



Miba  
in Motion

Shareholder Information 1  
2011-2012



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## First Quarter Results for 2011-2012

### General Economic Setting

The world's most important financial centers continued to experience economic recovery in the first quarter of 2011. In its "World Economic Outlook" of April 2011, the International Monetary Fund (IMF) projected a rise in global GDP of 4.4 percent in comparison with the previous year. The growth rates of industrialized nations are hovering around 2.4 percent according to the IMF, whereas 6.5 percent growth is forecast for emerging markets. At 9.6 percent, China is one of the fastest growing national economies in the world. The USA expects growth of 2.8 percent in 2011 and the eurozone nations 1.6 percent.

The rising prices of energy and raw materials could have a dampening effect on the economic cycle. There are already clear indications of increased inflation. At the beginning of April 2011, the European Central Bank (ECB) raised the base rate by 25 basis points, to 1.25 percent, in order to stabilize prices. In Europe, the dire national debt situation of a few countries is also triggering uncertainty. Portugal follows Greece and Ireland as now the third member state in the eurozone that has applied for financial aid from the EU to manage the debt crisis.

### Sales and Performance Analysis

Miba closed the previous business year with tremendous success and consistently pursued its course of expansion. The positive development in the target markets also continued in the first quarter of the new 2011-2012 business year and is pleasantly reflected in the level of orders and in sales.

Sales during the reporting period (February 1 to April 30) totaled EUR 138.7 million, an increase of 41.5 percent or EUR 40.7 million compared to the same period the previous year. Roughly two-thirds of this growth stems from the organic growth of the core segments. Newly acquired businesses have already contributed approximately EUR 13.0 million to the increase in sales.

Miba Sinter Group accounted for the largest proportion of Group sales, 37.4 percent, followed by Miba Bearing Group with 32.1 percent and Miba Friction Group at 19.5 percent. New Technologies Group added 9.4 percent to Group sales; the remaining EUR 2.3 million is attributed to Miba Coating Group. The sharp rise in the procurement costs of raw materials in particular characterized the first quarter of the 2011-2012 business year. In addition, the volatility on the foreign exchange markets had a negative impact on earnings. As a consequence, despite the rise in productivity, earnings before interest and taxes (EBIT) of EUR 13.6 million was only slightly above the level reported in the previous year (EUR 13.5 million).

### Financial Position

Compared to the January 31, 2011, balance sheet date, the balance sheet total in the first quarter increased to EUR 463.9 million as of April 30, 2011. This increase is basically attributed to working capital, which increased due to the strong boost in sales.

Investment activities (excluding financial assets) in the first quarter totaled EUR 9.9 million, in comparison to EUR 3.8 million in the same period last year. As in the past, these investments could be financed in whole from the cash flow from operations and thus be financed by our own capital resources. Cash flow from operations stood at EUR 12.6 million (previous year: EUR 19.8 million). Net cash as of April 30, 2011, came to EUR 10.1 million, a decline from the balance of EUR 15.3 million on January 1, 2011.

Group equity of EUR 251.5 million absorbed the sharp setback from currency translation losses, reported directly under equity, in the amount of EUR 7.2 million. The equity ratio as of April 30, 2011, therefore equaled 54.2 percent, which is just slightly below the figure reported on the balance sheet date of 54.9 percent. Miba secured its financial independence and autonomy through a solid financial structure and the sustained high equity ratio exceeding 50 percent.

### Level of Orders

As of the reporting date, April 30, 2011, the level of orders reached a new record high of EUR 260.0 million, which is 16.9 percent or EUR 37.5 million higher than the figure reported at the end of the past business year.

### Employees

As of April 30, 2011, there were 3,580 employees working at Miba Group worldwide. This corresponds to an expansion of 8.6 percent, or 282 more employees, compared to the balance sheet date of January 31, 2011. Approximately half of the personnel build-up took place at the Miba sites in Slovakia, which now employ more than 1,000 workers. At the Austrian sites, there were 76 new jobs created in the first quarter. More than half of Miba employees work at the production and technology sites in Austria.

As a responsible employer, Miba promotes the health of its employees and invests in a modern and safe work environment. In addition to numerous activities on health promotion, a health program specially developed for our apprentices is also creating a sense of awareness in the next Miba Generation for its own health. As every year, approximately 30 young men and women will start their training at the Austrian Miba sites in September. For several years now, Miba has also been training youth in Slovakia; we anticipate 15 new enrollees for the fall of 2011.

### Other Events

On February 1, 2011, Miba acquired a 70 percent share in sales companies EBG LLC, Pennsylvania, USA, and EBG Resistors LLC, Pennsylvania, USA. These companies sell the products made by EBG Elektronische Bauelemente GmbH in the USA. Also on February 1, 2011, DI Franz Peter Mitterbauer, MBA, was appointed to the Management Board of Miba AG.

On February 21, 2011, Miba acquired a 26 percent share in Maxtech Sintered Product Pvt. Ltd. (MSPPL) of Pune, India, a manufacturer of sintered components.

### Segment Reporting

#### Miba Sinter Group

Through its consistent drive toward technology leadership, Miba Sinter Group could continue building up and reinforcing its strong market position as a strategic development partner and supplier to the automotive industry. In March 2011, Miba Sinter Group was awarded the distinction of "Premium Supplier" from Schaeffler GmbH and Continental AG. Miba has been delivering sintered components for camphasers to Schaeffler for more than ten years now. This prize acknowledges the excellent quality, technology and supplier performance at the plants in Vorchdorf and Suzhou.

At EUR 51.8 million, sales of Miba Sinter Group during the reporting period were 25.3 percent or EUR 10.5 million higher than last year's figure of EUR 41.4 million. Investments equal

to EUR 4.9 million (previous year: EUR 1.9 million) basically served the expansion of production capacities at all locations.

#### Miba Bearing Group

Miba Bearing Group sales for the reporting period totaled EUR 44.5 million, a 23.5 percent or EUR 8.5 million increase over the same period the previous year. At EUR 1.2 million, investments slightly outpaced last year's level of EUR 1.0 million. Of this figure, two-thirds are dedicated to the further expansion of production capacities at the Laakirchen site. The remaining one-third went into engine bearings at the sites in China and the USA.

It is in Miba's interest to promote and maintain happy and motivated employees in our operations over the long term through comprehensive health measures. In February 2011, Miba Gleitlager received the "Seal of Approval" for workplace health promotion from the Austrian Ministry of Health for its "Fit at work. Fit for life." program. This distinction validates the successful and sustainable integration of operational health promotion in day-to-day business operations.

#### Miba Friction Group

The increase in sales at Miba Friction Group equaled 57.9 percent or EUR 9.9 million, which, on the one hand, was driven by Hoerbiger's off-road segment taken over in the last quarter of the prior year. On the other hand, demand also increased in those customer segments already served by Miba Friction Group to date. Investments of the Friction Group equaled EUR 0.8 million for the period under review (previous year: EUR 0.7 million).

Miba Friction Group is working intensively on the integration of the friction business from Hoerbiger. In the current business year, the equipment and systems will be relocated, based on strategic considerations, to the sites in Austria, Slovakia and the USA. With localized production and technological expertise, Miba Friction Group has positioned itself within the most important growth centers of the world.

#### New Technologies Group

This new Miba division includes EBG and DAU, the Styria-based manufacturers of power electronics components, as well as the producer of special machinery, Miba Automation Systems. New Technologies Group already contributes EUR 13.0 million or 9.4 percent to consolidated sales. The division reinforces the entire Group's technology leadership, and develops new business areas for Miba.

### Significant Risks and Uncertainties

There were no significant changes during the first quarter of the current year in the risk categories listed in the 2010-2011 Annual Report. In light of the information currently available, management does not foresee any significant individual risks that could pose a threat to the Miba Group's financial position and earnings situation.

## Segment Reporting

Segment Information by Division

	Sinter		Bearing		Friction		New Technologies		Other		Consolidation		Total Group	
	Q1	Q1	Q1	Q1	Q1	Q1	Q1	Q1	Q1	Q1	Q1	Q1	Q1	Q1
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
Sales revenues	52,036	41,534	44,623	36,095	27,250	17,417	13,296	1,846	5,670	4,577	4,192	3,462	138,682	98,007
Thereof intercompany sales	189	159	139	65	175	273	274	1,213	3,416	1,752	4,192	3,462	0	0
External sales	51,847	41,375	44,484	36,030	27,075	17,143	13,022	633	2,254	2,825	0	0	138,682	98,007
EBITDA	6,909	8,747	11,019	8,238	1,453	2,150	2,618	211	383	518	540	267	21,841	20,131
EBIT	3,865	5,776	8,694	5,961	-242	936	1,723	200	49	248	444	349	13,645	13,470
Investments (excluding financial investments)	4,864	1,948	1,180	1,029	821	666	181	13	2,571	106	236	0	9,853	3,761
Employees (as of the reporting date)	1,358	1,094	1,076	985	788	457	185	29	173	155	0	0	3,580	2,720

## Outlook

Miba is benefiting greatly from the global upturn. Based on the high level of orders, we can also anticipate a steady and high production level across all segments over the next few months. The challenge lies in mastering the rise in demand and satisfying short-term customer requests with a high degree of flexibility.

Miba consistently pursues its path of growth and continues to rely on the strategy of maintaining and expanding its strong position in economically attractive and technologically demanding market segments. More than EUR 50 million will be invested in capacity expansion and in future growth in the current year. More than half of this is dedicated to the Austrian sites. Miba is present in the growth markets of the USA, China, India and Brazil, and is further expanding its international network of production sites.

Profitable growth in the core business enables the active development of new business areas in the key technologies of the future.

## The Miba Share

The development of the Miba share ran parallel to that of the reference index, the Vienna Stock Exchange WBI. Shares launched the new business year at a price of EUR 197.50 and by the end of the first quarter closed at EUR 195.10.

The Company did not buy back any of its own stock during the reporting period. Hence, as of April 30, 2011, Miba AG holds 66,381 treasury shares. This represents about 5.1 percent of share capital.

## Statement by the Management Board

We hereby confirm that the condensed Interim Consolidated Financial Statements of Miba Aktiengesellschaft dated April 30, 2011, prepared in accordance with authoritative accounting standards – namely, the IFRSs – as applicable in the European Union, provide a true and fair view of the Group's assets, financial position and performance and that the Consolidated Management Report of Miba Aktiengesellschaft dated April 30, 2011, provides a true and fair view of the Group's assets, financial position and performance regarding significant events during the first three months of the current business year and their effects on the condensed Consolidated Financial Statements, regarding important risks and uncertainties in the remaining nine months of the business year as well as regarding significant business relations with related parties, which are subject to disclosure.

The present Interim Financial Report for the first three months of the business year was neither audited nor subjected to an audit-based review by an auditor.

Laakirchen, June 2011

The Management Board of Miba Aktiengesellschaft

DI DDr. h. c. Peter Mitterbauer (Chairman)

Dr.-Ing. Norbert Schrüfer

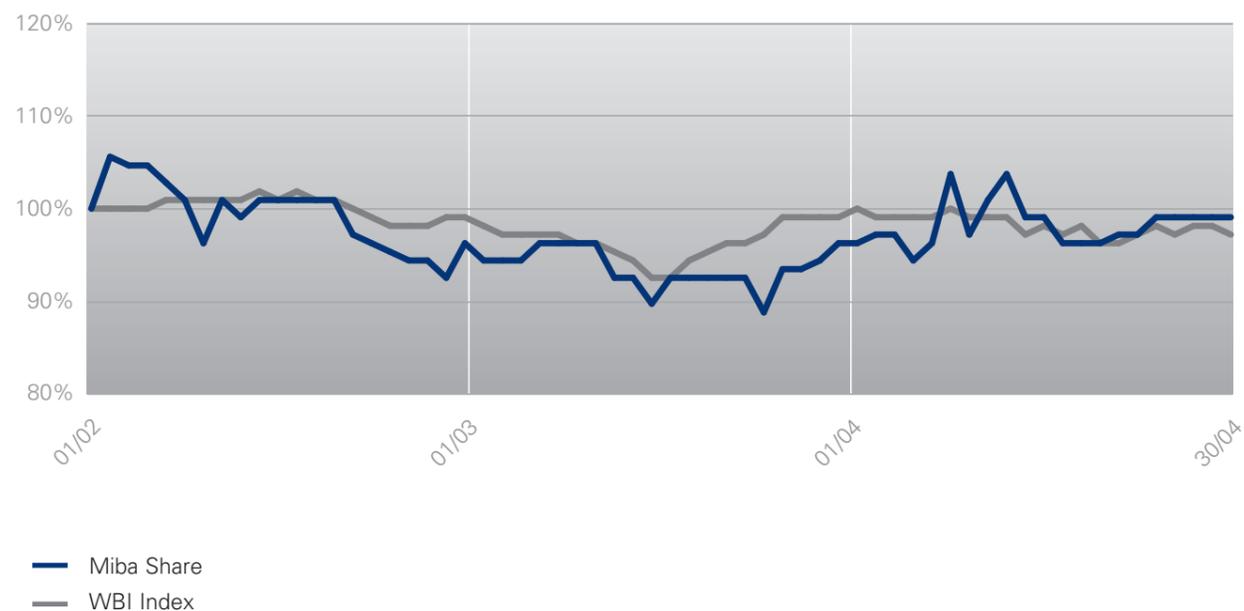
Dr. Wolfgang Litzlbauer

Dr.-Ing. Harald Neubert

DI Franz Peter Mitterbauer, MBA

## Development of the Miba Share

Quotation as at February 1, 2011 = 100 %



## Consolidated Balance Sheet

TEUR	4/30/11	1/31/11	4/30/10
<b>Assets</b>			
<b>A. Non-current assets</b>			
Intangible assets	47,016	46,111	18,730
Property, plant and equipment	158,643	159,110	144,530
Investments in associated companies	9,929	8,543	8,564
Other financial investments	4,706	4,536	5,054
Deferred tax assets	3,680	3,524	6,790
	<b>223,973</b>	<b>221,825</b>	<b>183,669</b>
<b>B. Current assets</b>			
Inventories	73,141	66,869	47,424
Trade and other receivables	102,247	97,237	77,290
Cash and cash equivalents	64,527	66,691	63,402
	<b>239,915</b>	<b>230,798</b>	<b>188,116</b>
	<b>463,888</b>	<b>452,622</b>	<b>371,784</b>
<b>Equity and Liabilities</b>			
<b>A. Group equity</b>			
Share capital	9,500	9,500	9,500
Capital reserves	18,089	18,089	18,089
Retained earnings	229,713	227,776	201,182
Treasury stock	-8,074	-8,074	-8,060
Non-controlling interests	2,305	1,161	415
	<b>251,533</b>	<b>248,452</b>	<b>221,126</b>
<b>B. Non-current liabilities</b>			
Provisions for severance payments and pensions	17,442	17,223	15,452
Provision for deferred taxes	6,935	6,977	665
Interest-bearing liabilities	41,500	43,954	33,872
Other non-current liabilities	19,760	19,884	11,439
	<b>85,637</b>	<b>88,038</b>	<b>61,429</b>
<b>C. Current liabilities</b>			
Current provisions	32,149	26,534	24,298
Provision for taxes	14,309	12,751	11,486
Trade payables	46,578	44,852	27,823
Current portion of interest-bearing liabilities	12,933	7,397	10,668
Other current liabilities	20,749	19,686	14,955
Income tax liabilities	0	4,911	0
	<b>126,718</b>	<b>116,132</b>	<b>89,230</b>
	<b>463,888</b>	<b>452,622</b>	<b>371,784</b>

The use of automatic data processing can lead to rounding differences.

## Consolidated Income Statement

TEUR	Q1 2011-12	Q1 2010-11
Sales revenues	138,682	98,007
Changes in inventory of finished goods and work in progress	4,292	2,306
Internally produced and capitalized assets	1,304	773
<b>Operating result</b>	<b>144,277</b>	<b>101,085</b>
Other operating income	2,613	3,310
Expenses for materials and other purchased manufacturing services	-64,790	-41,442
Personnel costs	-39,768	-30,827
Other operating expenses	-20,492	-11,995
<b>Earnings before interest, taxes, depreciation and amortization (EBITDA)</b>	<b>21,841</b>	<b>20,131</b>
Depreciation and amortization	-8,195	-6,661
<b>Earnings before interest, taxes and amortization of goodwill (EBITA)</b>	<b>13,645</b>	<b>13,470</b>
Amortization of goodwill	0	0
<b>Earnings before interest and taxes (EBIT)</b>	<b>13,645</b>	<b>13,470</b>
Income and losses from investments in associated companies	280	385
Net interest income	-456	-291
Other financial income	0	-132
<b>Financial result</b>	<b>-176</b>	<b>-38</b>
<b>Earnings before taxes (EBT)</b>	<b>13,469</b>	<b>13,432</b>
Income taxes	-3,135	-2,710
<b>Earnings after taxes</b>	<b>10,334</b>	<b>10,722</b>
Attributable to non-controlling interests	726	68
Attributable to parent company shareholders	9,608	10,655
Weighted average of the number of shares issued (shares)	1,233,690	1,233,771
Earnings per share in EUR	7.79	8.64
Diluted earnings per share in EUR = undiluted earnings per share in EUR	7.79	8.64

The use of automatic data processing can lead to rounding differences.

## Statement of Comprehensive Income

TEUR	Q1 2011-12	Q1 2010-11
<b>Earnings after taxes (EAT)</b>	<b>10,334</b>	<b>10,722</b>
Unrealized gains (+) / losses (-) from foreign currency translation	-7,214	3,617
Cash-flow hedge	-465	0
<b>Total other earnings</b>	<b>-7,679</b>	<b>3,617</b>
<b>Total of all recognized income and expenses</b>	<b>2,655</b>	<b>14,339</b>
Attributable to		
Shareholders of Miba AG only	<b>1,937</b>	<b>14,271</b>
Non-controlling interests only	718	68

## Consolidated Cash Flow Statement

TEUR	Q1 2011-12	Q1 2010-11
Consolidated cash flow from operating activities	12,631	19,790
Consolidated cash flow from investment activities	-16,887	-8,591
Consolidated cash flow from financing activities	3,559	801
<b>Changes in cash and securities (current assets)</b>	<b>-697</b>	<b>12,000</b>
Opening balance cash and cash equivalents	66,691	50,814
Currency translation differences due to changes in exchange rates	-1,467	588
<b>Closing balance of cash and cash equivalents</b>	<b>64,527</b>	<b>63,402</b>

## Statement of Changes in Group Equity

TEUR	Share capital	Capital reserves	Treasury stock	Currency translation differences	Retained earnings	Shares held by Miba AG Shareholders	Non- controlling interests	Total
<b>As of February 1, 2010</b>	<b>9,500</b>	<b>18,089</b>	<b>-8,060</b>	<b>-9,355</b>	<b>196,264</b>	<b>206,438</b>	<b>347</b>	<b>206,787</b>
Total comprehensive income	0	0	0	3,617	10,655	14,271	68	14,339
<b>As of April 30, 2010</b>	<b>9,500</b>	<b>18,089</b>	<b>-8,060</b>	<b>-5,739</b>	<b>206,919</b>	<b>220,709</b>	<b>415</b>	<b>221,126</b>
<b>As of February 1, 2011</b>	<b>9,500</b>	<b>18,089</b>	<b>-8,074</b>	<b>-7,208</b>	<b>234,984</b>	<b>247,291</b>	<b>1,161</b>	<b>248,452</b>
Total comprehensive income	0	0	0	-7,206	9,143	1,937	718	2,655
Changes in non-controlling interests	0	0	0	0	0	0	1,028	1,028
Changes in non-controlling interests per IAS 32	0	0	0	0	0	0	-603	-603
<b>As of April 30, 2011</b>	<b>9,500</b>	<b>18,089</b>	<b>-8,074</b>	<b>-14,414</b>	<b>244,127</b>	<b>249,228</b>	<b>2,305</b>	<b>251,533</b>

## Notes to the Interim Financial Statements as of April 30, 2011

### Information on the Company

Miba Aktiengesellschaft is an Austria-based Group with international operations. The focus of the Group's core business is on the engine bearings, sintered components, friction materials and passive electronic components product segments. The Group's head office is located at Dr.-Mitterbauer-Str. 3, 4663 Laakirchen, Austria. The Company is registered under Record No. FN 107386x at the local Austrian court (Landes- als Handelsgericht Wels).

### Financial Statements Prepared in Accordance with the International Financial Reporting Standards (IFRSs)

The present Interim Consolidated Financial Statements dated April 30, 2011, (February 1, 2011 to April 30, 2011) were prepared in accordance with the applicable International Financial Reporting Standards (IFRSs) prevailing at the end of the reporting period (as required in the European Union), in particular IAS 34 (Interim Financial Reporting).

### Accounting and Measurement Principles

The accounting standards that must be applied on a mandatory basis starting in the 2011-2012 business year have no material effect on the presentation of the assets, financial position

and financial performance in the Interim Consolidated Financial Statements. The accounting and measurement principles used as of January 31, 2011, have been applied unchanged in the preparation of the Interim Consolidated Financial Statements. For further information regarding accounting and measurement methods, please refer to the Consolidated Financial Statements dated January 31, 2011. For the purpose of clarity, all figures are exclusively shown in thousands of euros (TEUR).

### Scope of Consolidation

The scope of consolidation was defined in accordance with the principles of IAS 27 (Consolidated and Separate Financial Statements). Accordingly, the consolidated entity includes 16 Austrian and 18 foreign subsidiaries in which Miba Aktiengesellschaft, directly or indirectly, holds the majority of voting rights.

### Acquisition of Minority Shareholdings in Maxtech Sintered Product Pvt. Ltd., Pune, India

Through an agreement dated January 19, 2011, and conveyance of ownership on February 21, 2011, (acquisition date), Miba acquired a 26 percent minority share in Maxtech Sintered Product Pvt. Ltd., Pune, India. Based on the equity method, the company is included as an associate in the Consolidated Financial Statements

### Acquisition of EBG LLC, USA

On February 1, 2011, Miba Energy Holding LLC, McConnelsville, Ohio, USA, purchased a 70 percent share in EBG Resistors LLC, Middletown, Pennsylvania, USA.

Furthermore, Miba Energy Holding LLC, McConnelsville, Ohio, USA, purchased a 70 percent share in EBG LLC, Middletown, Pennsylvania, USA. EBG LLC, Middletown, Pennsylvania, USA, holds 25 percent of the shares in EBG Shenzhen Ltd., Shenzhen, China.

With the exception of EBG Shenzhen Ltd., which is included in the Consolidated Financial Statements as an associated company according to the equity method, all of the companies enumerated above were fully consolidated.

The acquired company was initially included on the basis of preliminary figures.

### Other Events

On February 1, 2011, DI Franz Peter Mitterbauer, MBA, was appointed to the Management Board of Miba AG.

### Business Seasonality

The sales of the Miba Group are distributed nearly equally over the four quarters of the business year.

### Events After the Balance Sheet Date

Events occurring after the balance sheet date which are relevant to the measurement at the balance sheet date, such as pending legal disputes or claims for damages, and any other obligations or anticipated losses to be reported or disclosed in accordance with IAS 10, are reflected in the present Interim Consolidated Financial Statements or are unknown.

### Estimates and Uncertainties

With regard to discretionary decisions and uncertainties resulting from estimates, please consult the Miba Group's Consolidated Financial Statements as of January 31, 2010.

## Statement by the Management Board

We hereby confirm that the condensed Interim Consolidated Financial Statements of Miba Aktiengesellschaft dated April 30, 2011, prepared in accordance with authoritative accounting standards – namely, the IFRSs – as applicable in the European Union, provide a true and fair view of the Group's assets, financial position and performance and that the Consolidated Management Report of Miba Aktiengesellschaft provides a true and fair view of the Group's assets, financial position and performance regarding significant events during the first three months of the current business year and their effects on the condensed Consolidated Financial Statements, regarding important risks and uncertainties in the remaining nine months of the business year as well as regarding significant business relations with related parties, which are subject to disclosure.

The present Interim Consolidated Financial Statements for the first three months of the business year were neither audited nor subjected to review by an auditor.

Laakirchen, June 2011

The Management Board of Miba Aktiengesellschaft

DI DDr. h. c. Peter Mitterbauer (Chairman)  
Dr.-Ing. Norbert Schrüfer  
Dr. Wolfgang Litzlbauer  
Dr.-Ing. Harald Neubert  
Dipl.-Ing. Franz Peter Mitterbauer, MBA

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