

Investors' Update

Presentation

by

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- **Strong cash generation**
- **Net liquidity**
- **Clear strategy: Profitable growth**
- **Payout to shareholders**
- **Key data per share & share price / EPS**

Strong Cash Generation



| Mio. CHF | 1999 | 2000 | 2001 | 2002 | 2003 |
|-----------------------|-------|-------|-------|-------|-------|
| Net Cash flow | 208.7 | 234.6 | 216.8 | 172.9 | 245.5 |
| Free Cash flow | 86.7 | 56.9 | 60.7 | 100.2 | 86.2 |

Net Liquidity



| Mio. CHF | 12/2002 | 12/2003 | 6/2004 |
|----------------------|--------------|--------------|--------------|
| Net Liquidity | -35.0 | -22.2 | +56.9 |

Rieter Group: Payout to Shareholders



Dividends, Par Value Reduction, Share Buy Back

| [Mio. CHF] | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 |
|--------------------------|-------|------|------|------|-------|-------|
| Dividends | 32.9 | 31.5 | 35.3 | 14.6 | 35.0 | 34.5 |
| + Par Value Reduction | | | | 22.9 | | |
| + Share Buy Back | 80.5 | | | | 17.6* | 17.6* |
| = Total Payout | 113.4 | 31.5 | 35.3 | 37.5 | 52.6 | 52.1 |

***2003/2004 Latest Share Buy Back Program (Total 35.2 Mio. CHF)**

Key Data per Share



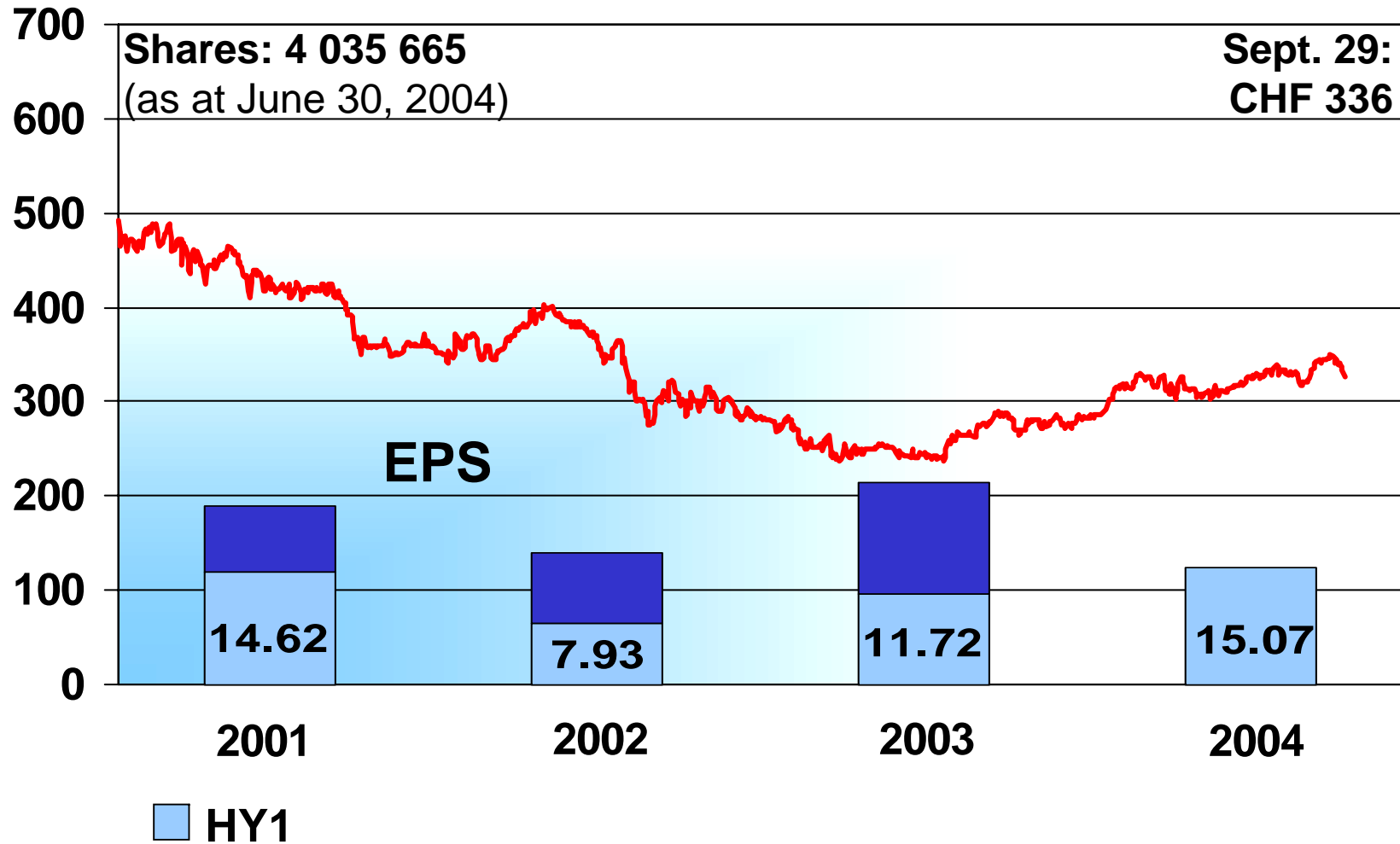
Rieter registered shares
of 5 CHF nominal value
Bloomberg: RIEN, Reuters: RIEN.S

| | 31.12. 2000 | 31.12. 2001 | 31.12. 2002 | 31.12. 2003 | 30.6. 2004 |
|--|----------------|----------------|----------------|----------------|---------------|
| Shares outstanding with dividend rights (end of period) | 4'219'526 | 4'243'056 | 4'243'056 | 3 865 926 | 4 035 665 |
| Average shares (of period) | 4'128'779 | 4'079'089 | 4'071'343 | 3 983 970 | 3 987 381 |
| Earnings per share after minorities CHF | 31.22 | 22.85 | 16.95 | 25.68 | 15.07 |
| Net Cash flow per share after minorities CHF | 56.82 | 53.15 | 42.47 | 61.62 | 31.94 |
| Share price (high/low) CHF | 598/461 | 493/348 | 404/275 | 290/237 | 332/293 |

Rieter Share Price / EPS



Rieter share price in CHF





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