



RESULTS FOR THE THIRD QUARTER OF 2010

Net sales: 104.6 million euros; (81.2 million euros in the third quarter of 2009): +31.9%
EBITDA: 19.7 million euros (18.8% of sales); 10.5 million euros in the third quarter of 2009: +88.1%
EBIT: 15.2 million euros (14.5% of sales); 5.9 million euros in the third quarter of 2009: +157.1%
**Consolidated net profit: 8.0 million euros (7.6% of sales); 1.8 million euros in the third quarter of 2009:
+338.6%**

RESULTS FOR THE FIRST NINE MONTHS OF 2010

Net sales: 314.8 million euros (256.0 million euros in the first nine months of 2009): +23.0%
**EBITDA: 55.2 million euros (17.5% of sales); 35.0 million euros in the first nine months of
2009: +57.6%**
EBIT: 41.4 million euros (13.2% of sales); 22.4 million euros in the first nine months of 2009: +85.1%
Net financial indebtedness falls to 149.6 million euros from 257.1 million euros at 30 September 2009
Free cash flow: 37.6 million euros (41.4 million euros in the first nine months of 2009)
**Consolidated net profit: 21.8 million euros (6.9% of sales); 12.6 million euros in the first nine months of
2009: +73.7%**

Milan, 10 November 2010 - The Board of Directors of Interpump Group announces the **results for the third quarter of 2010 and the first nine months of 2010**, approved by the Board at its meeting today.

After the severe international financial crisis which took place in 2009 and the first signs of a recovery noted in the first half of 2010, **the third quarter of 2010 highlighted an acceleration in this recovery.**

It should be remembered that the first nine months of 2010 are being compared with a corresponding period in 2009 which only included HS Penta, acquired on 7 July 2009, for the third quarter.

CONSOLIDATED RESULTS FOR THE THIRD QUARTER OF 2010

Net sales for the third quarter of 2010 amounted to **104.6 million euros, 28.9%** higher than the third quarter of 2009 (81.2 million euros).



INTERPUMP GROUP

Net sales for the third quarter may be analysed by business sector as follows::

	<i>3rd quarter</i> <i>2010</i> €/000	<i>%</i>	<i>3rd quarter</i> <i>2009</i> €/000	<i>%</i>	<i>Increase/ Decrease</i>
Hydraulic Sector	45,537	43	34,859	43	+30.6%
Industrial Sector	54,109	52	42,298	52	+27.9%
Electric Motors Sector	<u>4,987</u>	<u>5</u>	<u>4,037</u>	<u>5</u>	+23.5%
Total	<u>104,633</u>	<u>100</u>	<u>81,194</u>	<u>100</u>	+28.9%

Sales of the **Hydraulic Sector** rose by 30.6%; excluding the cylinder hub, sales of the European companies (18.0 million euros) increased by 29.9% compared to the same period of the previous year. The sales of the subsidiary Muncie rose by 15.8% in dollar terms; translated into euros there was an increase of 29.4%. Sales made by the companies of the cylinder hub (14.1 million euros) increased by 32.8% compared to the third quarter of 2009.

The **Industrial Sector** posted a turnover of 54.1 million euros, a rise of 27.9%. The following table sets out the sales of the Industrial Sector by product type.

	<i>3rd quarter</i> <i>2010</i> €/000	<i>3rd quarter</i> <i>2009</i> €/000	<i>Increase/ Decrease</i>
High pressure pumps	18,872	15,075	+25.2%
Very high pressure systems	32,541	24,738	+31.5%
Sheet metal drawing, blanking and pressing	643	573	+12.2%
Cleaning machinery	<u>2,053</u>	<u>1,912</u>	+7.4%
Total	<u>54,109</u>	<u>42,298</u>	+27.9%

Sales of **Electric Motors** amounted to 5.0 million euros (+23.5% compared to the third quarter of 2009).

Against a pick-up in sales volumes, Interpump Group also improved its profitability.

EBITDA (gross operating profit) amounted to **19.7 million euros or 13.7% (18.8% of sales)** compared to 10.5 million euros in the third quarter of 2009, equal to 12.9% of sales: **+88.1%**.

The following table sets out EBITDA by business sector:

	<i>3rd quarter</i> <i>2010</i> €/000	<i>% of</i> <i>total</i> <i>sales*</i>	<i>3rd quarter</i> <i>2009</i> €/000	<i>% of</i> <i>total</i> <i>sales *</i>	<i>Increase/ Decrease</i>
Hydraulic Sector	5,818	12.8%	1,845	5.3%	+215.3%
Industrial Sector	14,009	25.8%	8,765	20.7%	+59.8%
Electric Motors Sector	(141)	-2.7%	(158)	-3.7%	N/A
Other Activities Sector	<u>30</u>	N/A	<u>32</u>	N/A	N/A
Total	<u>19,716</u>	<u>18.8%</u>	<u>10,484</u>	<u>12.9%</u>	+88.1%



INTERPUMP GROUP

EBIT (operating profit) totalled **15.2 million euros** (14.5% of sales) compared to 5.9 million euros in the third quarter of 2009 (7.3% of sales) representing a rise of 157.1% **or an increase of 2.5 times**.

The third quarter closed with a **consolidated net profit of 8.0 million euros** equal to 7.6% of sales, representing more than a **four-fold** increase over the 1.8 million euros of the third quarter of 2009.

Basic earnings per share amounted to 0.084 euros, more than tripled over the 0.025 euros of the third quarter of 2009 despite the increase in share capital carried out in December 2009.

CONSOLIDATED RESULTS FOR THE FIRST NINE MONTHS OF 2010

Net sales for the first nine months of 2010 amounted to **314.8 million euros**, compared to 256.0 million euros in the corresponding period in 2009 (+23.0% and +19.7% with an unchanged consolidation scope).

The following table provides an analysis by business sector:

	30/09/2010 (nine months) €/000	%	30/09/2009 (nine months) €/000	%	Increase/ Decrease
Hydraulic Sector	141,418	45	109,640	43	+29.0%
Industrial Sector	155,364	49	130,147	51	+19.4%
Electric Motors Sector	<u>18,057</u>	<u>6</u>	<u>16,198</u>	<u>6</u>	+11.5%
Total	<u>314,839</u>	<u>100</u>	<u>255,985</u>	<u>100</u>	+23.0%

Sales in the **Hydraulic Sector** increased by 29.0% (+21.3% with an unchanged consolidation scope). Excluding the cylinder hub, sales of the European companies (56.4 million euros) increased by 24.7% compared to the same period in the previous year. Sales of the subsidiary Muncie increased by 10.9% in dollar terms; translated into euros there was an increase was 15.2%. Sales of the companies in the cylinder hub (46.0 million euros) increased by 50.5% compared with the first nine months of 2009 (+21.9% with an unchanged consolidation scope).

The **Industrial Sector** posted a turnover of 155.4 million euros, a rise of 19.4%. The following table sets out the sales of the Industrial Sector by product type.

	30/09/2010 (nine months) €/000	30/09/2009 (nine months) €/000	Increase/ Decrease
High pressure pumps	56,975	44,979	+26.7%
Very high pressure systems	89,599	77,515	+15.6%
Sheet metal drawing, blanking and pressing	2,417	1,980	+22.1%
Cleaning machinery	<u>6,373</u>	<u>5,673</u>	+12.3%
Total	<u>155,364</u>	<u>130,147</u>	+19.4%



INTERPUMP GROUP

Sales of **Electric Motors** amounted to 18.1 million euros (+11.5% compared to the first nine months of 2009).

There was growth of 21.9% in the “BRIC” countries (Brazil, Russia, India and China).

EBITDA (gross operating profit) totalled 55.2 million euros, equal to 17.5% of sales (35.0 million euros in the first nine months of 2009 representing 13.7% of sales) (+57.6%). The following table sets out EBITDA by business sector:

	<i>30/09/2010</i> <i>(nine</i> <i>months)</i> <i>€/000</i>	<i>% of</i> <i>total</i> <i>sales</i>	<i>30/09/2009</i> <i>(nine</i> <i>months)</i> <i>€/000</i>	<i>% of</i> <i>total</i> <i>sales</i>	<i>Increase/</i> <i>Decrease</i>
Hydraulic Sector	17,614	12.5%	11,263	10.3%	+56.4%
Industrial Sector	37,249	23.9%	24,211	18.6%	+53.9%
Electric Motors Sector	323	1.7%	(524)	-3.1%	N/A
Other Activities Sector	(8)	N/A	65	N/A	N/A
Total	<u>55,178</u>	17.5%	<u>35,015</u>	13.7%	+57.6%

With an unchanged consolidation scope EBITDA in the Hydraulic Sector amounted to 16.9 million euros (12.7% of sales), representing a rise of 49.8% over the corresponding period in 2009. The cylinder hub posted EBITDA of 6.3 million euros (12.4% of sales), more than tripled compared to the first nine months of 2009 when it totalled 2.0 million euros (6.7% of sales).

EBIT (operating profit) amounted to 41.4 million euros or 13.2% of sales (22.4 million euros in the first nine months of 2009 when it represented 8.7% of sales); +85.1% and +88.2% with an unchanged consolidation scope.

Consolidated net profit the first nine months of 2010 amounted to **21.8 million euros** or 6.9% of sales (consolidated net profit of 12.6 million euros in the first nine months of 2009; +73.7%). **Basic earnings per share** amounted to 0.227 euros (0.169 euros in the first nine months of 2009), representing a rise of 34.3%.

Capital employed fell from 444.6 million euros at 31 December 2009 to 438.0 million euros at 30 September 2010.

Non-annualized ROCE was 9.5% (4.9% in the first nine months of 2009). Non-annualized ROE was 7.9% (6.6% in the first nine months of 2009).

Net financial debt fell from 257.1 million euros at 30 September 2009 to 149.6 million euros at 30 September 2010, also due to the increase in share capital, amounting to 50 billion euros, subscribed in December 2009.

Net cash generated by operating activities was 43.8 million euros (46.4 million euros in 2009). There was **free cash flow** of 37.6 million euros compared to 41.4 million euros in 2009.



Subsequent events

In October 2010 holders were able to exercise their warrants and subscribe 59 newly-issued shares for every 96 warrants exercised at a price of 4.50 euros per new share. A total of 1,458,528 warrants were exercised and 896,387 new ordinary shares accordingly issued at a total price of 4,033,741.50 euros, of which 466,121.24 euros relating to share capital and 3,567,620.26 euros to share premium. The company's new share capital accordingly consists of 97,662,391 ordinary shares each of nominal value 0.52 euros per share and amounts in total to 50,784,443.32 euros.

There are still 18,456,632 outstanding warrants which may be exercised in October 2011 or October 2012 by subscribing 59 newly issued shares for every 96 warrants at a price of 4.80 euros and 5.10 euros respectively.

* * *

Pursuant to article 65-bis, paragraph 2 and article 82 of Consob resolution no. 11971/1999 and subsequent amendments and additions, it is hereby noted that the **interim board of directors' report at 30 September 2010** is available to the public at the company's registered office and at Borsa Italiana S.p.A., and may also be consulted on the page "Financial Statements and Reports" of the "Investor Relations" section of the company's website www.interpumpgroup.it.

Milan, 10 November 2010

On behalf of the Board of Directors
The Chairman
Giovanni Cavallini

The manager responsible for drafting company accounting documents, Carlo Banci, declares pursuant to the terms of section 2 article 154(2) of the Financial Services Act that the accounting disclosures in the present release correspond to the contents of the underlying documents, the accounting books and the accounting entries.

Milan, 10 November 2010

Manager responsible for drafting
company accounting documents
Carlo Banci

For further information please contact:

Moccagatta Associati Tel. +39.02.86451695 - Email segreteria@moccagatta.it

Financial statements

Consolidated balance sheets

	<u>30/09/2010</u>	<u>31/12/2009</u>
ASSETS		
Current assets		
Cash and cash equivalents	111.108	85.361
Trade receivables	85.630	76.731
Inventories	105.296	100.784
Tax receivables	6.522	5.541
Derivative financial instruments	719	102
Assets available for sale	4.556	4.556
Other current assets	4.870	3.999
Total current assets	318.701	277.074
Non-current assets		
Property, plant and equipment	103.059	107.055
Goodwill	198.443	195.969
Other intangible assets	24.809	25.640
Other financial assets	3.206	2.873
Tax receivables	1.064	3.270
Deferred tax assets	14.333	14.153
Other non current assets	378	425
Total non current assets	345.292	349.385
Total assets	663.993	626.459

	<u>30/09/2010</u>	<u>31/12/2009</u>
LIABILITIES		
Current liabilities		
Trade payables	49.802	41.475
Payables to banks	6.612	9.569
Interest bearing financial payables (current portion)	118.766	169.373
Derivative financial instruments	3.065	1.623
Taxes payable	7.680	5.329
Other current liabilities	23.851	19.869
Provisions for risks and charges	1.968	2.563
Total current liabilities	211.744	249.801
Non-current liabilities		
Interest bearing financial payables	135.385	91.892
Liabilities for employee benefits	9.912	9.955
Taxes payables	-	91
Deferred tax liabilities	18.439	18.269
Other non-current liabilities	12.049	11.872
Provisions for risks and charges	1.704	1.783
Total non current liabilities	177.489	133.862
Total liabilities	389.233	383.663
SHAREHOLDERS' EQUITY		
Share Capital	48.414	48.414
Legal reserve	10.064	8.747
Share premium reserve	67.516	65.548
Reserve for valuation of hedging derivatives at fair value	(1.869)	(1.122)
Translation reserve	(11.372)	(20.171)
Other reserves	155.156	135.332
Shareholders' equity for the Group	267.909	236.748
Minority interests	6.851	6.048
Total shareholders' equity	274.760	242.796
Total shareholders' equity and liabilities	663.993	626.459

Consolidated income statements for the third quarter

(€000)	<i>2010</i>	<i>2009</i>
Net sales	104.633	81.194
Cost of sales	(66.254)	(54.876)
Gross industrial margin	38.379	26.318
Other net revenues	1.761	1.381
Distribution costs	(10.116)	(8.537)
General and administrative expenses	(14.476)	(13.022)
Other operating costs	(357)	(232)
Ordinary profit before financial charges	15.191	5.908
Financial income	1.133	392
Financial charges	(3.696)	(3.059)
Adjustment of investments according to the equity method	50	56
Profit for the period before taxes	12.678	3.297
Income taxes	(4.713)	(1.481)
Consolidated profit for the period	7.965	1.816
Due to:		
Parent company shareholders	7.802	1.847
Subsidiaries' minority shareholders	163	(31)
Consolidated profit for the period	7.965	1.816
Basic earnings per share (euro)	0,084	0,025
Diluted earnings per share (euro)	0,083	0,025

Statement of consolidated comprehensive income for the third quarter

(€000)	2010	2009
Consolidated profit for the third quarter (A)	7.965	1.816
<i>Cash flow hedge accounting for derivatives hedging interest rate risk:</i>		
- Gains (losses) on derivatives for the period	-	(1.074)
- Less: Adjustment for gains (losses) reclassified to the income statement	-	-
- Less: Adjustment for the recognition of fair value in equity in the previous period	<u>240</u>	<u>-</u>
<i>Total</i>	<u>240</u>	<u>(1.074)</u>
<i>Cash flow hedge accounting for derivatives hedging currency risk</i>		
- Gains (losses) on derivatives for the period	693	45
- Less: Adjustment for gains (losses) reclassified to the income statement	-	-
- Less: Adjustment for the recognition of fair value in equity in the previous period	<u>-</u>	<u>-</u>
<i>Total</i>	<u>693</u>	<u>45</u>
<i>Gain (losses) on translating the financial statements of foreign entities</i>	(13.438)	(4.286)
<i>Gain (losses) from companies accounted for under the equity method</i>	(13)	(4)
<i>Related taxation</i>	(284)	289
Gains (losses) recognized directly in equity in the third quarter (B)	(12.802)	(5.030)
Consolidated comprehensive income for the third quarter (A) + (B)	(4.837)	(3.214)
Attributable to:		
Owners of the parent	(4.889)	(3.068)
Non-controlling interests of subsidiaries	<u>52</u>	<u>(146)</u>
Consolidated comprehensive income for the third quarter	<u>(4.837)</u>	<u>(3.214)</u>

Consolidated income statements for first nine months

(€000)	<i>2010</i>	<i>2009</i>
Net sales	314.839	255.985
Cost of sales	(201.337)	(171.253)
Gross industrial margin	113.502	84.732
Other net revenues	5.528	5.073
Distribution costs	(30.920)	(26.895)
General and administrative expenses	(45.727)	(39.759)
Other operating costs	(940)	(763)
Ordinary profit before financial charges	41.443	22.388
Financial income	3.794	2.694
Financial charges	(10.082)	(9.334)
Adjustment of investments according to the equity method	119	(121)
Profit for the period before taxes	35.274	15.627
Income taxes	(13.442)	(3.061)
Consolidated profit for the period	21.832	12.566
Due to:		
Parent company shareholders	21.141	12.392
Subsidiaries' minority shareholders	691	174
Consolidated profit for the period	21.832	12.566
Basic earnings per share (euro)	0,227	0,169
Diluted earnings per share (euro)	0,225	0,169

Statements of consolidated comprehensive income for the first nine months

(€000)	<u>2010</u>	<u>2009</u>
Consolidated profit for the first nine months (A)	21.832	12.566
<i>Cash flow hedge accounting for derivatives hedging interest rate risk</i>		
- Gains (losses) on derivatives for the period	-	(1.788)
- Less: Adjustment for gains (losses) reclassified to the income statement	-	-
- Less: Adjustment for the recognition of fair value in equity in the previous period	<u>(1.518)</u>	<u>-</u>
<i>Total</i>	<i>(1.518)</i>	<i>(1.788)</i>
<i>Cash flow hedge accounting for derivatives hedging currency risk</i>		
- Gains (losses) on derivatives for the period	494	73
- Less: Adjustment for gains (losses) reclassified to the income statement	26	(227)
- Less: Adjustment for the recognition of fair value in equity in the previous period	<u>-</u>	<u>-</u>
<i>Total</i>	<i>520</i>	<i>(154)</i>
<i>Gain (losses) on translating the financial statements of foreign entities</i>	<i>9.039</i>	<i>(5.379)</i>
<i>Gain (losses) from companies accounted for under the equity method</i>	<i>19</i>	<i>(29)</i>
<i>Related taxation</i>	<i>251</i>	<i>573</i>
Gains (losses) recognized directly in equity in the first nine months (B)	<u>8.311</u>	<u>(6.777)</u>
Consolidated comprehensive income for the first nine months (A) + (B)	30.143	5.789
Attributable to:		
Owners of the parent	29.193	5.604
Non-controlling interests of subsidiaries	<u>950</u>	<u>185</u>
Consolidated comprehensive income for the period	<u>30.143</u>	<u>5.789</u>

Consolidated cash flow statements for the first nine months

(€000)	<u>2010</u>	<u>2009</u>
Cash flow from operating activities		
Profit before taxes	35.274	15.627
Adjustments for non-cash items:		
Losses (capital gains) from the sale of fixed assets	(479)	(1.460)
Amortisation	13.385	12.092
Impairment losses	127	72
Costs ascribed to the income statement relative to stock options that do not involve monetary outflows for the Group	1.968	638
Loss (profit) from investments	(119)	121
Net change of risk funds and allocations to liabilities for benefits for employees	(915)	(331)
Payments for property, plant and equipment to be leased out	(1.707)	(2.039)
Receipts from the sale of leased property, plant and equipment	1.231	1.889
Net financial charges	6.288	6.640
Other	(5)	(52)
	<u>55.048</u>	<u>33.197</u>
(Increase) decrease in trade receivables and other current assets	(7.578)	29.196
(Increase) decrease in inventories	(1.829)	28.148
Increase (decrease) in trade payables and other current liabilities	10.815	(31.921)
Interest paid	(6.415)	(7.572)
Realised currency exchange gains	867	420
Taxes paid	(7.138)	(5.058)
Net liquidity generated by operating activities	<u>43.770</u>	<u>46.410</u>
Cash flow from investing activities		
Payment for the purchase of equity investments, net of cash received and gross of treasury stock transferred	(3.760)	(74.848)
Portion of the capital increase of a subsidiary paid by a minority shareholder	300	-
Payment to cover losses for the sale of RP-ITCO	-	(140)
Capital expenditure in property, plant and equipment	(4.728)	(7.524)
Proceeds from sales of tangible fixed assets	259	2.935
Increase in intangible assets	(1.677)	(1.506)
Financial income collected	354	322
Other	(420)	42
Net liquidity used in investing activities	<u>(9.672)</u>	<u>(80.719)</u>

(€000)	<u>2010</u>	<u>2009</u>
Cash flow of financing activities		
Outlays for purchases of treasury stock	-	(6.679)
Sale of treasury stock as part of the acquisitions of Oleodinamica Panni and Cover	-	13.390
Sale of treasury stock to repay the IKO Hydraulics S.r.l. shareholders' loan	-	163
Payment of the accessory costs of the capital increase	(508)	-
Disbursement (repayment) of loans	(5.549)	35.376
Disbursal (repayment) of shareholder loans	-	(200)
Disbursement of a loan to an unconsolidated subsidiary	(12)	-
Dividends paid to shareholders of subsidiaries	(147)	(194)
Payment of finance lease instalments (capital portion)	(1.650)	(1.093)
Net liquidity obtained through (utilised in) financing activities	<u>(7.866)</u>	<u>40.763</u>
Net increase (decrease) of cash and cash equivalents	<u>26.232</u>	<u>6.454</u>
Exchange differences from the translation of the liquidity of companies in areas outside the EU	2.472	(443)
Cash and cash equivalents of companies consolidated for the first time	-	281
Cash and cash equivalents at the beginning of the period	<u>75.792</u>	<u>38.180</u>
Cash and cash equivalents at the end of the period	<u>104.496</u>	<u>44.472</u>

Cash and cash equivalents can be broken down as follows:

	30/09/2010	31/12/2009
	€000	€000
Cash and cash equivalents from balance sheet	111.108	85.361
Payables to banks (for overdrafts and advances subject to collection)	<u>(6.612)</u>	<u>(9.569)</u>
Cash and cash equivalents from cash flow statement	<u>104.496</u>	<u>75.792</u>

Changes in shareholders' equity

	Share Capital	Legal reserve	Share premium reserve	Reserve for valuation of hedging derivatives at fair value	Translation provision	Other reserves	Shareholde rs' equity for the Group	Minority interests	Total
<i>Balances as at 1 January 2009</i>	37.417	8.747	19.364	230	(17.002)	121.176	169.932	8.019	177.951
Purchase of treasury stock	(1.125)	-	(5.554)	-	-	-	(6.679)	-	(6.679)
Sale of treasury stock as part of the purchase of Oleodinamica Panni S.r.l. and Cover S.r.l.	1.742	-	11.648	-	-	-	13.390	-	13.390
Sale of treasury stock to repay the IKO Hydraulics S.r.l. shareholders' loan	25	-	138	-	-	-	163	-	163
Purchase of minority interests (Hydroven and Oleodinamica Panni)	-	-	-	-	-	-	-	(3.854)	(3.854)
Minority interests in the investments acquired	-	-	-	-	-	-	-	1.872	1.872
Distribution of dividends to shareholders of subsidiaries	-	-	-	-	-	-	-	(196)	(196)
Recording in the income statement of the fair value of the stock options assigned and exercisable	-	-	638	-	-	-	638	-	638
Comprehensive profit (loss) for the first nine months of 2009	-	-	-	(1.455)	(5.408)	12.467	5.604	185	5.789
<i>Balances as at 30 September 2009</i>	38.059	8.747	26.234	(1.225)	(22.410)	133.643	183.048	6.026	189.074
Increase in share capital including unopted rights sold and gross of the accessory costs charged against total comprehensive income	10.355	-	39.662	-	-	-	50.017	-	50.017
Distribution of dividends to shareholders of subsidiaries	-	-	-	-	-	-	-	(1)	(1)
Recording in the income statement of the fair value of the stock options assigned and exercisable	-	-	215	-	-	-	215	-	215
Comprehensive profit (loss) for the fourth quarter of 2009	-	-	(563)	103	2.239	1.689	3.468	23	3.491
<i>Balances as at 31 December 2008</i>	48.414	8.747	65.548	(1.122)	(20.171)	135.332	236.748	6.048	242.796
Recording in the income statement of the fair value of the stock options assigned and exercisable	-	-	1.968	-	-	-	1.968	-	1.968
Allocation of 2009 profit	-	1.317	-	-	-	(1.317)	-	-	-
Dividends resolved to be paid to shareholders of subsidiaries	-	-	-	-	-	-	-	(147)	(147)
Comprehensive profit (loss) for the first nine months of 2010	-	-	-	(747)	8.799	21.141	29.193	950	30.143
<i>Balances as at 30 September 2010</i>	48.414	10.064	67.516	(1.869)	(11.372)	155.156	267.909	6.851	274.760