

LINAMAR CORPORATION

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PRESS RELEASE

LINAMAR CORPORATION ANNOUNCES THE AWARD OF A NEW 5 YEAR CONTRACT FOR AXLE COMPONENTS

June 26, 2002, GUELPH, Ontario - Linamar Corporation (TSX:LNR) is pleased to announce the award of a new 5 year contract for axle components. The contract, due to hit full production levels by 2005, represents more than \$30 million CAD of value added sales per year for the company. An additional contract with the same customer currently awaiting finalization could add another \$20 million CAD of value added sales per year to the total program value.

“The award of this program is very strategic for us as it was won as a direct result of the involvement of our Product Development Team and Estimating Engineers in Value Analysis/Value Engineering sessions with our customer to optimize product design and manufacturability”, said Linamar President Linda Hasenfratz.

Linamar designs, develops and manufactures precision machined components and assemblies for brake, engine, steering/suspension, and transmission/driveline applications for sale to the original equipment manufacturers and Tier 1 customers for the North American and European automotive markets.

The company has approximately 8000 employees in 28 manufacturing operations, 1 research and development centre and 6 sales offices in Canada, United States, Mexico, Germany, Hungary and Japan.

Certain information regarding Linamar set forth in this document, including management's assessment of the Company's future plans and operations, may constitute forward-looking statements. This information is based on current expectations that are subject to significant risks and uncertainties that are difficult to predict. Actual results may differ materially from these anticipated in the forward-looking statements due to factors such as customer demand and timing of buying decisions, product mix, competitive products and pricing pressure. In addition, uncertainties and difficulties in domestic and foreign financial markets and economies could adversely affect demand from customers. These factors, as well as general economic and political conditions, may in turn have a material adverse effect on the Company's financial results. The Company assumes no obligation to update the forward-looking statements, or to update the reasons why actual results could differ from those reflected in the forward-looking statements.

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