



Componenta Holding Corporation Interim Report

1 January - 30 June 2001

Income statement

MEUR	2001	2000	2000
	1-6	1-6	1-12
		<i>Proforma</i>	<i>Proforma</i>
Net sales	107.8	124.5	225.7
Other operating income	3.4	5.3	7.4
Share of result of associated companies	-0.5	0.0	-0.5
Operating expenses	98.7	115.0	208.7
Depreciation and write-down of non-current assets	4.2	5.2	9.6
Operating profit	7.8	9.6	14.2
Financial income and expenses	-3.6	-4.2	-8.0
Profit after financial items	4.2	5.4	6.2

Operating profit

MEUR	2001	2000	2000
	1-6	1-6	1-12
		<i>Proforma</i>	<i>Proforma</i>
Cast and other components	6.3	8.5	12.9
Other business	0.5	1.1	1.4
Divested operations, excluding profit/loss from sale	0.1	-2.9	-3.3
Other income and one-time expenses from business, net	1.2	2.8	3.9
Others and internal sales	-0.3	0.1	-0.4
Total	7.8	9.6	14.5

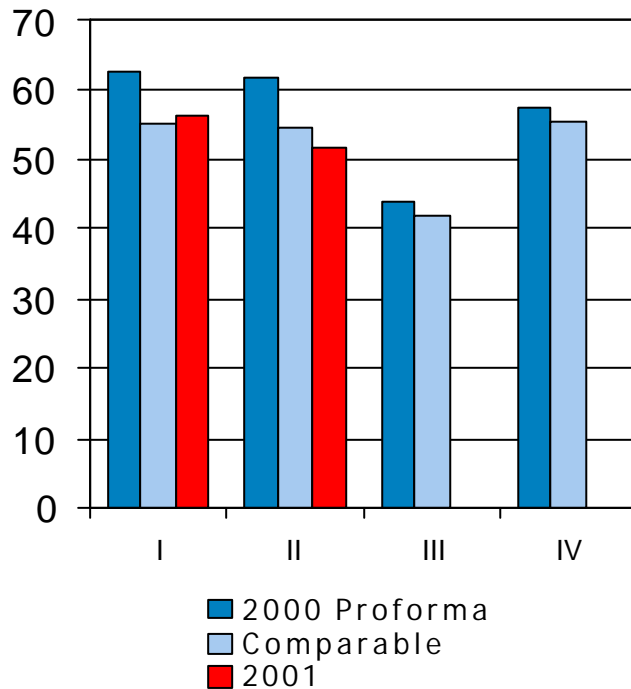
Review period in a nutshell

- Componenta Holding holds 99.3% of Componenta's shares
- Result declined from previous year
 - Result impaired by two loss-making units in Sweden, where actions taken will have impact in 2002
 - One-time net income fell
 - + Divesting of loss-making operations had positive impact
- Focusing on core business continued: four business operations divested and one acquired
- Fall in demand from heavy truck industry, but signs of a levelling off
- Deliveries to general engineering continued to rise
- Deliveries to off-road industry fell

Net sales and order book

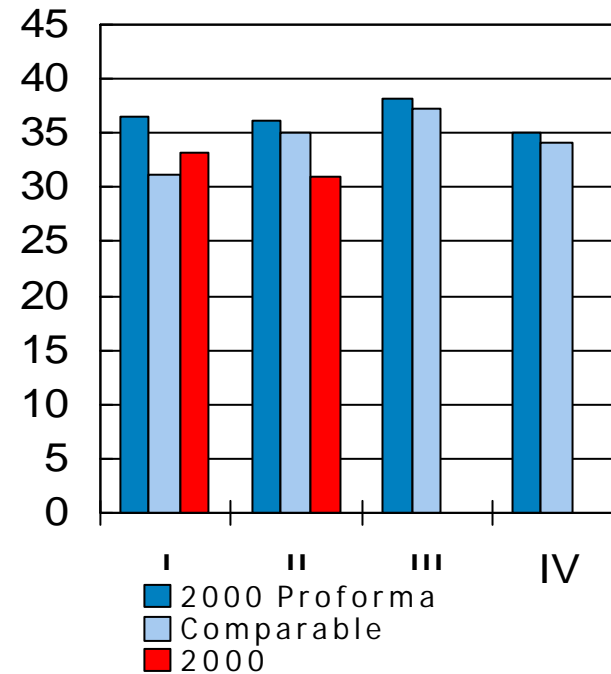
Net sales

MEUR



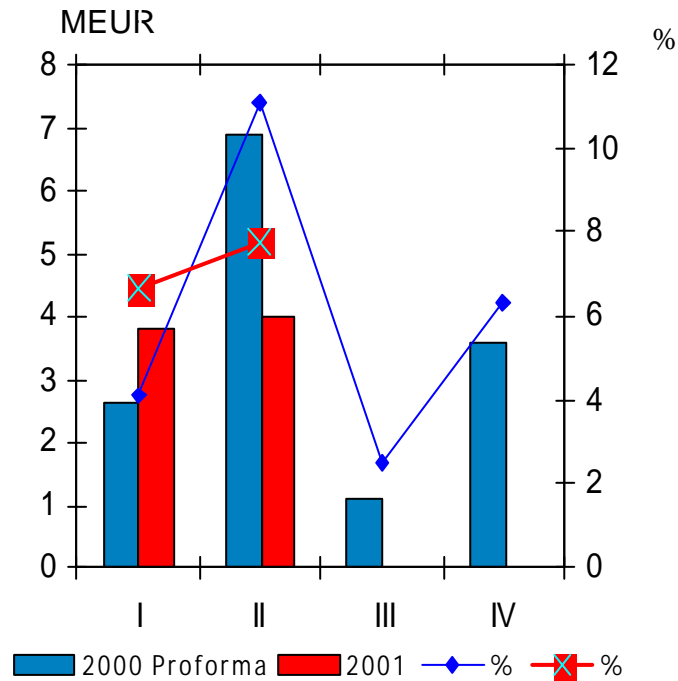
Order book

MEUR

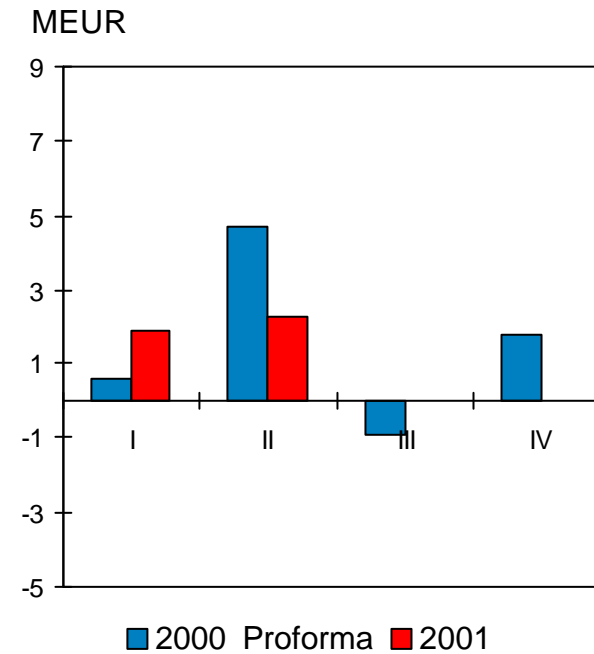


Operating profit and profit after financial items

Operating profit



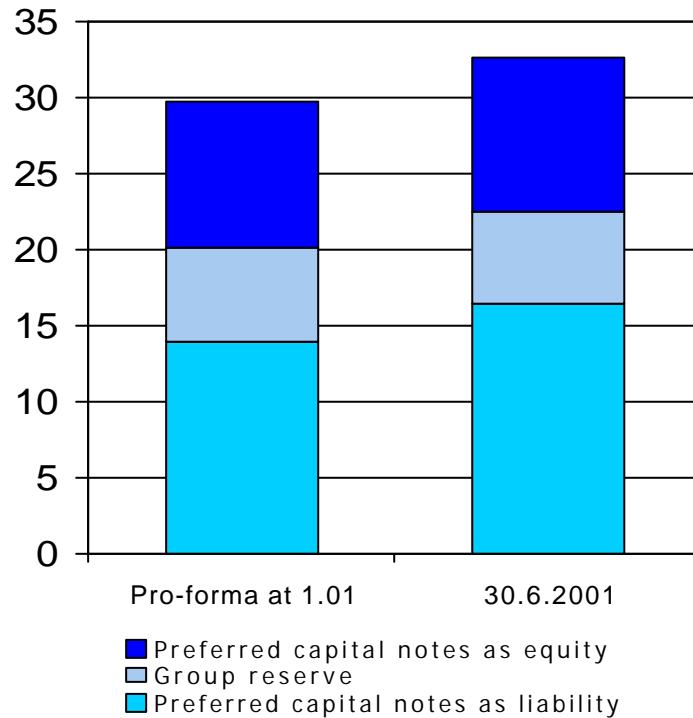
Profit after financial items



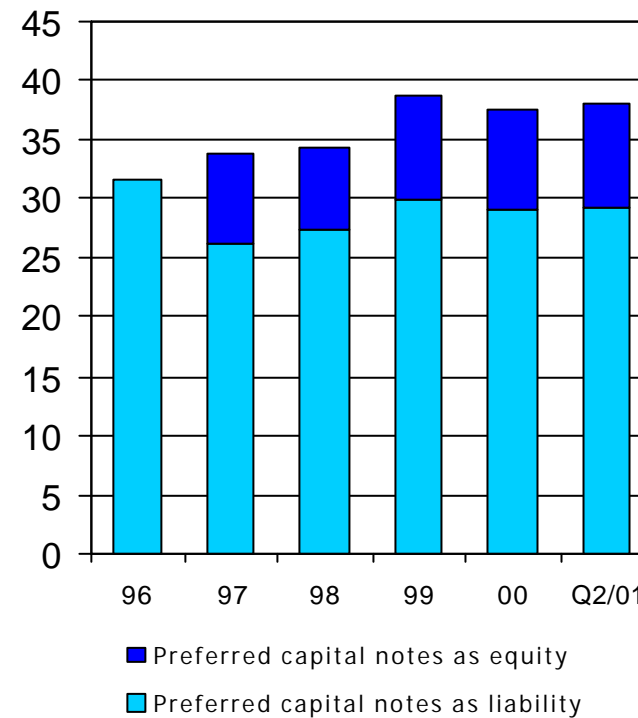
Equity ratio, %

Componenta Holding and Componenta

Componenta Holding

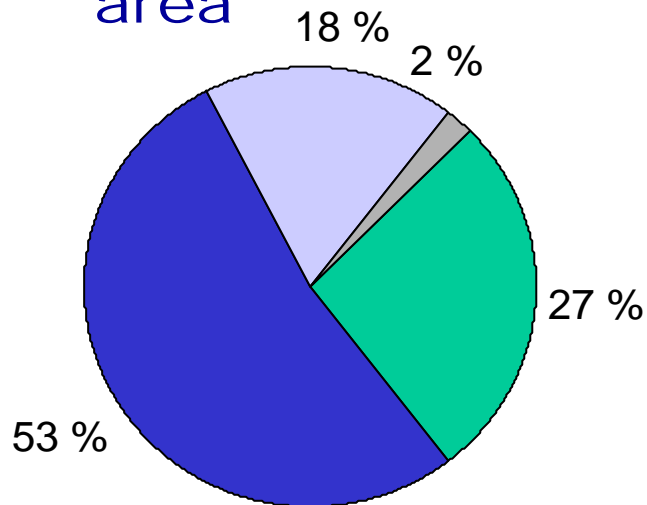


Componenta



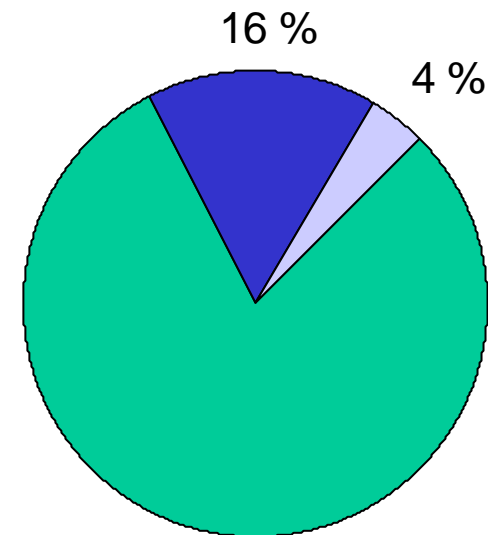
Division of sales

Sales by market area



- Finland
- Rest of Scandinavia
- Rest of Europe
- Other countries

Sales by business area



- Cast components, other components
- Other operations
- Other

Sales to client industries



Trucks

56 %

General
Engineering

30 %

Off-road

12 %

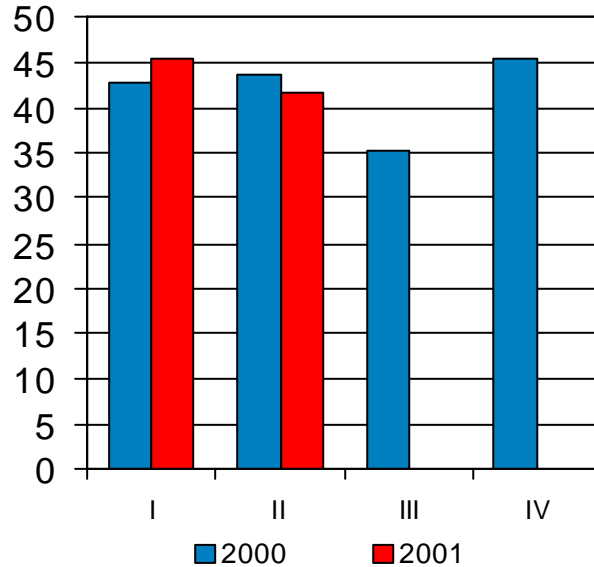
Other

2 %

Cast and other components

Net sales

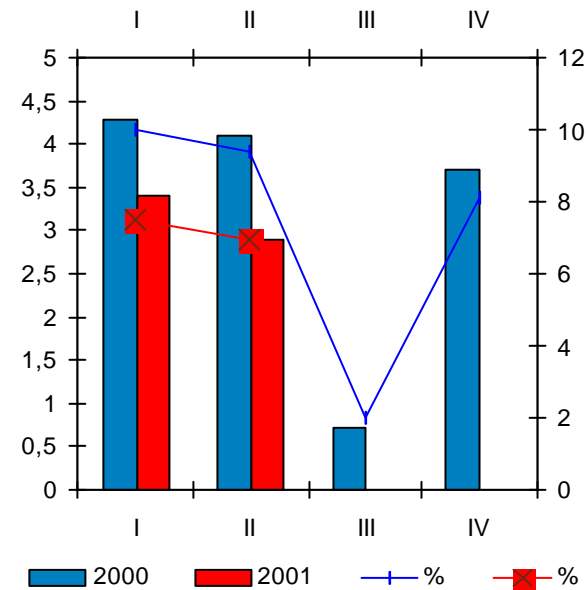
MEUR



Operating profit

MEUR

%



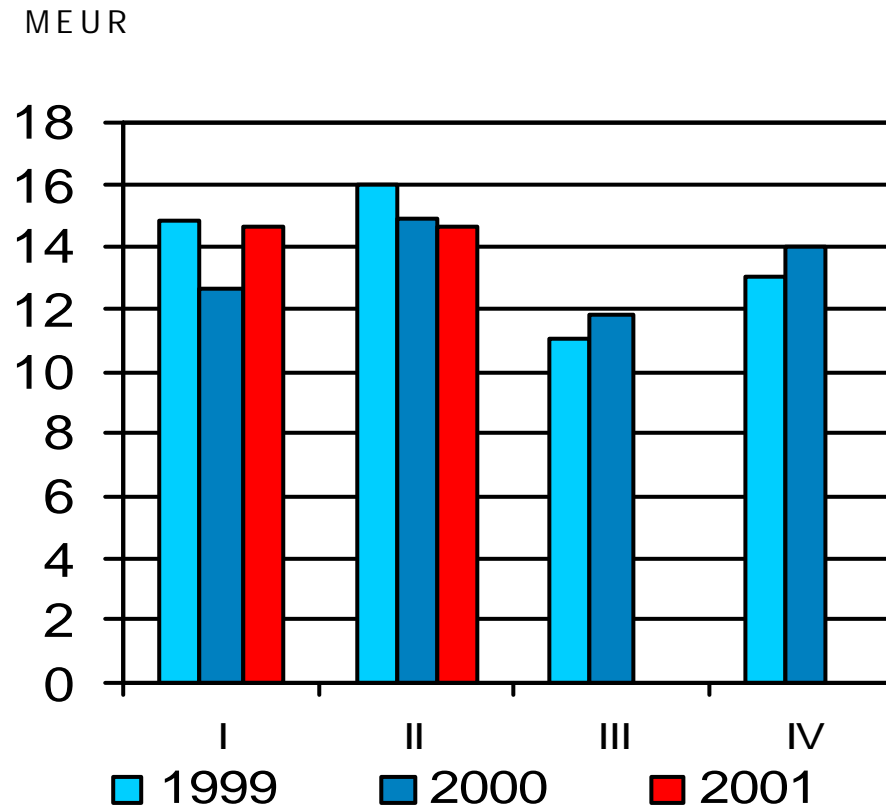
Cast and other components

- Net sales rose from previous year
 - deliveries to truck industry grew 2% thanks to contracts signed in 2000
 - sales to general engineering rose 6%
 - off-road sales declined 6%
- Alvesta foundry and Osby machine shop made substantial operating losses, in consequence profitability of core businesses has not risen from the previous year
- Loss-making units caused operating profit to decline from 12% (13%) to 7% (10) of net sales

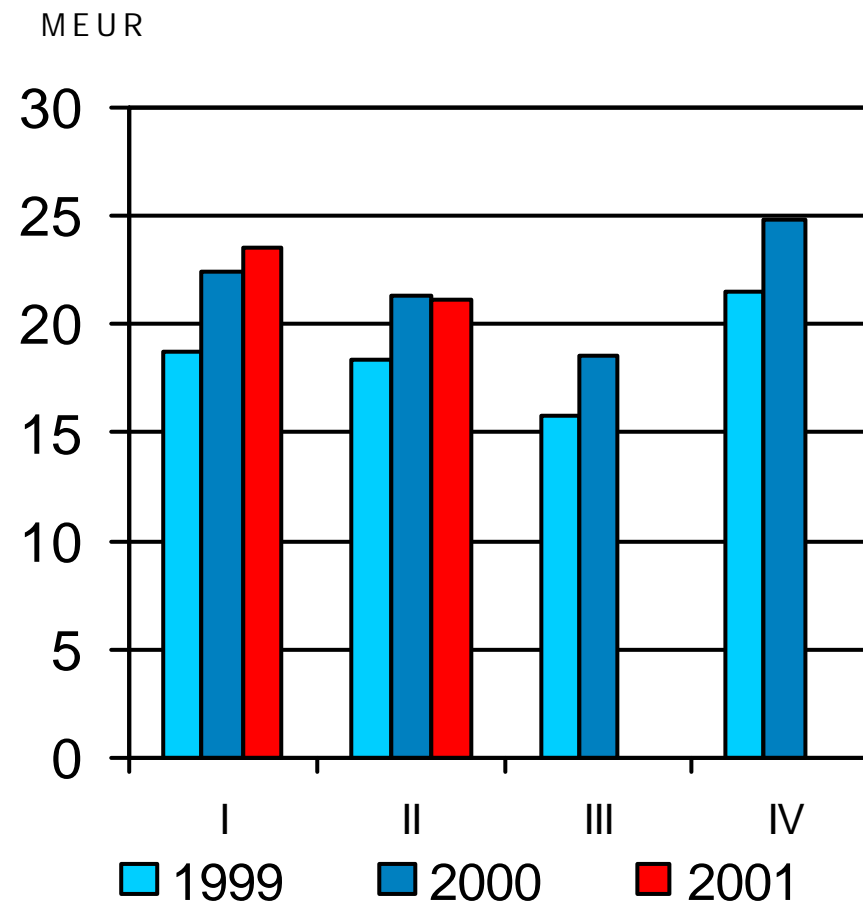
Cast and other components

- Remedial programmes underway at loss-making units
- Operations at units serving truck industry adjusted for reduced demand
- Karkkila foundry posts positive operating result
- Sales of geared components also down, mainly because of lower demand from the truck industry
- Few new orders for components from truck manufacturers
- Positive experiences from Customer Product Center

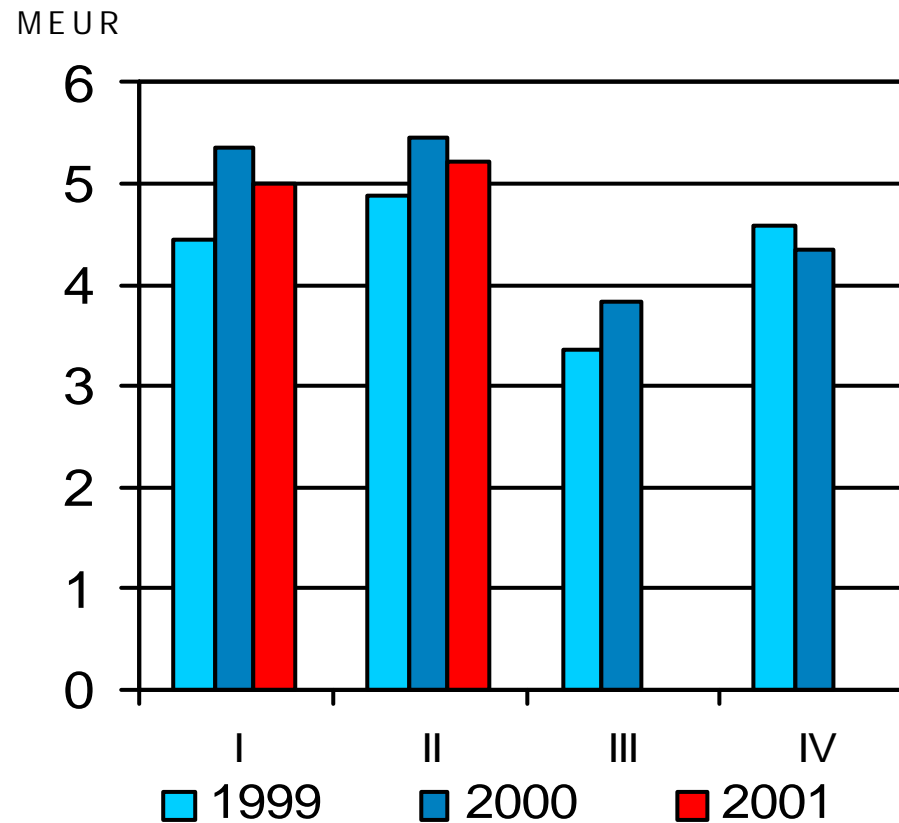
Cast components, sales to general engineering



Cast components, sales to heavy truck industry



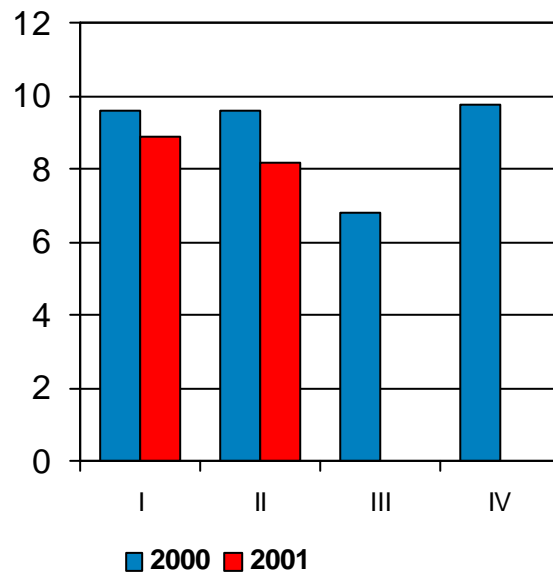
Cast components, sales to off-road industry



Other operations

Net sales

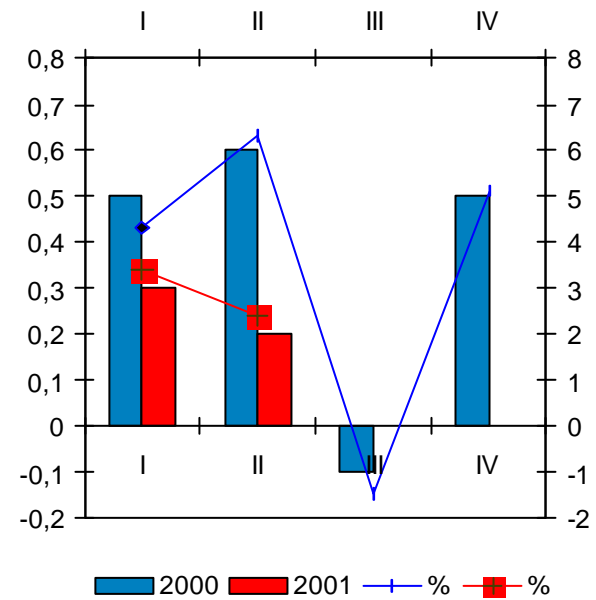
MEUR



Operating profit

MEUR

%



Other operations, associated companies

- Reduced demand in truck industry also cut sales by the group's forges
- Sales of brass and aluminium components show significant increase
- Share of the result of associated companies was MEUR -0.5 (0.0). One-time write-downs by Thermia AB were the main reason for the difference in the result from the previous year

Prospects for the near future

- Uncertainty surrounds the future of the economy worldwide, slowdown in growth in the USA appears to be spreading elsewhere
- Demand in the heavy truck industry is estimated to fall by 10 % from the previous year
- Volumes in general engineering are likely to continue at a good level in the near future, uncertainty about end of the year developments
- Estimated net sales just over MEUR 200
- Profit after financial items is estimated at between MEUR 5 and MEUR 8 (Proforma MEUR 6.5)