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## Linamar Corporation – Comments on Recent Industry Production Cuts

*September 22, 2006, GUELPH, Ontario* – Although Linamar Corporation (TSX:LNR) no longer provides revenue and earnings guidance, Linamar is commenting today on the recent announcements of significant production cuts by Ford and DaimlerChrysler, which will obviously affect Linamar as early as Q3 and Q4 of this year. Both Ford and DaimlerChrysler are among Linamar's top ten customers, though it is important to note that no one customer represents more than 20% of Linamar's total sales.

"Linamar is well known for its Lean Operational Philosophy", stated Peggy Mulligan, Linamar's Chief Financial Officer, "and as such we are certainly reviewing and implementing cost reduction activities in response to the recently announced production cuts of our customers."

Linda Hasenfratz, Linamar's Chief Executive Officer, added that "Regardless of short term volatility resulting from these types of developments, looking beyond the short term, the long term fundamentals remain excellent for Linamar's continued growth. Clearly, our focus should not be limited to this quarter, next quarter or even next year's results, but also on the longer term prospects for revenue, earnings and share price growth."

Linamar designs, develops and manufactures precision machined components, modules and systems for engine, transmission and chassis systems primarily for the North American and European automotive marketplace. The company's industrial division is a world leader in aerial lift platform products. The company has over 11,000 employees in 36 manufacturing locations, five research and development centers and nine sales offices in Canada, United States, Mexico, Germany, Hungary, China, Korea 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; the cost, timing and effectiveness of cost reduction initiatives; 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 market, 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.

### For further information

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