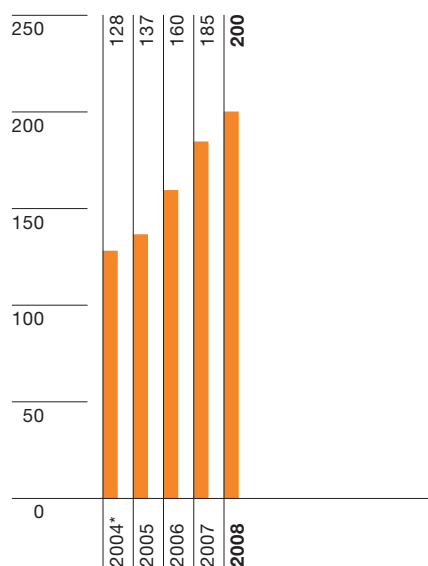


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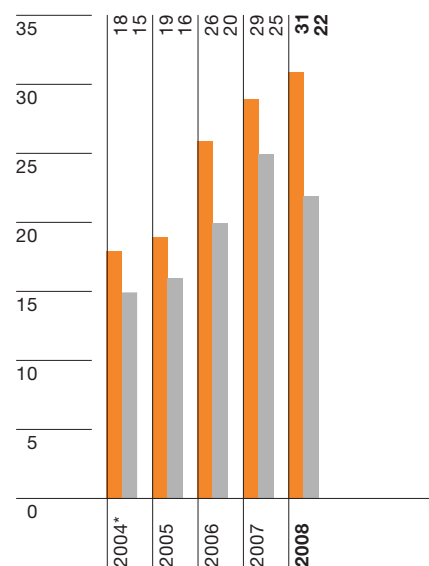
Financial Summary

in CHF million	1st half 2008	1st half 2007	Change
Net sales	200.1	184.6	8.4%
Operating income before interest, taxes, depreciation and amortization (EBITDA) as a percentage of net sales	37.6 18.8%	34.4 18.7%	9.3%
Operating income before interest and taxes (EBIT) as a percentage of net sales	31.3 15.6%	28.7 15.5%	9.2%
Net income as a percentage of net sales	22.1 11.0%	25.2 13.6%	-12.2%
Investments in property, plant and equipment	4.1	3.5	15.5%
Cash flow from operating activities	34.2	23.5	45.6%
Free cash flow	30.7	18.8	62.8%
in CHF			
Net income per share	36.20	39.22	-7.7%
Employees (FTEs, six-month average)			
	1 025	954	7.4%

Sales 1st half 2004–2008
in CHF million



Income 1st half 2004–2008
in CHF million



■ Operating income (EBIT)
■ Net income

* Information in accordance with Swiss GAAP FER

Continued high growth with consistently healthy operating profit

Dear Shareholders

The Belimo Group has achieved very positive first-half sales growth, and the operating income has developed accordingly.

Sales rose in the first six months of 2008 by 8.4 percent to CHF 200.1 million. Adjusted for foreign exchange differences, this corresponds to growth of 14.5 percent. The operating margin (EBIT margin) was 15.6 percent in the first half (comparison period 2007: 15.5 percent). The decrease in net income by 12.2 percent down to 22.1 millions is mainly due to weaker foreign exchange rates of the main currencies against Swiss francs. This development led as per balance sheet date, compared to the previous year, to a low valuation of the foreign currency denominated balance sheet items and therefore to a negative financial result.

Converted into Swiss francs, the shares of sales for the market regions come to 59 percent for Europe, 34 percent for the Americas and 7 percent for Asia/Pacific. Belimo achieved market share growth in all regions. Growth in Swiss francs was significantly reduced, however, mainly because of the steep fall in the US dollar since the turn of the year. The total foreign exchange effect on sales was around minus CHF 11 million, or 6.1 percentage points. Measured in local currencies, the effective growth was 17.2 percent in Europe, 9.9 percent in the Americas and 18.7 percent in the Asia/Pacific region.

The amendment to the Articles of Incorporation approved by the General Meeting on April 21, 2008 came into force on June 30, 2008 with its entry in the commercial register, taking the statutory registration and waiting periods into account. Accordingly 35 000 shares have been canceled (share buyback program).

Europe

The market is continuing its positive trend. The Central and Eastern European countries are showing strong growth, led by Russia, Hungary and the Ukraine. Our subsidiaries in Austria, Italy and Poland made particularly marked progress. Initial successes are now emerging in the Middle East, with flourishing sales of actuators for fire protection systems and products for water applications with control ball valves. To improve our chances in bid processes, we are expanding on collaboration with HVAC consulting engineers in a number of countries.

Americas

Sales in the USA proved very robust, thanks on the one hand to our key accounts, who have been catching up on their project backlogs, and on the other to our additional market presence due to innovations in water applications. We also displayed healthy growth with existing and new OEM customers, particularly in fire protection and smoke extraction applications. Business developments in Canada were similar to those in the USA. The Latin America business continued as briskly as in 2007, and the fact that we are now setting up a subsidiary in Brazil is likely to ensure further expansion.

Asia/Pacific

We also succeeded in expanding our business in the Asia/Pacific region. Measured against a base of extraordinary high sales in June 2007, growth is currently somewhat below expectations at 18.7 percent. Our steady investments in additional points of sale (in Japan and in more regions of India and China) are greatly appreciated by our customers, and are proving a factor for success. In regional terms, we recorded the most significant growth rates in South-west Asia, particularly in India and China.

Air applications

Our efforts to launch the smallest Belimo actuator (CM) are bearing fruit. Several manufacturers of air jets have developed their products for CM use, and will bring them to the market in the second half of the year. The "RobustLine" products (actuators with protective casings) are also posting initial successes. They are used, for example, in wood-drying systems. The new super-fast actuators close a gap in the range of applications. We are still seeing a positive trend in VAV applications, with both European and Asian customers. In addition, actuators for fire protection and smoke extraction are contributing significantly to our growth. The demand for solutions with our MP-Bus is above average. A new generation of sensor elements for air volume measurements has increased the measuring range and facilitated commissioning and adjustment in VAV applications.

Water applications

Continuing the previous pattern, the growth of actuators for water valves exceeded that for air dampers. This applied to the Americas and the Asia/Pacific region and, in Europe, particularly to Italy and Norway. New actuators such as the super-fast model can be used in applications such as district heating transfer stations or service water controls. The valve assortment is also being continuously expanded. For example, there is great demand for the control ball valve range launched last fall in Asia/Pacific, which is assembled on site.

We are gaining increasing recognition as the market leader in water applications in the Asia/Pacific region.

Outlook

The Board of Directors assumes that the uncertainty in the markets will increase to the end of the year. The low value of the dollar is a challenge, but we have already taken steps to deal with this and are confident of the outcome.

Belimo's growth prospects are still intact overall. Although the forecasts for commercial building projects in

the USA are tending downwards, demand in the growth regions of Eastern Europe, the Middle East and Asia/Pacific remains consistently high. New product ideas, including responses to the global debate on energy saving and environmental pollution, form a sound basis for Belimo's further growth.

We appreciate your confidence in Belimo and extend our best wishes to you.

BELIMO Holding AG



Prof. Dr. Hans Peter Wehrli
Chairman of the Board of Directors



Dr. Jacques Sanche
CEO

Consolidated financial statements

Balance Sheet, condensed

in CHF 1000	06.30.2008	12.31.2007
Cash and cash equivalents	27 447	26 408
Trade accounts receivable	60 271	46 819
Inventories	57 494	60 162
Other current assets	8 790	10 224
Current assets	154 002	143 613
Property, plant and equipment	85 590	87 578
Intangible assets	6 628	7 435
Other non-current assets	1 599	1 587
Non-current assets	93 817	96 600
Assets	247 819	240 213
Bank debt	23 000	24 034
Trade accounts payable	16 431	8 114
Income tax payable	9 487	6 898
Other liabilities and deferrals	27 676	23 331
Current liabilities	76 594	62 377
Non-current interest-bearing debt	24 000	24 000
Other non-current debt	16 596	16 739
Non-current liabilities	40 596	40 739
Liabilities	117 190	103 116
Share capital	615	650
Reserves	130 014	136 447
Shareholders' equity	130 629	137 097
Liabilities and shareholders' equity	247 819	240 213

Consolidated financial statements

Income statement, condensed

in CHF 1 000	1 st half 2008	1 st half 2007
Net sales	200 080	184 622
Changes in inventory	648	1 484
Other operating income	91	403
Revenue	200 819	186 509
Material expenses	-85 821	-78 938
Personnel expenses	-53 473	-50 302
Operating expenses	-23 887	-22 830
Depreciation and amortization	-6 364	-5 787
Operating income (EBIT)	31 274	28 652
Financial income	458	2 915
Financial expenses	-4 629	-886
Financial result	-4 171	2 029
Income before taxes (EBT)	27 103	30 681
Income taxes	-5 014	-5 527
Net income	22 089	25 154
Earnings per share in CHF	36.20	39.22

There are no options or similar that could cause dilution.

Statement of changes in equity, condensed

in CHF 1 000

	Share capital	Treasury shares	Capital reserves	Retained earnings	Shareholders' equity
As at January 1, 2007	6 500	-4 745	9 591	147 863	159 209
Translation differences				656	656
Income/expense recognized directly in shareholders' equity				656	656
Net income				25 154	25 154
Total recognized income/expense				25 809	25 809
Reduction in nominal value	-5 850		94		-5 756
Purchase of own shares		-9			-9
Purchase of own shares (via share buyback program)		-6 348			-6 348
Dividends				-19 236	-19 236
As at June 30, 2007	650	-11 102	9 685	154 436	153 669
As at January 1, 2008	650	-50 102	11 898	174 651	137 097
Translation differences				-1 097	-1 097
Income/expense recognized directly in shareholders' equity				-1 097	-1 097
Net income				22 089	22 089
Total recognized income/expense				20 992	20 992
Cancelation of own shares	-35	47 015		-46 980	0
Purchase of own shares		-1			-1
Dividends				-27 458	-27 458
As at June 30, 2008	615	-3 088	11 898	121 205	130 629

Consolidated financial statements

Cash flow statement, condensed

in CHF 1 000	1 st half 2008	1 st half 2007
Cash flow from operating activities	34 199	23 482
Cash flow from investing activities	-3 521	-4 633
Free cash flow	30 678	18 848
Purchase of own shares	-1	-9
Purchase of own shares (via share buyback program)		-6 348
Dividends paid	-27 458	-19 236
Interest paid	-930	-711
Repayment of bank loans	-1 034	-2 126
Cash flow from financing activities	-29 423	-28 430
Translation differences	-216	425
Net cash and cash equivalents increase/decrease	1 039	-9 157
Net cash and cash equivalents at beginning of period	26 408	52 905
Net cash and cash equivalents at end of period	27 447	43 749

1 Principles of Group accounting

The unaudited, consolidated interim financial statements for the first half of 2008 have been drawn up in line 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 2007. The new or revised standards (see consolidated financial statements for 2007) have not had a significant influence on Belimo's semiannual report for 2008.

2 Changes to the scope of consolidation

The scope of consolidation has not changed since January 1, 2008.

In the previous year, Belimo acquired all the shares of the Italian subsidiary BELIMO Servomotori S.r.l. and formed BELIMO Customization (Shanghai) Co. Ltd. in Shanghai. BELIMO Actuators Pte Ltd. in Singapore was converted into a sales office of BELIMO Actuators Ltd. in Hong Kong with effect from December 31, 2007.

3 Sales

Sales grew in total by 8.4 percent compared with the previous year: 15.8 percent in Europe, -2.3 percent in the Americas and 7.7 percent in the Asia/Pacific region.

Growth in local currency terms was 14.5 percent. The trend in the exchange rates depressed sales overall by -6.1 percentage points (comparison period: -1.0 percentage point).

The steep fall in the US dollar affects negatively the valuation of the dollar holdings and therefore the financial result.

3.1 Sales by market

in CHF 1000	1st half 2008	% share	1st half 2007	% share
Europe	117 399	59	101 362	55
Americas	68 276	34	69 885	38
Asia/Pacific	14 405	7	13 375	7
Total	200 080	100	184 622	100

In local currencies, sales grew by 17.2 percent in Europe, 9.9 percent in the Americas and 18.7 percent in the Asia/Pacific region.

3.2 Sales by application

in CHF 1 000	1st half 2008	% share	1st half 2007	% share
Air	133 856	67	123 738	67
Water	66 224	33	60 884	33
Total	200 080	100	184 622	100

Expressed in local currencies, sales of air applications grew by 13.3 percent and sales of water applications were up 17.0 percent.

4 Earnings per share

	1st half 2008	1st half 2007
Net income in CHF 1 000	22 089	25 154
Average number of outstanding shares	610 182	641 356
Earnings per share in CHF	36.20	39.22

There are no options or similar that could cause dilution.

In the first half of 2008, one share was bought back (previous year: 4 608, 4 600 of them under the share buyback program).

Once the share buyback program was completed, the cancellation of 35 000 registered shares proposed by the Board of Directors was approved by the General Meeting on April 21, 2008 and carried out as per June 30, 2008.

5 Contingent liabilities

There are and were no contingent liabilities as of June 30, 2008 or June 30, 2007.

6 Subsequent events

The consolidated interim financial statements were approved for publication by the Board of Directors on July 23, 2008.

No events occurred between June 30, 2008 and July 23, 2008 that would have resulted in an adjustment to the carrying amounts of the Group's assets and liabilities or would have had to be mentioned at this point.

Publications and timetable

February 2009
Publication of preliminary results
for the 2008 financial year

March 16, 2009
Media and analysts conference

April 27, 2009
General Meeting

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The Semiannual Report is published in
German and English.

In case of discrepancies between the
German and the English versions of this
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shall prevail.

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20