

# LINAMAR CORPORATION ANNOUNCES THIRD QUARTER EARNINGS

**Guelph, Ontario,  
October 29, 2001**

Linamar Corporation (TSE – LNR) announces its financial results for the quarter ended September 30, 2001.

Sales from continuing operations for the quarter were \$297.7 million compared to \$298.8 million for the same quarter last year. This level of sales represents a strong performance year over year in a difficult economic sector where North American vehicle production declined by 6%.

Earnings from continuing operations were \$12.8 million or \$0.18 per share (diluted) compared to \$22.8 million or \$0.33 per share (diluted) for the same quarter last year.

The company is also announcing plans to divest of its two, wholly owned in-house casting business units. A disposition plan is being pursued such that the company intends to identify preferred purchasers where future strategic and technical benefits are realized by both parties.

“While economic conditions have deteriorated, Linamar is well positioned to continue to perform well, financially, and take advantage of opportunities that may surface in our areas of expertise,” said Linamar President, Linda Hasenfratz. “We have also taken steps this quarter to deal with the under performing in-house casting businesses as well as lock in financial resources for maximum flexibility in the future.”

Linamar Corporation has declared a cash dividend on its common shares in the amount of \$0.04 per share. The dividend is payable on December 14, 2001, to shareholders of record at the close of business on November 27, 2001.

The Company is pleased to announce that its order intake for new business this year to date has reached \$419 Million. Net new business will increase content per vehicle by more than 30% once running at full volume.

Linamar will hold a conference call to discuss this press release on Monday, October 29, 2001 at 5:00 p.m. EST. The numbers for this call are 416-620-8834 (local/overseas), with call-in required 10 minutes prior to the start of the conference call. The conference call will be chaired by Linda Hasenfratz, Linamar’s President. A taped replay of the conference call will also be made available from 7:00 p.m. on October 29 2001 until midnight on November 2, 2001. The numbers for the replay are 416-626-4100, reference number 19884735 (local/overseas).

Linamar ([www.linamar.com](http://www.linamar.com)) is a global manufacturer of precision-machined components, assemblies and castings, primarily for the automotive industry. The

Company is focussed primarily on the highly engineered systems of the vehicle such as engine, transmission, brake, steering and suspension. Linamar employs more than 7,900 people in 30 manufacturing facilities and 1 product development centre in Canada, the US, Mexico and Hungary.

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 under applicable securities law and necessarily involve risks as a consequence, actual results may differ materially from those anticipated in the forward-looking statements.

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