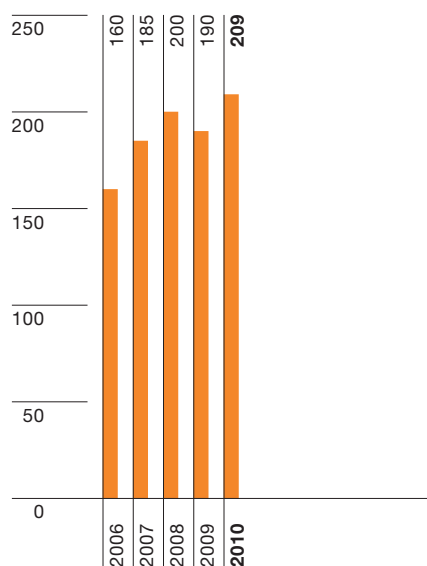


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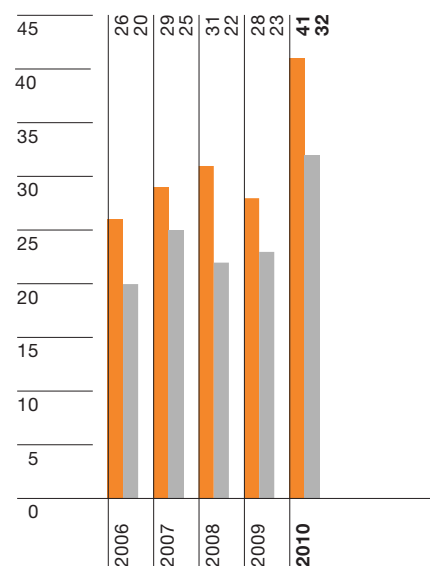
Financial summary

in CHF million	1st half 2010	1st half 2009	Change
Net sales	209.3	190.1	10.1%
Operating income before interest, taxes, depreciation and amortization (EBITDA) in percent of net sales	47.5 22.7%	34.8 18.3%	36.4%
Operating income before interest and taxes (EBIT) in percent of net sales	40.8 19.5%	28.2 14.8%	44.8%
Net income in percent of net sales	31.5 15.0%	22.8 12.0%	38.4%
Investments	5.7	5.9	-3.5%
Cash flow from operating activities	43.3	39.8	8.9%
Free cash flow	38.3	33.9	12.8%
in CHF			
Earnings per share	51.98	37.59	38.3%
Employees (FTEs, six-month average)			
	1 057	1 073	-1.5%

Sales 1st half 2006–2010
in CHF million



Income 1st half 2006–2010
in CHF million



■ Operating income (EBIT)
■ Net income

Accelerated pace of growth and increased profitability

Dear Shareholder

Business has developed very positively for the Belimo Group in the first half of the year, and we have been able to overcome the downturn in 2009 caused by the recession. The third quarter of 2009 saw a return to positive sales growth. Despite continuing partly unfavorable conditions, Belimo reported growth and market gains in all key markets.

Sales in the first half of 2010 were CHF 209.3 million, which is equivalent to year-on-year growth of 10.1 percent. Adjusted for the drop in most foreign exchange rates, this corresponds to a growth of 13.3 percent.

Significant growth was achieved in all three market regions. Measured in local currencies, the change year-on-year was 14.8 percent for Europe, 8.2 percent for the Americas and 26.6 percent for Asia/Pacific. Converted into Swiss francs, sales by market region amounted to 55 percent in Europe, 36 percent in the Americas and 9 percent in Asia/Pacific.

Earnings before interest and taxes (EBIT) were CHF 40.8 million in the first half of the year, a year-on-year increase of 44.8 percent. This corresponds to an operating margin of 19.5 percent (same period in 2009 14.8 percent). The continuing impact of the recession-related cost saving measures implemented the previous year and the hitherto only modest increase in material and freight costs had a correspondingly positive effect on profitability.

The expected foreign currency loss as a result of the weakening of the euro since May was able to be contained. Net income was up 38.4 percent to CHF 31.5 million (same period in 2009 CHF 22.8 million). Earnings per share increased from CHF 37.59 in 2009 to CHF 51.98.

Free cash flow increased by 12.8 percent to CHF 38.3 million.

The company has a net liquidity of around CHF 30 million and an equity ratio of 66.2 percent.

Europe

The European market region recovered quickly from the downturn in 2009, with business activities developing positively in the first half of the year. All European subsidiaries reported a return to growth. Particularly noteworthy is the contribution to growth from Germany, the UK and Switzerland as well as the recovery in sales volumes from major OEM customers.

Markets in Central and Eastern Europe also experienced sales growth once again, with Russia in particular seeing a clear upward trend. Only Austria and Poland were slightly below expectations.

In Southern Europe, where markets are stable or enjoying a modest upswing, significant growth in sales was recorded.

Business in water applications developed at a rapid pace, growing almost twice as fast as the air applications business. The sales initiatives for shut-off and butterfly valves, special valves such as the 6-way valve and the pressure-independent control valve PICCV launched in 2009 succeeded in further raising the profile of the water applications range. Above all countries in Central Europe posted impressive performance, achieving double-digit growth. On a currency-adjusted basis, overall growth in water applications in Europe was well over 20 percent.

Americas

In an environment that continued to be marked by a negative market trend, the level of sales growth achieved in the first half-year was impressive.

Figures for the American HVAC industry segment show that most manufacturers are recording falls of about 25 percent compared with the same period last year. Thereby development in the hotel and office building sector is particularly sluggish. Investments in schools and hospitals, however, are developing slightly better. With growth of more than 8 percent, the performance of Belimo Americas stands out all the more against the background of these market conditions.

Gains in market share were achieved in the OEM sector through new customers and additional volumes from existing customers.

In the contracting business, growth was attributable mainly to large customers. There was a clear improvement in the replacement and retrofit business via dealers.

USA and Canada achieved comparable growth. In Latin America sales more than doubled, particularly in Brazil, where the subsidiary is now contributing fully to this growth. In Panama City, a major contract was secured for the Trump Tower.

Overall, sales growth from water applications slightly outperformed that from air applications.

Asia/Pacific

Belimo achieved currency-adjusted growth in the Asia/Pacific region of around 27 percent and performed much better than the market for commercial buildings. China, Hong Kong and Australia accounted for the strongest growth, but Japan, Malaysia and India also performed well.

Air applications enjoyed higher growth than water applications. Air applications posted a strong increase above all for actuators for volumetric flow controllers as well as fire protection and smoke control applications.

Valves and valve actuators for air conditioning systems contributed primarily to the increase in water applications. Sales to OEM customers more than doubled, while sales in the contracting business are as expected. Virtually all of the buildings at the Expo 2010 in Shanghai were fitted with Belimo components.

Innovation

The fully revamped range of energy-saving spring actuators is in the process of being launched on the market. In addition, a new area of application for SuperCap safety actuators (electronic energy storage device for safety function) was developed within a short space of time in close collaboration with customers. This is a new area of application for Belimo and has been developing extremely well.

In the field of water applications, a new valve with electronic flow sensor technology (EPIV, Electronic Pressure Independent Valve) was successfully launched. The product offers added convenience, energy savings and optimum operation. Belimo continues to systematically expand its range of water applications, including the 6-way valve which is being further developed for other markets and applications.

Group Executive Committee

On July 8, 2010, the Belimo Group announced two changes in the Group Executive Committee as a result of differences of opinion on management issues.

Alex Brunner, Group Division Head Europe and member of the Group Executive Committee since April 2001, left the company. Alex Brunner was very committed to pushing forward the further development of the Europe region and made a decisive contribution to the Belimo Group's success during recent years.

Lukas Eigenmann was named as his successor. He has been working at Belimo for 25 years in various positions and has been successfully running our German subsidiary as Managing Director since 2002. Lukas Eigenmann assumed his new role as Group Division Head Europe and member of the Group Executive Committee on July 8, 2010.

Lex van der Weerd, Group Division Head Americas and member of the Group Executive Committee since March 2006, has also left Belimo. In recent years, Lex van der Weerd contributed to the positive growth of the Americas region in spite of the difficult economic environment. His successor will be announced in due course.

The Board of Directors and Group Executive Committee would like to thank Alex Brunner and Lex van der Weerd for their commitment and their contribution to the further development of the company over the years.

We appreciate your trust in Belimo.

Sincerely
BELIMO Holding AG



Hans Peter Wehrli
Chairman of the Board of Directors

Outlook

Despite a number of uncertainties, the construction industry is showing signs of recovery, and market growth is expected in all regions. However, the various markets are subject to different factors, with fire protection or building sustainability as potential growth drivers. The rollout of new products, notably the new generation of spring actuators, will also contribute to sales growth.

Raw material prices are expected to rise, and delivery bottlenecks for components cannot be ruled out.

The Board of Directors and Group Executive Committee are confident about the Belimo Group's short- and long-term development thanks to its innovative product portfolio and continuous improvements in the value chain. The very encouraging first half-year results form a solid basis for the full year.



Jacques Sanche
CEO

Consolidated financial statements (unaudited)

Balance sheet, condensed

in CHF 1 000	06.30.2010	12.31.2009
Cash and cash equivalents	49 320	36 574
Trade accounts receivable	62 264	46 574
Inventories	57 781	58 142
Other current assets	4 819	5 653
Current assets	174 184	146 943
Property, plant and equipment	87 565	88 281
Intangible assets	9 518	10 217
Other non-current assets	1 898	1 918
Non-current assets	98 981	100 416
Assets	273 165	247 359
Current financial liabilities		40
Trade accounts payable	19 388	10 156
Income tax payable	7 262	3 992
Other liabilities and deferrals	31 293	24 198
Current liabilities	57 943	38 386
Non-current financial liabilities	20 000	20 000
Other non-current liabilities	14 456	14 997
Non-current liabilities	34 456	34 997
Liabilities	92 399	73 383
Share capital	615	615
Reserves	180 151	173 361
Shareholders' equity	180 766	173 976
Liabilities and shareholders' equity	273 165	247 359

Consolidated financial statements (unaudited)

Income statement

in CHF 1 000	1st half 2010	1st half 2009
Net sales	209 322	190 058
Changes in inventory	393	-358
Other operating income	155	157
Capitalized own services	564	
Material expenses	-84 084	-77 757
Personnel expenses	-54 498	-54 456
Operating expenses	-24 354	-22 831
Depreciation and amortization	-6 663	-6 614
Operating income (EBIT)	40 835	28 199
Financial income	223	1 270
Financial expenses	-2 413	-1 363
Financial result	-2 190	-93
Income before taxes (EBT)	38 645	28 106
Income taxes	-7 144	-5 340
Net income	31 501	22 766
Earnings per share in CHF	51.98	37.59

There are no options or other instruments on treasury shares that could cause dilution.

Statement of comprehensive income

in CHF 1 000	1st half 2010	1st half 2009
Net income	31 501	22 766
Translation differences	-470	1 266
Other comprehensive income	-470	1 266
Total comprehensive income	31 031	24 032

Statement of changes in equity, condensed

in CHF 1 000	Share capital	Treasury shares	Capital reserves	Retained earnings	Shareholders' equity
As at January 1, 2009	615	-7 575	12 021	143 355	148 416
Total comprehensive income				24 032	24 032
Dividends				-24 227	-24 227
As at June 30, 2009	615	-7 575	12 021	143 161	148 221
As at January 1, 2010	615	-7 341	12 101	168 601	173 976
Total comprehensive income				31 031	31 031
Purchase of treasury shares		-2			-2
Dividends				-24 239	-24 239
As at June 30, 2010	615	-7 343	12 101	175 393	180 766

Cash flow statement, condensed

in CHF 1 000	1st half 2010	1st half 2009
Cash flow from operating activities	43 341	39 805
Cash flow from investing activities	-5 088	-5 881
Free cash flow	38 253	33 923
Purchase of treasury shares	-2	
Dividend distribution	-24 239	-24 227
Interest paid	-414	-567
Repayment/assumption of current interest-bearing liabilities	-40	455
Cash flow from financing activities	-24 695	-24 339
Translation differences arising from cash and cash equivalents	-812	59
Net cash increase	12 746	9 644
Cash and cash equivalents at beginning of period	36 574	27 888
Cash and cash equivalents at end of period	49 320	37 532

1 Principles of Group accounting

BELIMO Holding AG (hereinafter referred to as Belimo or the Group) has its registered office in Hinwil, Switzerland.

The unaudited consolidated interim financial statements for the first half of 2010 have been prepared in accordance with International Financial Reporting Standards (IFRS) and IAS 34 Interim Financial Reporting.

These consolidated financial statements have been prepared in Swiss francs (CHF), rounded to the nearest thousand. The same accounting principles, estimates and assumptions were applied as in the consolidated annual financial statements for 2009. The new or revised standards (see consolidated financial statements for 2009) have not had a significant influence on Belimo's semiannual report for 2010.

2 Changes to the scope of consolidation

There has been no change to the scope of consolidation since January 1, 2010, nor were there any changes in 2009.

3 Segment reporting

The Group develops, produces and distributes actuator solutions for regulating and controlling heating, ventilation and air conditioning systems. All actuators are made from comparable materials and manufactured using similar processes.

Under IFRS 8, the reportable operating segments are determined using the management approach. External segment reporting is thus based on the Group's internal organization and management structure as well as internal financial reporting to the Chief Operating Decision Maker. Belimo's Chief Operating Decision Maker is the Board of Directors of BELIMO Holding AG.

in CHF 1 000	Europe		Americas	
	1st half 2010	1st half 2009	1st half 2010	1st half 2009
Income statement				
Net sales to third parties	115 496	102 616	74 452	71 673
Capitalized own services				
Personnel and operating expenses	-17 058	-17 835	-11 977	-12 377
Depreciation and amortization	-1 138	-1 219	-451	-345
Segment profit	97 301	83 562	62 024	58 951
Non-allocated changes in inventory				
Non-allocated other operating income				
Non-allocated material expenses				
Non-allocated financial result				
Income before taxes (EBT)				

The Group has four reportable operating segments which constitute its strategic divisions. With a view to maintaining a market presence in close proximity to customers, the three geographic strategic Group Divisions “Europe”, “Americas” and “Asia/Pacific” are run by regional managers. The organization of the strategic Group Division “Shared Services” is subdivided and managed centrally as a cost center by the Swiss company. No sales are therefore credited to this segment in the segment reporting.

The activities of the reportable segments are as follows:

Europe. Comprises distribution and sale of Belimo products in the European market.

Americas. Comprises distribution and sale of Belimo products in the American market.

Asia/Pacific. Comprises distribution and sale of Belimo products in the Asia/Pacific market.

Shared Services. Comprises research and development activities, production, customization, distribution as well as finance and administration.

Expenses for the Group Executive Committee and the Board of Directors are allocated to “Elimination”.

The performance of the geographic segments is measured using the cost/sales ratio (personnel expenses, operating expenses and amortization and depreciation in relation to sales). Material expenses cannot be reliably allocated to the segments due to the Group’s principal structure. As a result of the Group-wide application of a principal structure, the central production and sales company in Switzerland is the main risk carrier. The opportunities and risks of the sales companies are limited to their local market risk.

Additional information can be found in the tables.

Asia/Pacific		Shared Services		Total reportable segments		Elimination		Total	
1st half 2010	1st half 2009	1st half 2010	1st half 2009	1st half 2010	1st half 2009	1st half 2010	1st half 2009	1st half 2010	1st half 2009
19 374	15 769			209 322	190 058			209 322	190 058
		564		564				564	
-3 949	-3 587	-49 269	-46 391	-82 253	-80 190	3 401	2 903	-78 852	-77 287
-111	-95	-4 964	-4 955	-6 663	-6 614			-6 663	-6 614
15 315	12 087	-53 669	-51 347	120 970	103 254	3 401	2 903	124 371	106 157
								393	-358
								155	157
								-84 084	-77 757
								-2 190	-93
								38 645	28 106

4 Sales

Year-on-year sales developed as follows:

	CHF	Local currencies
Europe	12.6%	14.8%
Americas	3.9%	8.2%
Asia/Pacific	22.9%	26.6%
Belimo Group	10.1%	13.3%

Market shares in net sales are 55 percent for Europe (previous year 54 percent), 36 percent for the Americas (38 percent) and 9 percent for Asia/Pacific (8 percent).

Movements in exchange rates had an overall effect on sales of –3.2 percentage points (previous year –1.7 percentage points).

in CHF 1 000	1st half 2010	Share	1st half 2009	Share
Sales by application				
Air	131 576	63%	119 795	63%
Water	77 746	37%	70 263	37%
Total	209 322	100%	190 058	100%

In local currencies, sales of air applications grew by 12.2 percent and sales of water applications were up 15.2 percent.

5 Earnings per share

	1st half 2010	1st half 2009
Net income in CHF 1 000	31 501	22 766
Average number of outstanding shares	605 968	605 666
Earnings per share in CHF	51.98	37.59

There are no options or other instruments on treasury shares that could cause dilution.

In the first half of 2010, two shares were bought back (previous year none).

6 Contingent liabilities

There are and were no contingent liabilities as of June 30, 2010 and December 31, 2009.

7 Events after the balance sheet date

The consolidated interim financial statements were approved for publication by the Board of Directors on July 27, 2010.

No events occurred between June 30, 2010 and July 27, 2010 that would have resulted in an adjustment to the carrying amounts of the Group's assets and liabilities or would require to be disclosed here.

Publications and timetable

February 2011	Publication of preliminary results for the 2010 financial year
March 14, 2011	Media and analysts conference
April 4, 2011	General meeting

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This report contains comments relating to future developments which are based on assumptions and estimates of BELIMO Holding AG. Although the company assumes the expectations of these prospective comments to be realistic, they contain risks. These can lead to the actual results being significantly different from the prospective comments. Among the factors which can cause such differences are changes in the economic and business environment, exchange rate and interest rate changes, the introduction of competing products, inadequate acceptance of new products or services and changes in the business strategy.

BELIMO Holding AG neither plans nor commits itself to keep these prospective comments up to date.

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