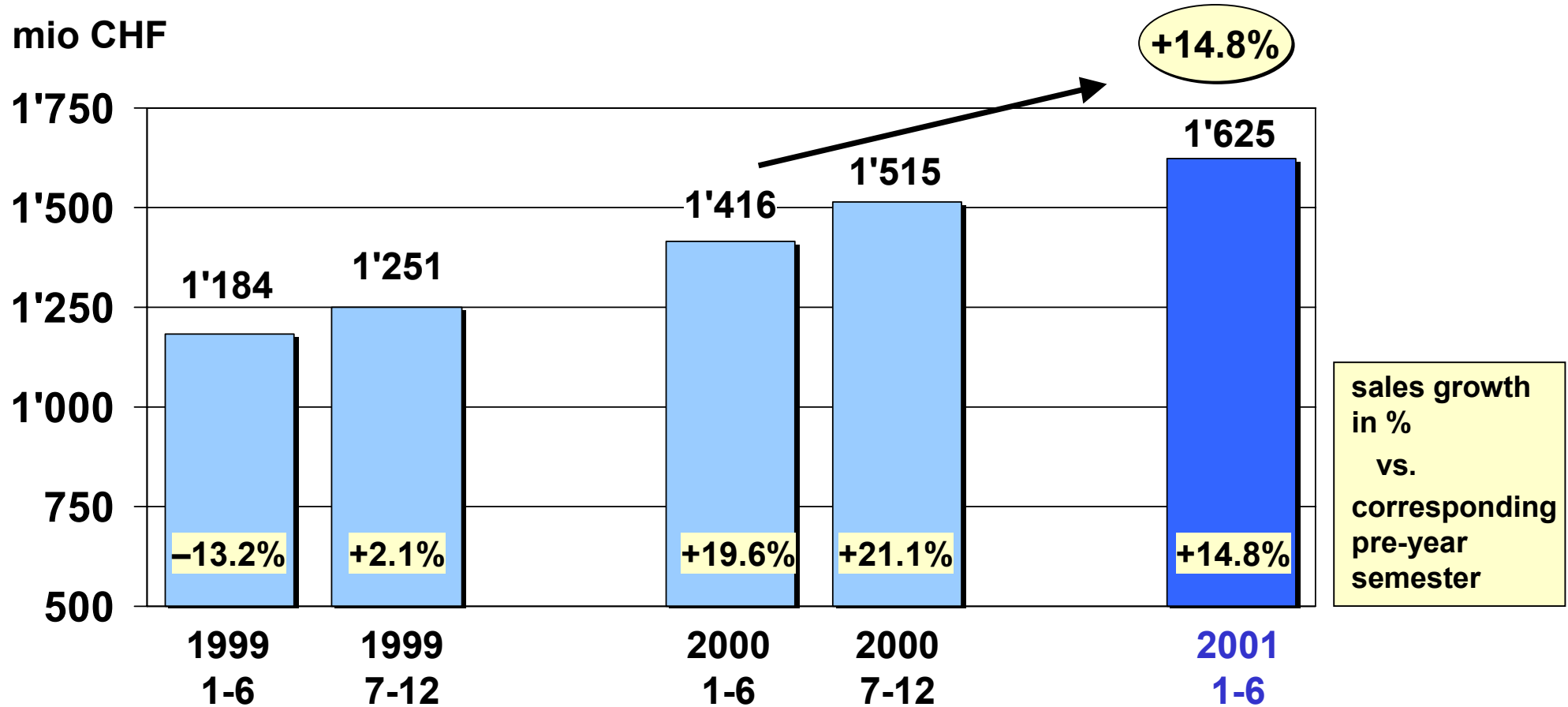
mio CHF



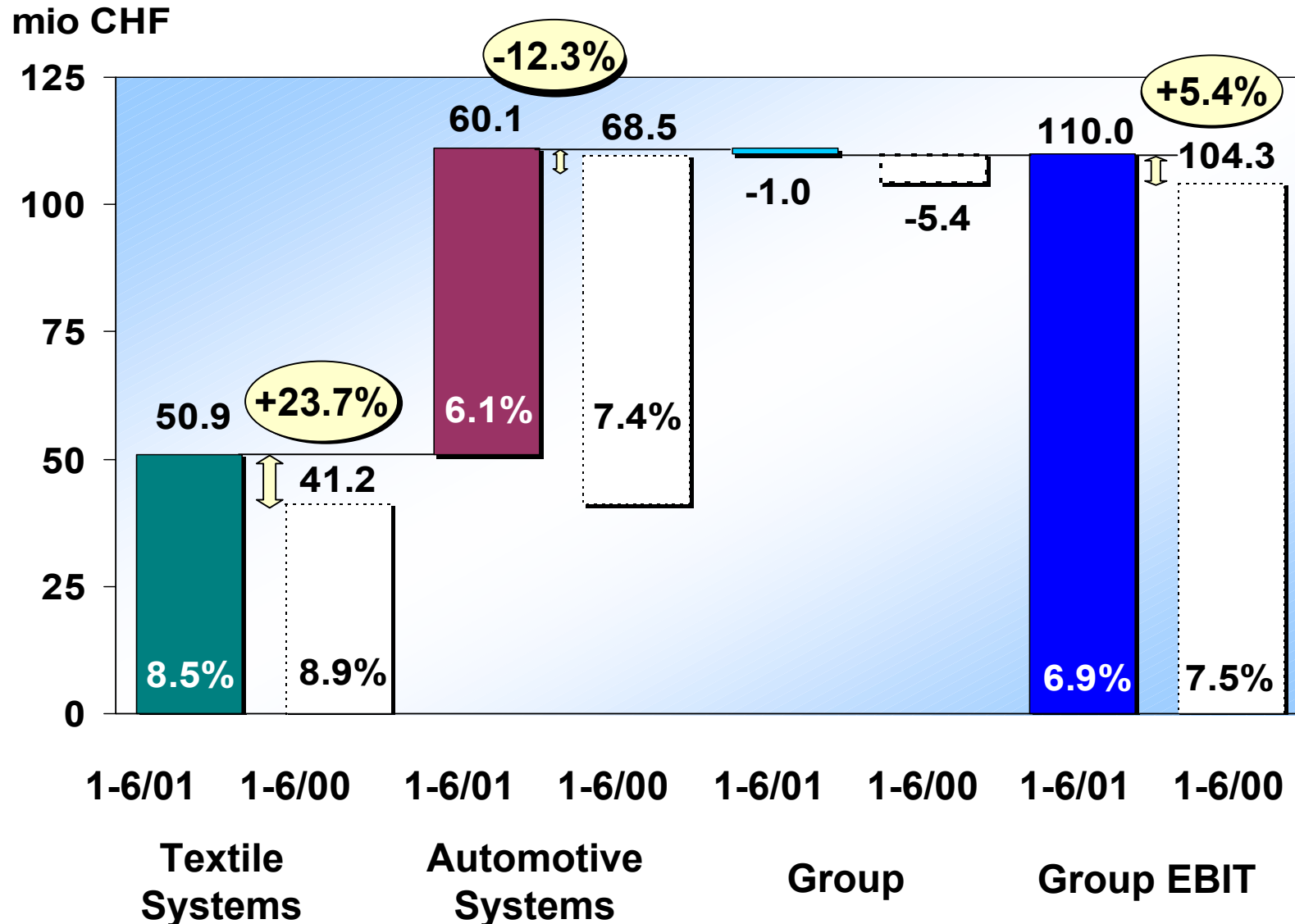
Sales Trending Upwards Since Mid-Year 1999



mio CHF



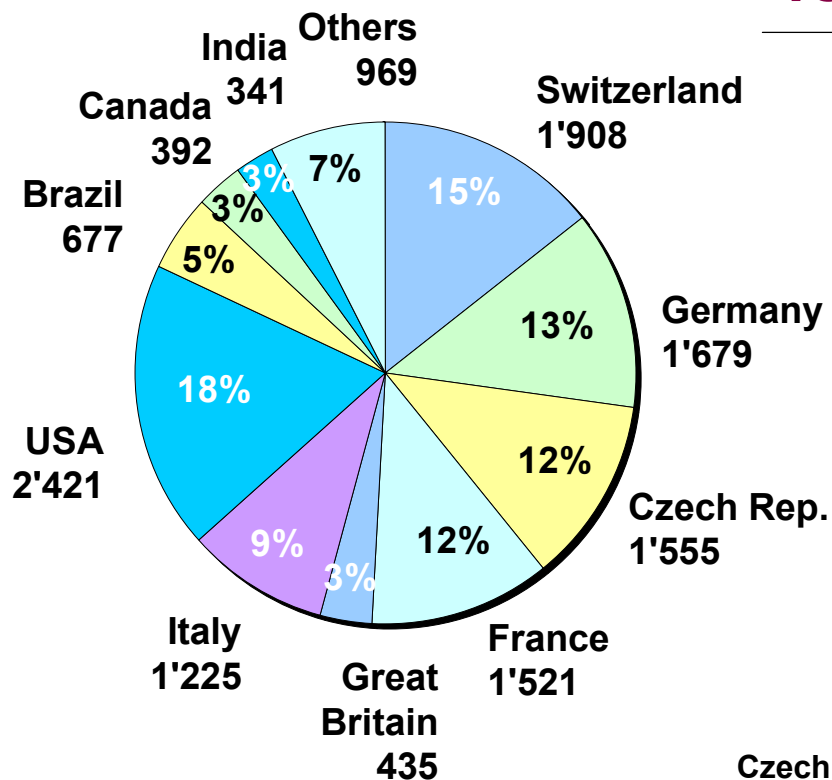
1st Half Year 2001: Group EBIT Up 5% Driven by 24% Textile Division EBIT Growth and Increased Sales



Global Presence Employees by Countries

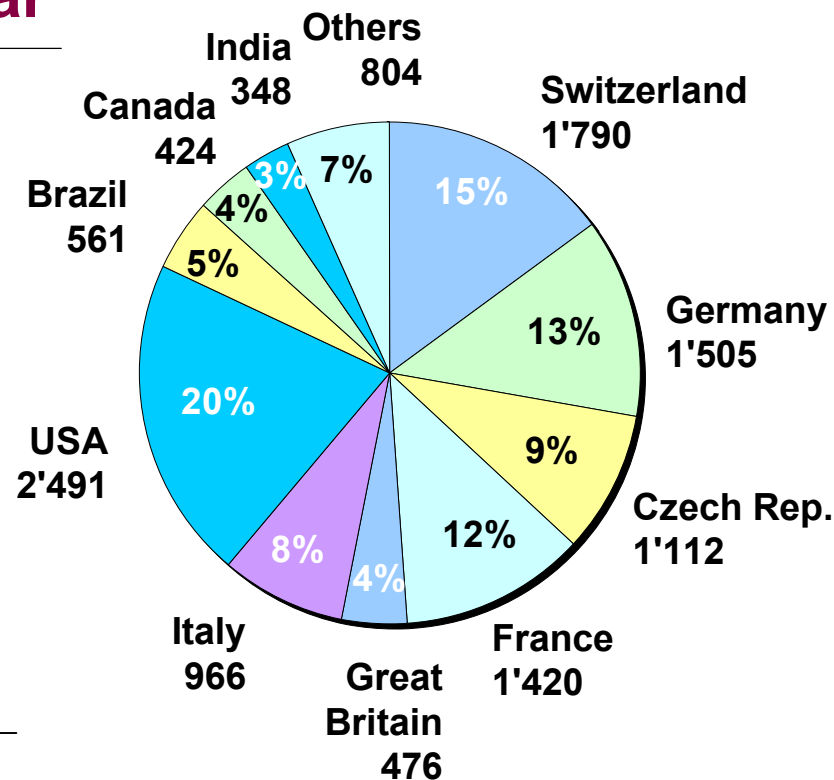


1st Half Year



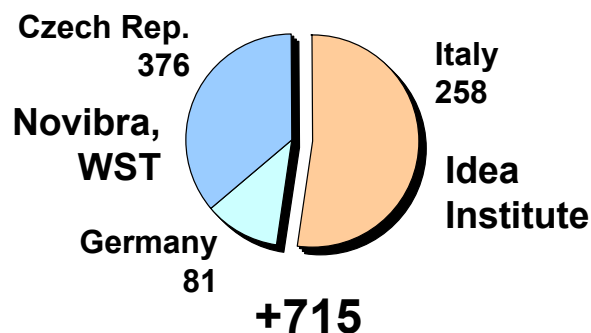
2001: 13'123*
(as at June 30)

* including Idea Institute and Suessen



2000: 11'897
(as at June 30)

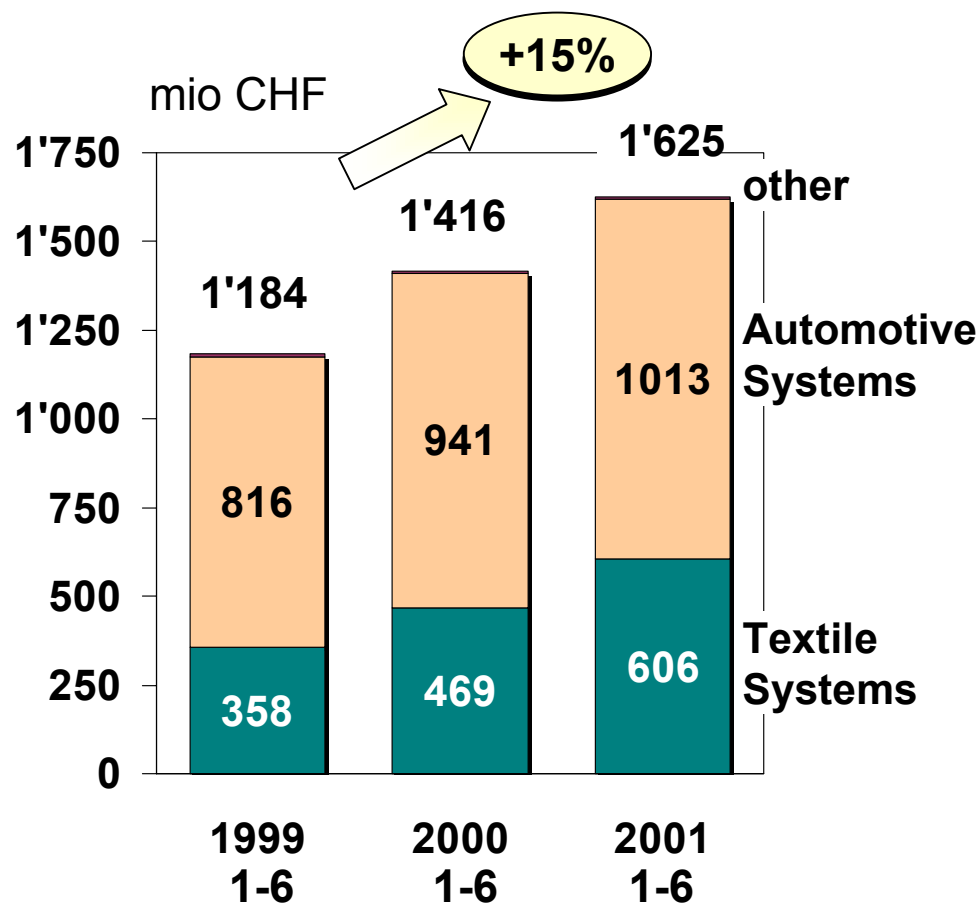
Acquisition effects



1st Half Year 2001: Strong Sales Growth and Efficient Cost Management



Sales up

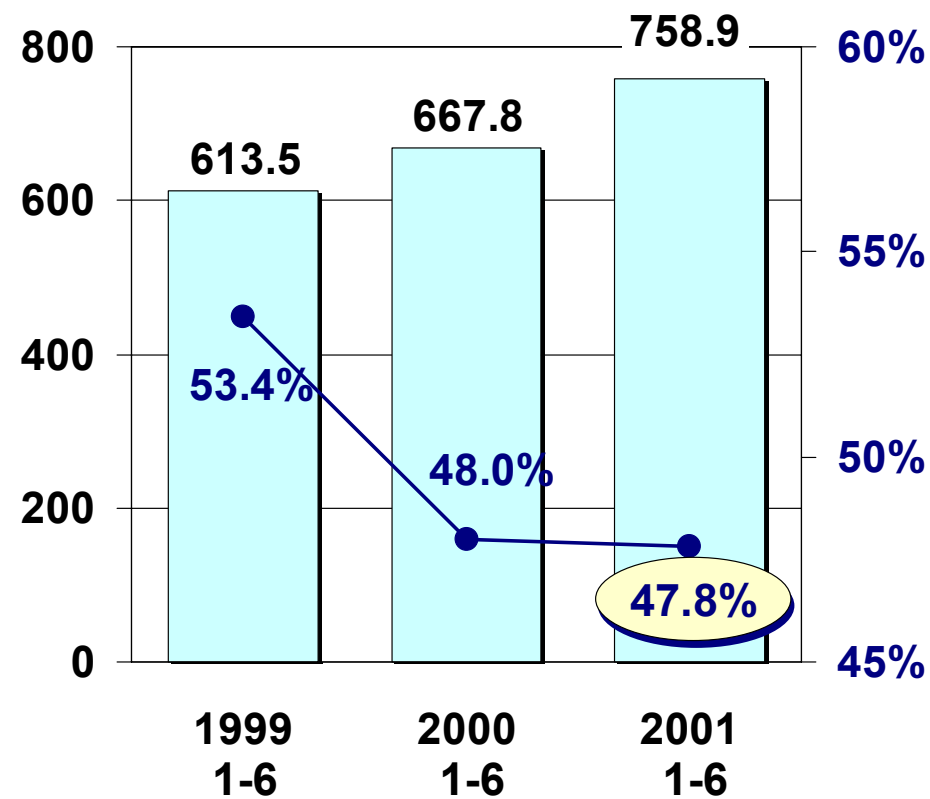


Operating Costs down

(employee costs, operating costs, depreciation)

Operating costs (mio CHF)

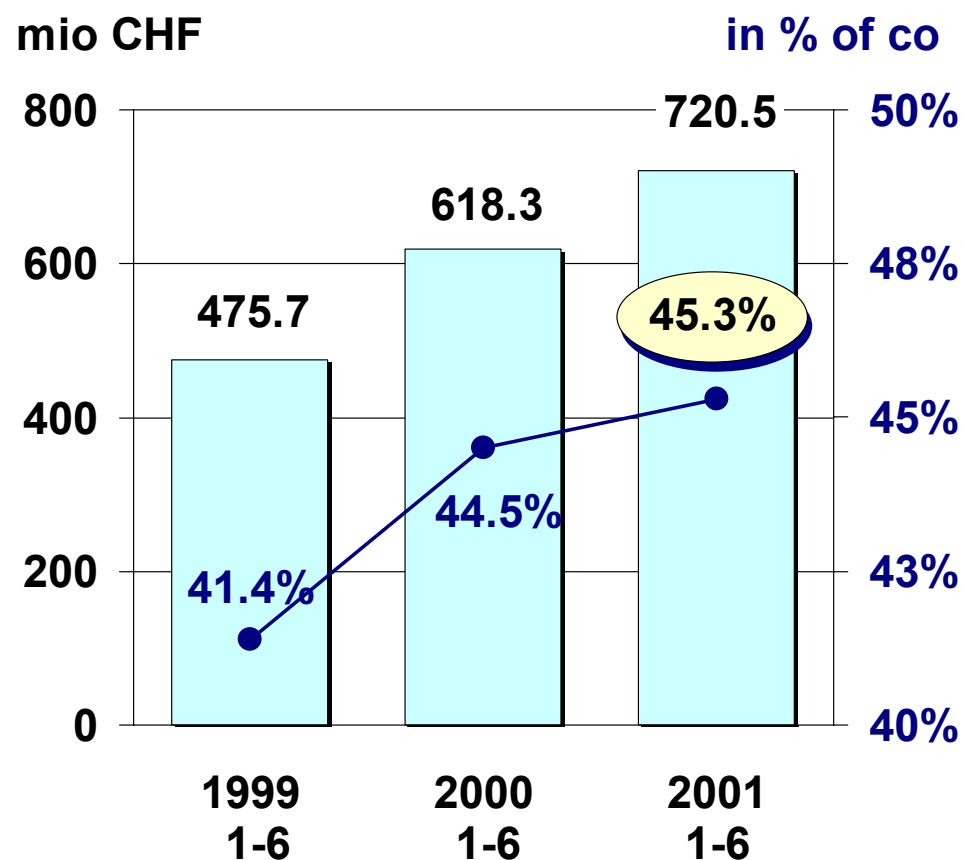
Cost ratio (in % of co)



1st Half Year 2001: Material Cost Influenced by Outsourcing and Price Increases



Material Costs



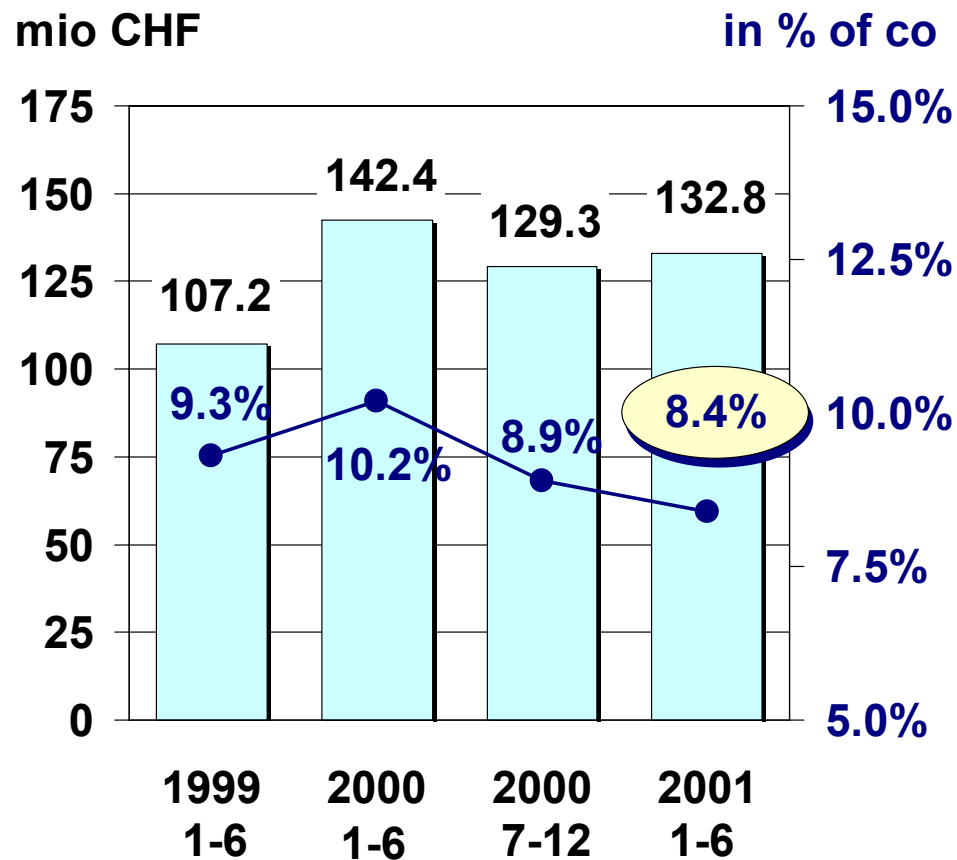
Source of EBIT Development

	in %	1-6 2001	1-6 2000	Change in Basis Points
Corporate output		100	100	–
Material costs		–45.3	–44.5	–80
Operating costs		–47.8	–48.0	+20
Operating profit (EBIT)		6.9%	7.5%	–60

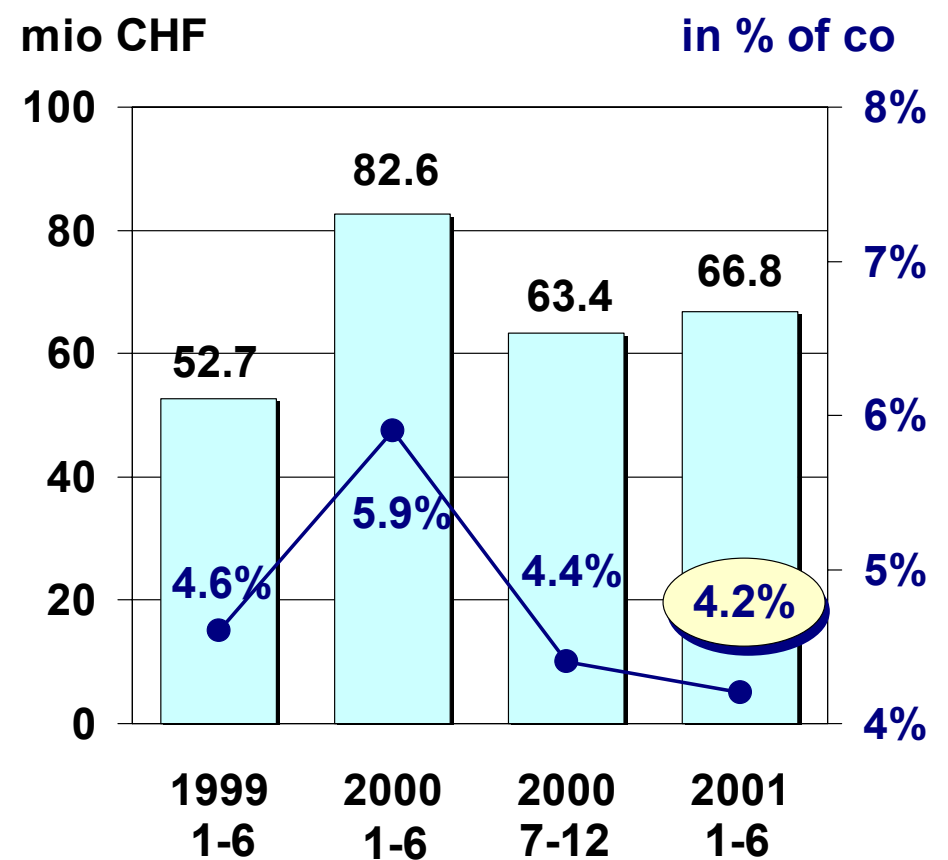
1st Half Year 2001: Cash Flow and Net Profit Below Comparable 2000 Levels But Above 2nd Half Year 2000



Cash flow



Net Profit



1st Half Year 2001 Achievements



Rieter Group

mio CHF	1-6 2001	Change in %
Sales	1'625	15
EBIT	110.0	5
- in % of corporate output	6.9	
Net profit	66.8	- 19
EPS (in CHF)	14.62	- 16
Employees	13'123	10

- Continued growth in both divisions with group sales up 15%
- EBIT margin of 6.9% driven by strong performance of Textile division (8.5%)
- Automotive EBIT of 6.1% improved vs 2nd half year 2000 (4.6%) but below record levels of 1st semester 2000 (7.4%)

Rieter Textile Systems

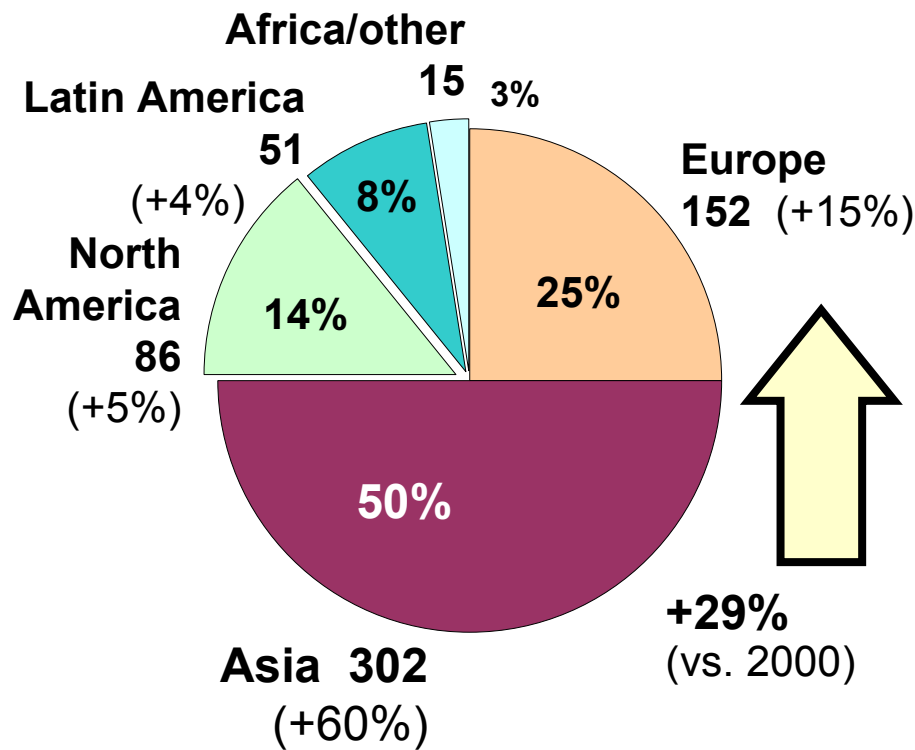
mio CHF	1-6 2001	Change in %
Orders	541	- 12
Sales	606	29
EBIT	50.9	24
- in % of corporate output	8.5	- 5
Employees	4'680	17

- **Strong sales (+29%) and EBIT (+24%) growth achieved**
- **Above target performance of 8.5% EBIT realized despite integration costs for ICBT / Suessen units**
- **Newly acquired Suessen units strengthen parts and service business**

Rieter Textile Systems: Strong Sales Growth Across All Main Markets



1st Half Year Sales



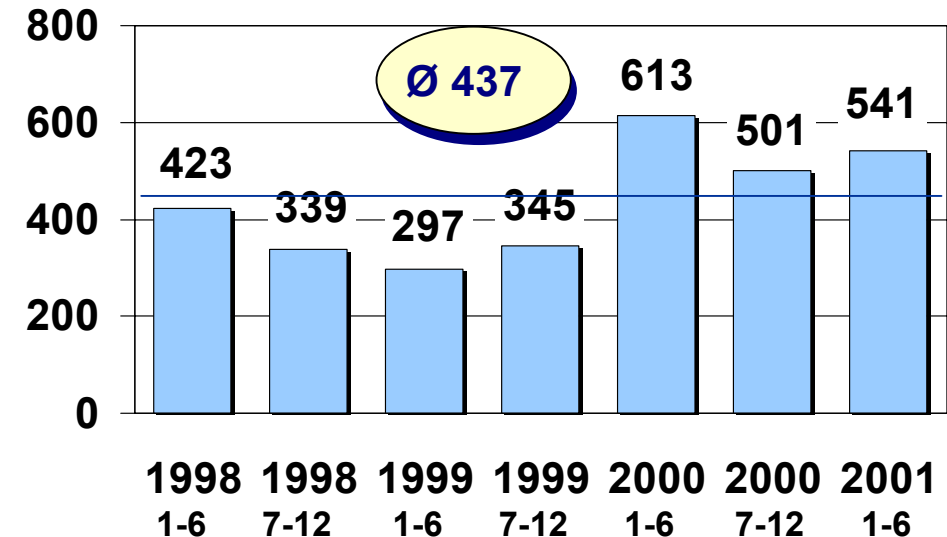
2001: 606 mio CHF

Half Year Orders 1-6 2001

Regional Importance of Orders

- 1 China
- 2 Nafta
- 3 Western Europe
- 4 South East Asia
- 5 Turkey

mio CHF



1st Half Year 2001 Achievements



Rieter Automotive Systems

mio CHF	1-6 2001	Change in %
Sales	1'013	8
EBIT	60.1	-12
- in % of corporate output	6.1	
Employees	8'325	7

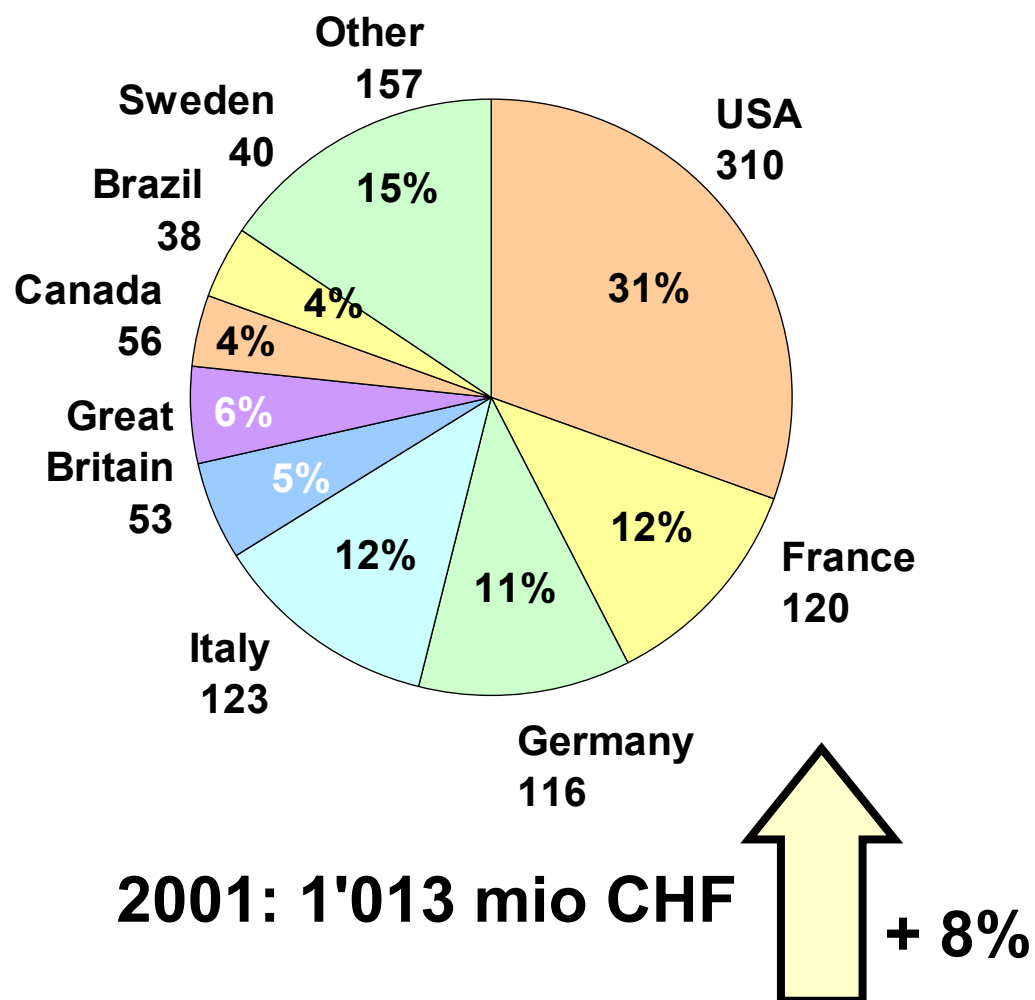
- **8% sales increase (above market) driven by start up of new projects (Chrysler Minivan, Ford Mondeo)**
- **EBIT of 6.1% well above 2nd half 2000 (4.6%), but below preperiod (7.4%)**

Rieter Automotive Systems

Sales Up by 8%



1st Half Year Sales



Car Production

• 1st Half Year

	1-6 2001 in 1'000 units	vs. 1-6 2000
Western Europe	7'942	+0.2%
North America	8'295	-13.3%

• Forecast 2001

	in mio units	% change
Western Europe	16.4	-1%
North America	15.4	-12%
Eastern Europe	3.1	0
Latin America	2.2	+10%

Key Performance Data: 1st Half Year Results



mio CHF	January-June 2001	January-June 2000	Change in %
Sales	1'625 ²	1'416 ¹	15
EBIT	110.0	104.3	5
Net profit	66.8	82.6	- 19
Minorities	-7.0	-9.7	- 28
Total assets	2'673.4	2'381.9	12
Equity	930.5	878.8	6
Number of employees	13'123	11'897	10

¹ 2000: includes 2 months of ICBT acquisition

² 2001: includes 6 months Suessen, 6 months ICBT

Key Data Per Share



Rieter registered shares of 10 CHF nominal value Bloomberg: RIEN, Reuters: RITZn	2001	2000	Change in %
Shares outstanding with dividend rights (per June 30)	4'061'427	4'205'526¹	- 3.4
Average shares (of period)	4'092'753¹	4'205'526¹	- 2.7
Earnings per share² CHF after minorities	14.62	17.33	- 15.6
Cash flow per share CHF after minorities	30.76	31.55	-2.4
Share price (high/low) CHF	493/409	571/461	

¹ Adjusted for share split 2 for 1 in June, 2000.

² Not included 348'900 ¹ potential shares ex convertible bond issue, due October 2002.

Price Rieter Registered Shares Earnings per Share



Rieter share price in CHF

