



H1 2005

Aalberts Industries N.V.*

***Market cap > EUR 1 billion**



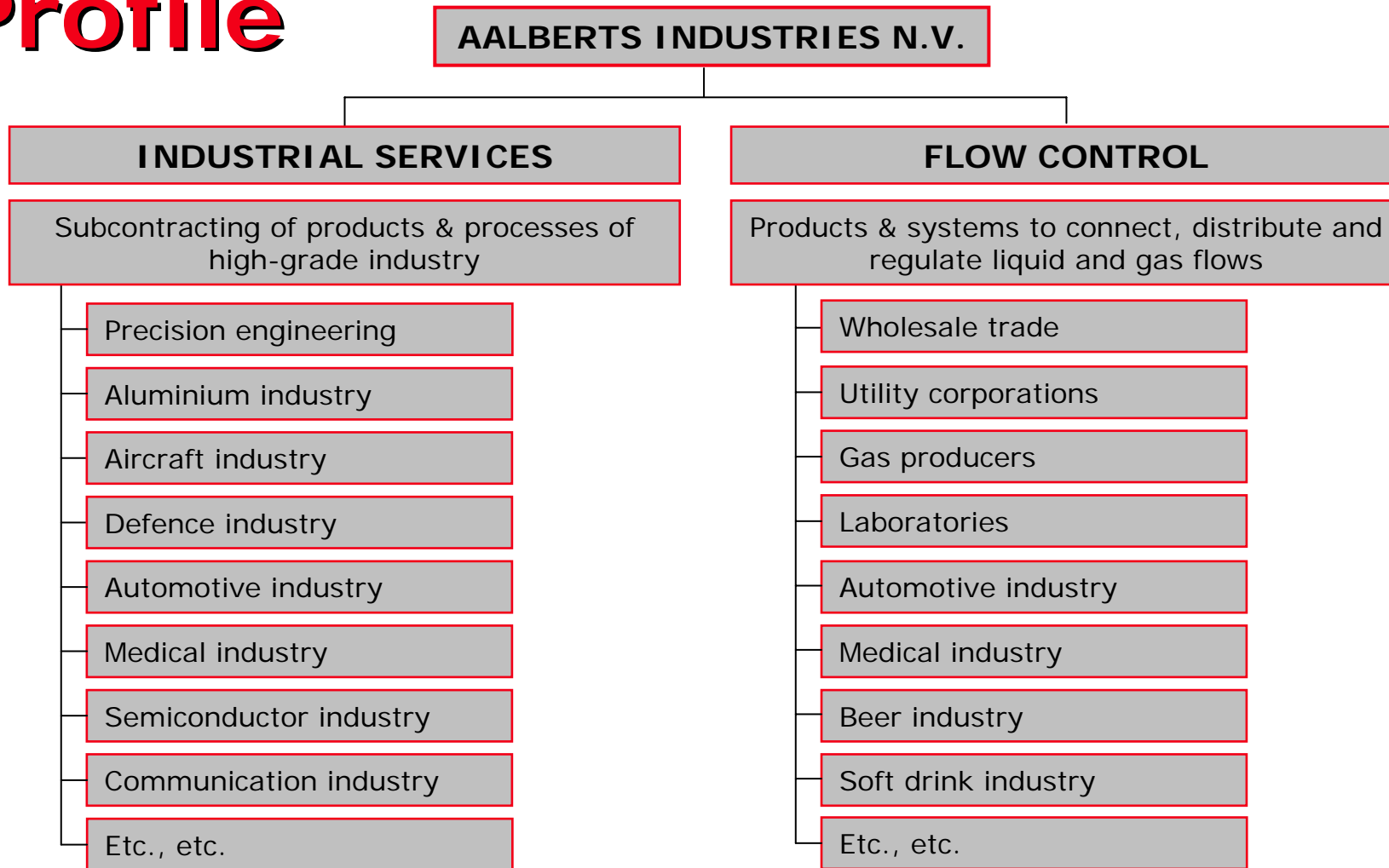
Agenda

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Highlights H1 2005

- Turnover increased 14% to EUR 499.5 million
- Organic growth in turnover \pm 3%
- Net profit rose by 16% to EUR 38.0 million (7.6% of turnover)
- Earnings per share increased by 16% to EUR 1.56
- Strengthening of Material Technology Group by acquisitions in France, Spain and USA

Profile



Long term strategy

- Growth in earnings per share
 - Average well above market level
- Continuous growth in turnover
 - Organic growth and acquisitions
- Balanced distribution of turnover
 - Independence on developments in any one segment (lowering risk for shareholders)
- Leading positions in the market
 - One of the top 3 providers in all relevant markets
- Healthy balance sheet ratios



Financial Review



Application of IFRS

- Impact on Shareholders' Equity and Net Profit due to:
 - Goodwill (business combinations)
 - Other intangible assets
 - Property, plant and equipment (leasing)
 - Deferred income tax assets
 - Financial instruments
 - Employee benefit (pension) plans

Balance sheet

ASSETS

Based on IFRS in EUR x million

	30-06-2005	31-12-2004	30-06-2004
Goodwill	225.4	216.8	204.2
Other intangible assets	17.1	11.8	1.9
Property, plant and equipment	284.8	269.9	243.0
Investments in associated companies	0.2	0.1	0.6
Deferred income tax assets	6.3	6.2	5.2
Non-current assets	533.8	504.8	454.9
Inventories	188.2	183.3	167.6
Trade debtors	169.8	117.7	147.2
Other current assets	20.3	17.8	20.1
Cash and cash equivalents	0.2	0.1	0.1
Current assets	378.5	318.9	335.0
TOTAL ASSETS	912.3	823.7	789.9

Balance sheet

EQUITY AND LIABILITIES

Based on IFRS in EUR x million

	30-06-2005	31-12-2004	30-06-2004
Group equity	258.5	226.8	193.8
Long-term debt	224.1	197.6	178.8
Preference shares	40.8	40.8	40.8
Employee benefit plan	28.3	28.1	23.9
Deferred income tax liabilities	8.1	8.7	7.7
Other provisions	4.9	4.2	6.3
Non-current liabilities	306.2	279.4	257.5
Short-term debt	171.7	170.2	186.5
Trade creditors	77.7	70.8	75.6
Other current liabilities	98.2	76.5	76.5
Current liabilities	347.6	317.5	338.6
TOTAL EQUITY AND LIABILITIES	912.3	823.7	789.9

Profit & Loss Account

Based on IFRS in EUR x million

	H1 2005	H1 2004	Change
Turnover	499.5	437.3	+ 14%
Operating profit (EBITA)	56.7	51.3	+ 10%
Amortisation	1.4	0.9	
Operating profit (EBIT)	55.3	50.4	+ 10%
Net finance cost	8.3	8.7	- 5%
Taxes	10.2	9.4	+ 9%
Minority interest	0.2	0.5	
Net profit for ordinary shareholders	36.6	31.8	+ 15%
Net profit before amortisation	38.0	32.7	+ 16%

Cash flow statement

Based on IFRS in EUR x million

	H1 2005	H1 2004
Operating profit (EBIT)	55.3	50.4
Depreciation	21.9	19.9
Amortisation	1.4	0.9
EBITDA	78.6	71.2
Changes in provisions	(0.3)	(0.5)
Changes in working capital	(37.6)	(40.4)
Cash flow from operations	40.7	30.3

Cash flow statement

Based on IFRS in EUR x million

	H1 2005	H1 2004
Net finance cost	(8.3)	(8.7)
Taxes	(1.5)	(3.0)
Acquisitions	(20.0)	(7.9)
Capital expenditure (net of disposals)	(24.8)	(17.4)
Long-term debt contracted	50.0	-
Repayments on long-term debt	(24.5)	(30.1)
Dividend paid	(10.0)	(2.7)
Other movements	7.0	1.3
Net cash flow	8.6	(38.2)

Key figures

Based on IFRS in EUR x million

	H1 2005	H1 2004	Change
Operating profit as a % of turnover	11.4	11.7	
Tax rate in %	20.9	22.1	
Earnings per share (EUR x 1)	1.56	1.35	+ 16%
Average number of shares issued (in million)	24.4	24.2	+ 1%
Number of employees (x 1)	7,610	6,562	+ 16%
Capital expenditure	25.2	17.2	+ 46%
Interest cover (EBITA / Net finance cost)	6.9	5.9	
Group equity	258.5	193.8	+ 34%
Capital base as a % of total assets	32.8	30.7	
Net debt (including preference shares)	436.4	406.0	+ 7%
Net debt / Group equity (Gearing)	1.7	2.1	



Operational Review



Geographic spread of turnover

	H1 2005 in EUR million	Change	H1 2005 as a % of turnover	H1 2004 as a % of turnover
Germany	122.2	- 9%	24.5	30.6
Benelux	77.2	+ 3%	15.5	17.1
United Kingdom	64.9	+ 1%	13.0	14.6
France	59.0	+ 11%	11.8	12.2
United States	58.2	+ 448%	11.7	2.4
Scandinavia	27.7	+ 18%	5.5	5.4
Eastern Europe	27.0	+ 26%	5.4	4.9
Spain & Portugal	25.7	+ 6%	5.1	5.5
Other	37.6	+ 19%	7.5	7.3
TOTAL	499.5	+ 14%	100.0	100.0



Industrial Services

Industrial Services acquisitions

AIRBUS A 380: foto AIRBUS



SGI, France

C.G Industrie, France

Accurate Brazing, USA



FALCON 7X: foto DASSAULT Aviation

Industrial Services highlights

- Many new products and clients
- Reasonably stable markets
- Capex EUR 15.9 million (up 73%)
 - Expansion and replacement of equipment for Material Technology Group
 - Building and extrusion press (Mifa)



Industrial Services

EUR x million	H1 2005	H1 2004	Change	
Turnover	209.2	198.1	+	6%
Added value	169.2	161.7	+	5%
Added value as a % of turnover	80.9	81.6		
Operating profit (EBITA)	24.9	23.9	+	4%
EBITA as a % of turnover	11.9	12.1		
Capital expenditure	15.9	9.2	+	73%
Depreciation	12.5	12.3	+	2%
Number of employees (x 1)	4,141	3,695	+	12%



Flow Control

Flow Control acquisitions*



Kall Schanktechnik, Germany

Kirsebom & Ims, Norway



*Limited sized

Flow Control highlights

- Ongoing growth in Eastern Europe
- Copper piping sales activities halted as planned
- Further sales increase of stainless steel and carbon steel fittings
- Sales increase in high-pressure safety valves for natural gas (automotive industry)
- Ongoing rise in raw material prices
- Weak German construction industry
- Capex EUR 9.3 million (up 15%)



Flow Control

EUR x million	H1 2005	H1 2004	Change	
Turnover	290.3	239.2	+	21%
Added value	160.3	133.8	+	20%
Added value as a % of turnover	55.2	55.9		
Operating profit (EBITA)	31.8	27.4	+	16%
EBITA as a % of turnover	11.0	11.4		
Capital expenditure	9.3	8.1	+	15%
Depreciation	8.9	7.3	+	21%
Number of employees (x 1)	3,453	2,852	+	21%

The Aalberts Industries share



The Aalberts Industries share

	2005- to date (approx)	2004	2003	2002	2001	2000	1999
Average trading volume <i>(number of shares)</i>	60,000	67,565	33,411	34,997	24,958	34,766	35,654
Closing share price <i>(in EUR)</i>	43.00	35.70	20.53	14.80	22.05	26.00	20.10
Earnings per share*		2.82	2.26	2.15	1.94	1.83	1.53
Share price / Earnings per share		12.7	9.1	6.9	11.4	14.2	13.1
Shares in issue <i>(in EUR million)</i>	24.4	24.2	23.7	23.2	19.5	19.2	18.9
Market capitalisation <i>(in EUR million)</i>	1,050	865	488	344	429	500	380

*Based on Dutch GAAP



Outlook



Long term target

- Continuity of growth in turnover and profits in our core businesses
 - Organic
 - Acquisitions

Outlook for whole of 2005

Taking account of the challenging market conditions and barring unforeseen circumstances, the management of Aalberts Industries expects the course of affairs to maintain its positive development over the whole of 2005, continuing to grow in line with the trend of recent years.