

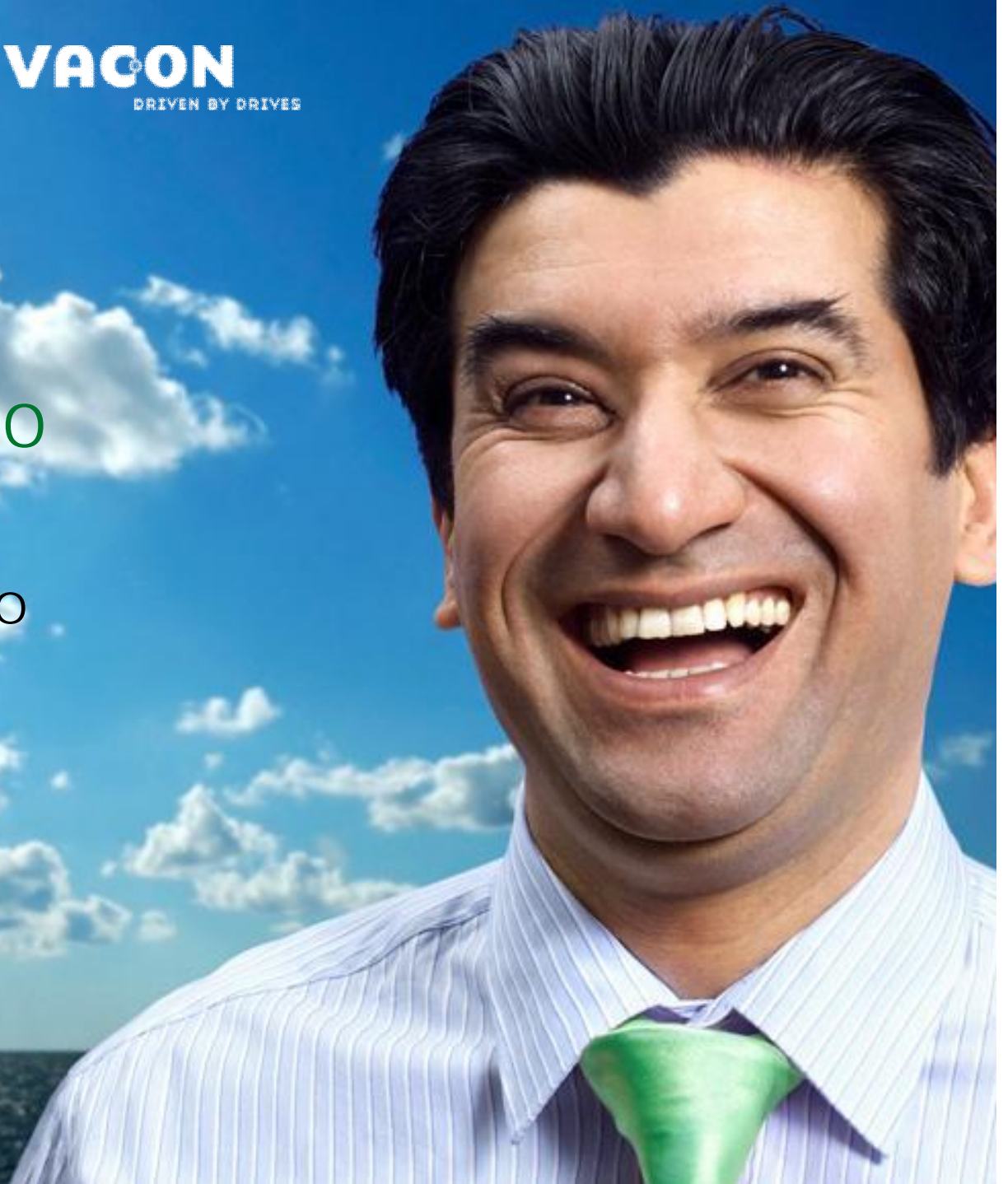
Interim Report January–June 2010

August 4th, 2010

Vesa Laisi, President and CEO

Eriikka Söderström, CFO

Vacon Plc



Disclaimer

- The content of this presentation contains time-sensitive information that is accurate as of the time hereof.
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Outline

- Highlights Q2 and H1/2010, Vesa Laisi, President and CEO
- Financial Report, Eriikka Söderström, CFO
- Outlook, Vesa Laisi, President and CEO
- Appendix

Q2/2010: Strong order intake

- The AC drives market picked up in 2Q/2010.
- Sharp increase in the order intake in all market areas.
- Revenues also started to pick up in the second quarter.
- The operating profit improved from the beginning of the year
- The growth in market demand has impeded the availability of certain components and materials, and this has affected delivery times to a certain extent.
- The company has passed the levels for the order intake and revenues that it had before the recession.



Highlights Q2/2010

MEUR	Q2/2010	Q2/2009	Change
Order intake	92.1	66.4	+39 %
Revenues	80.2	75.7	+6%
Operating profit	6.6	7.8	-15 %
Operating profit -%	8.2	10.3	
Operating cash flow	5.8	7.9	-27 %
EPS, eur	0.27	0.35	-23 %

Highlights H1/2010

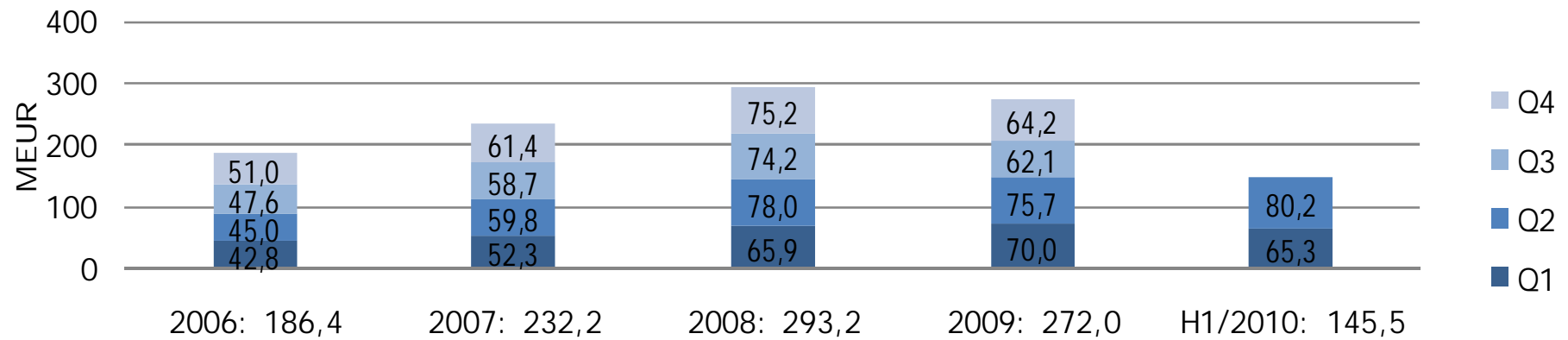
MEUR	H1/2010	H1/2009	Change
Order intake	164.8	135.4	+22 %
Revenues	145.5	145.7	-0 %
Operating profit	11.2	14.9	-25 %
Operating profit -%	7.7	10.2	
Operating cash flow	7.7	14.2	-46 %
EPS, eur	0.44	0.64	-31 %

Financial Report

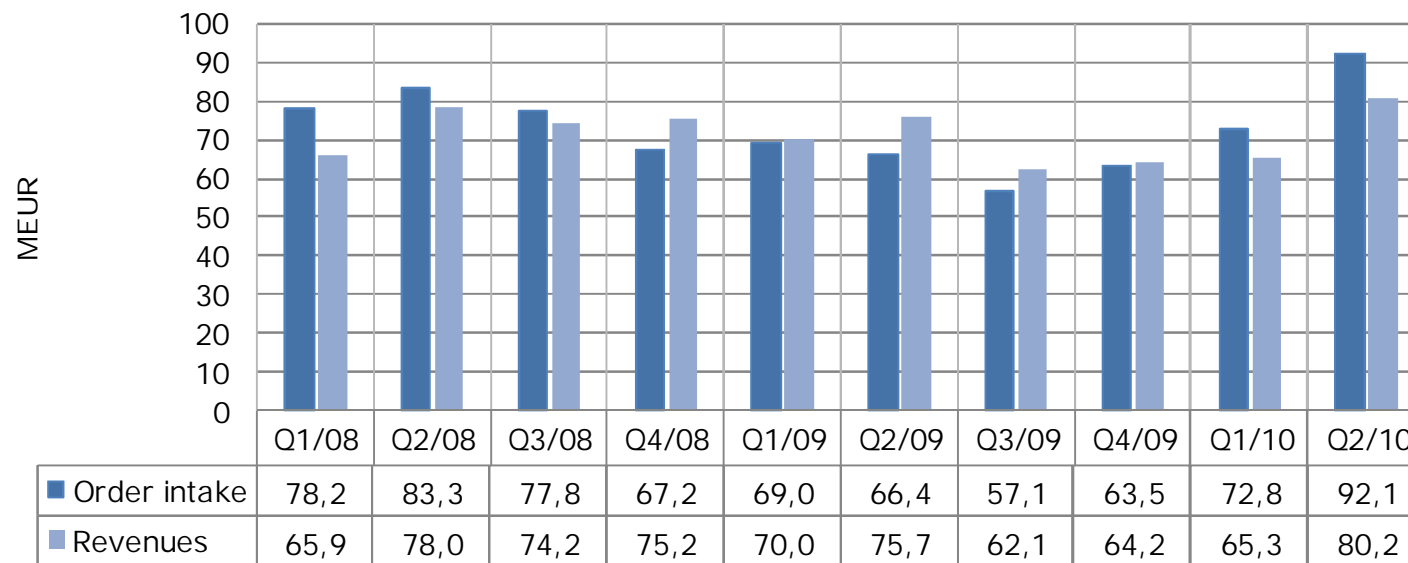
Eriikka Söderström,
Chief Financial Officer,
Vacon Plc



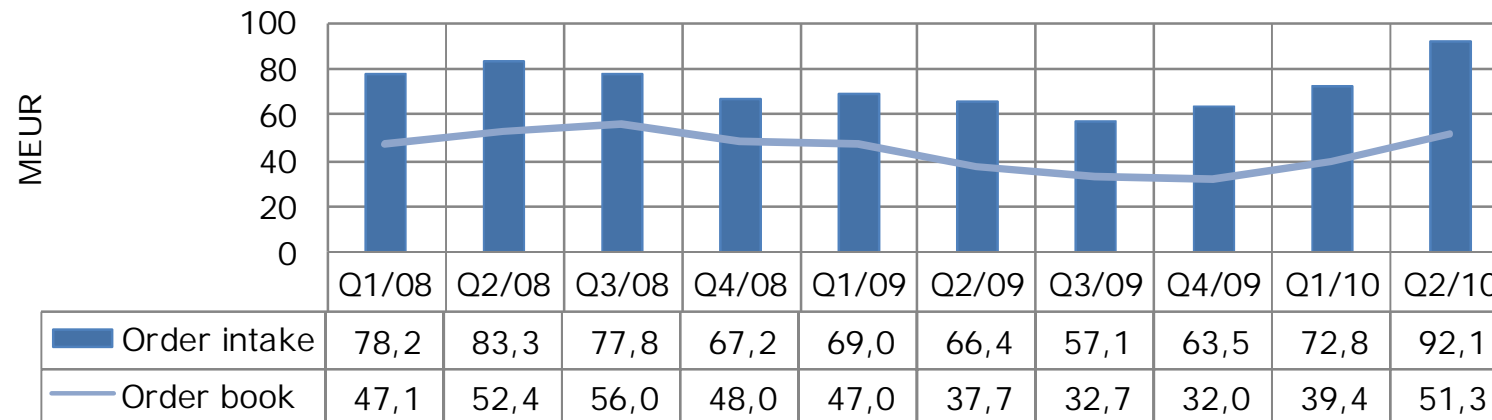
Revenues



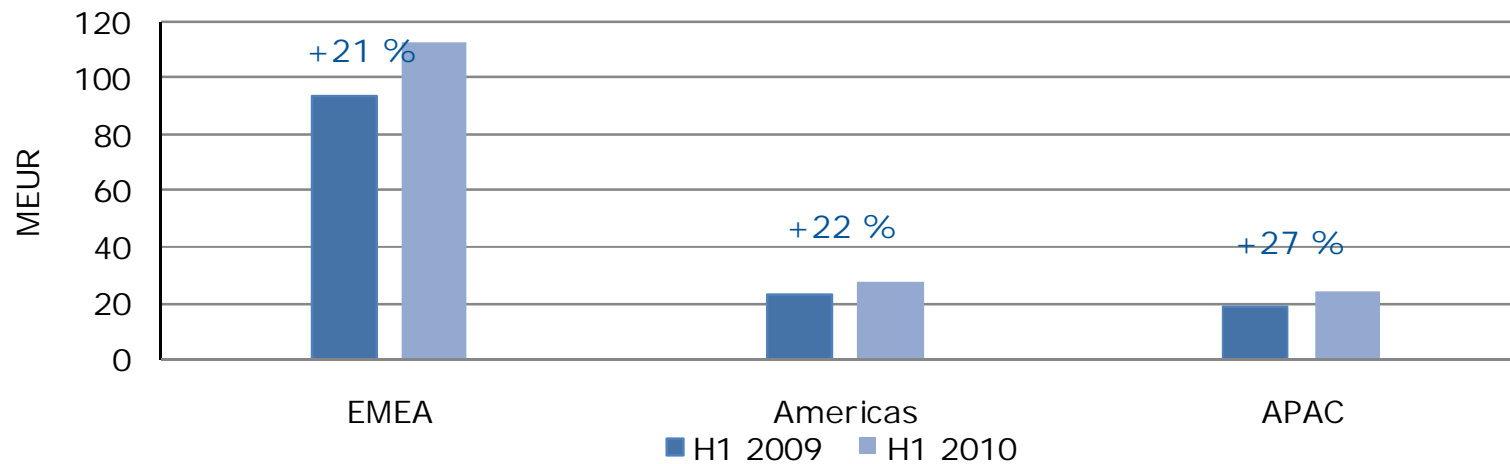
Orders and revenues



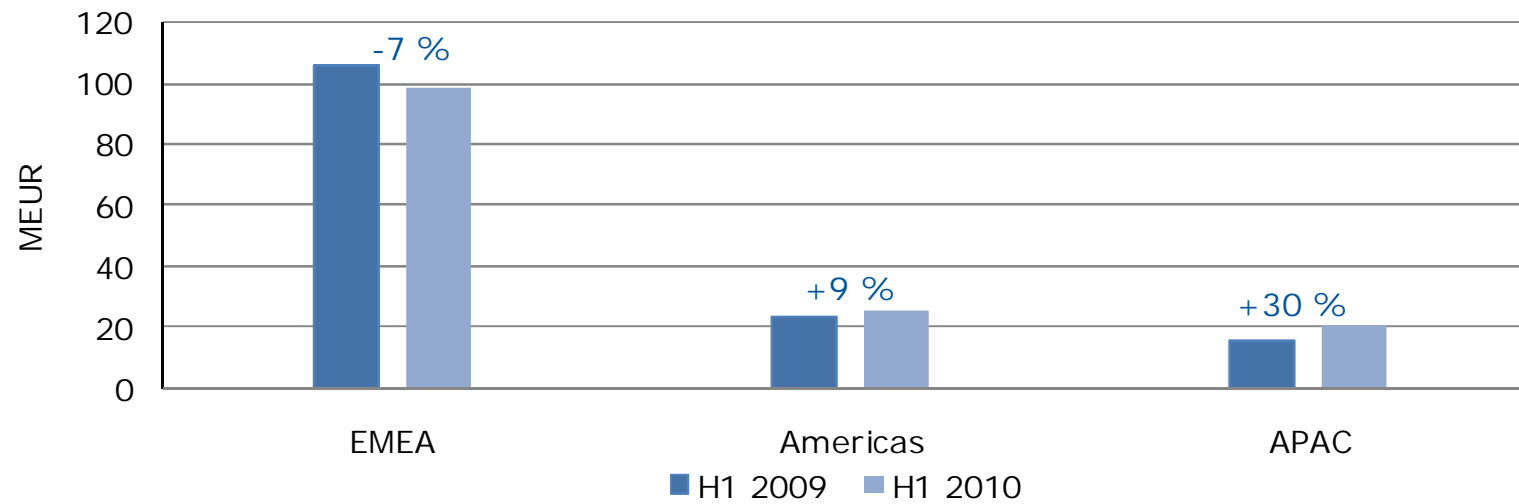
Order intake and order book



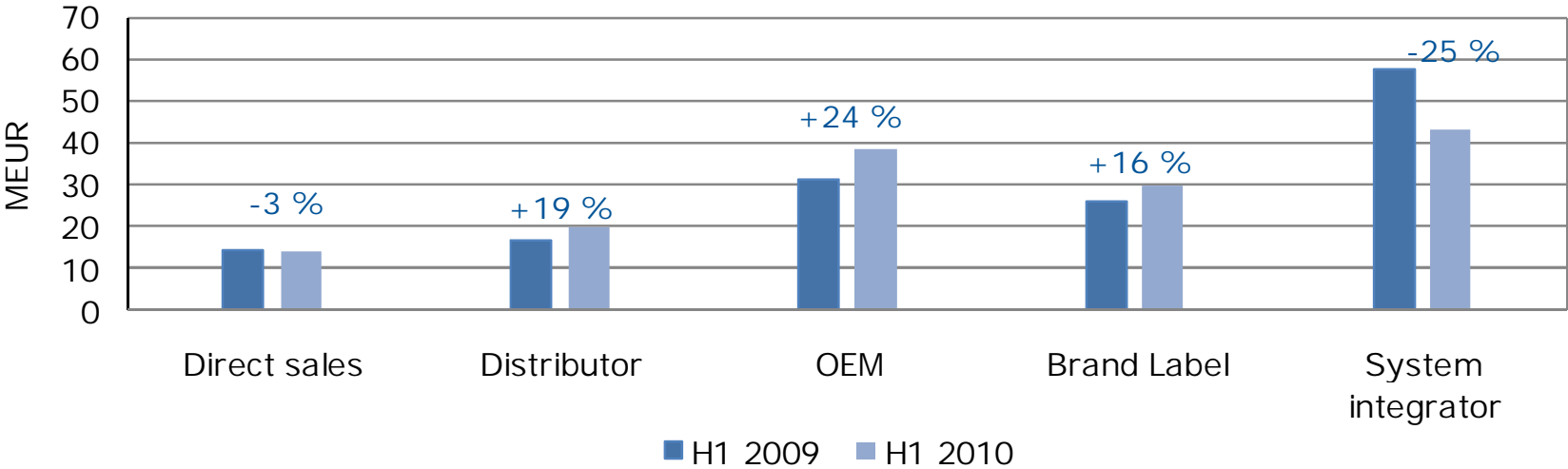
Order intake by region



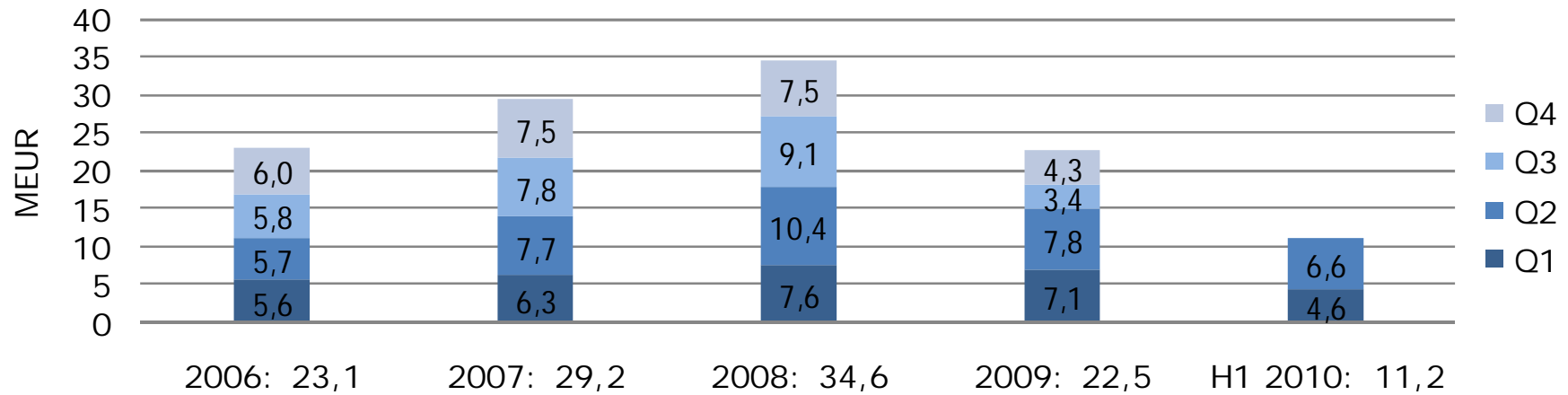
Revenues by region



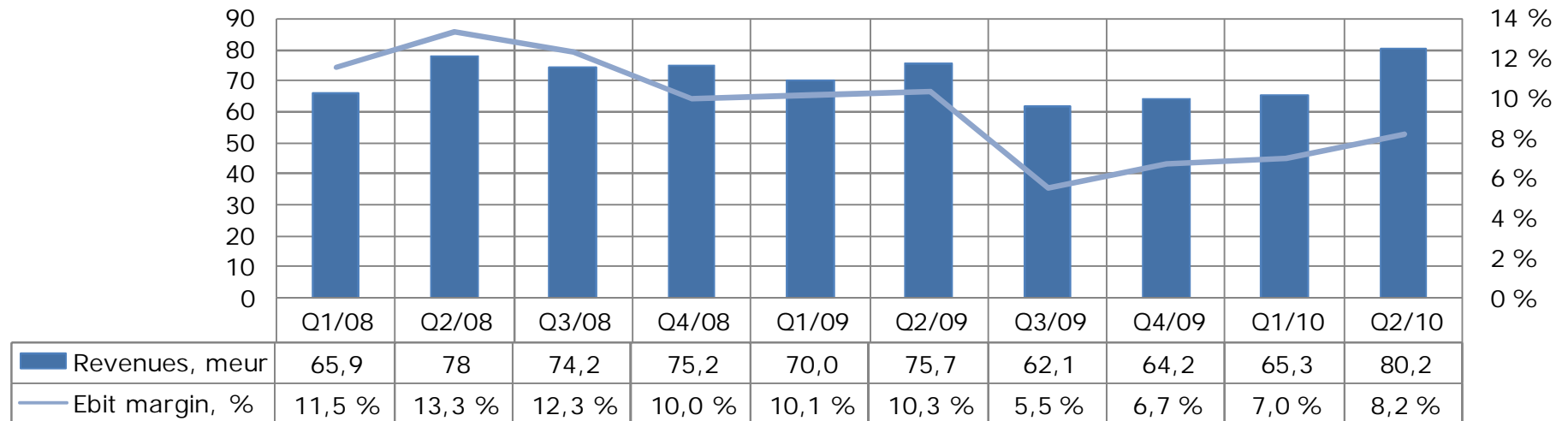
Revenues by sales channel



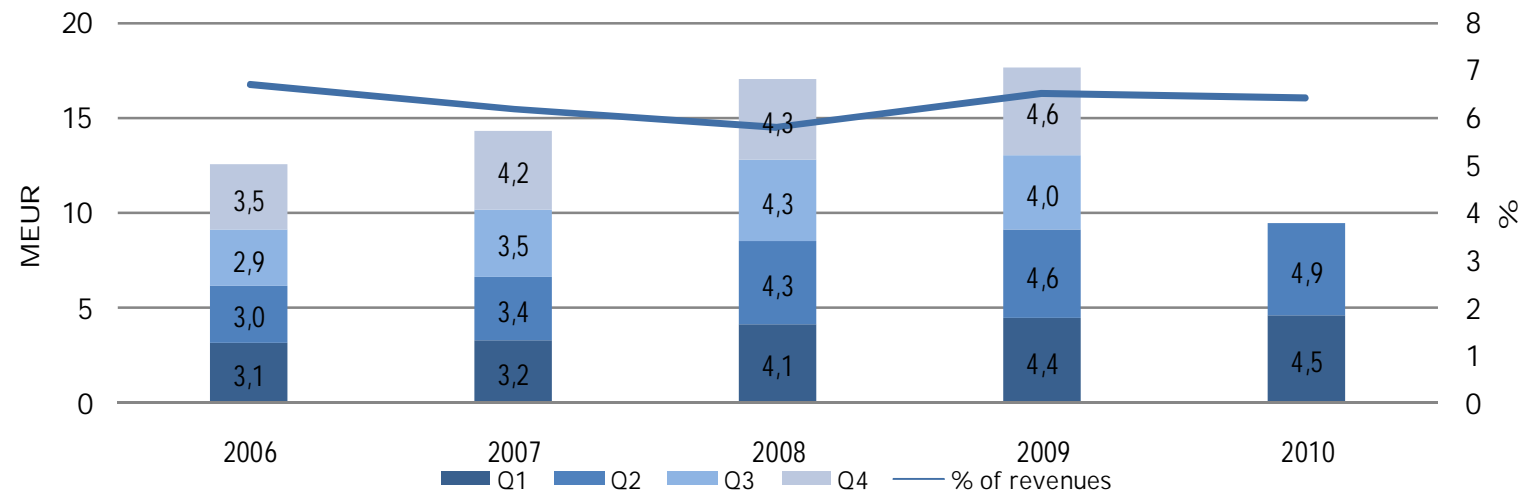
EBIT



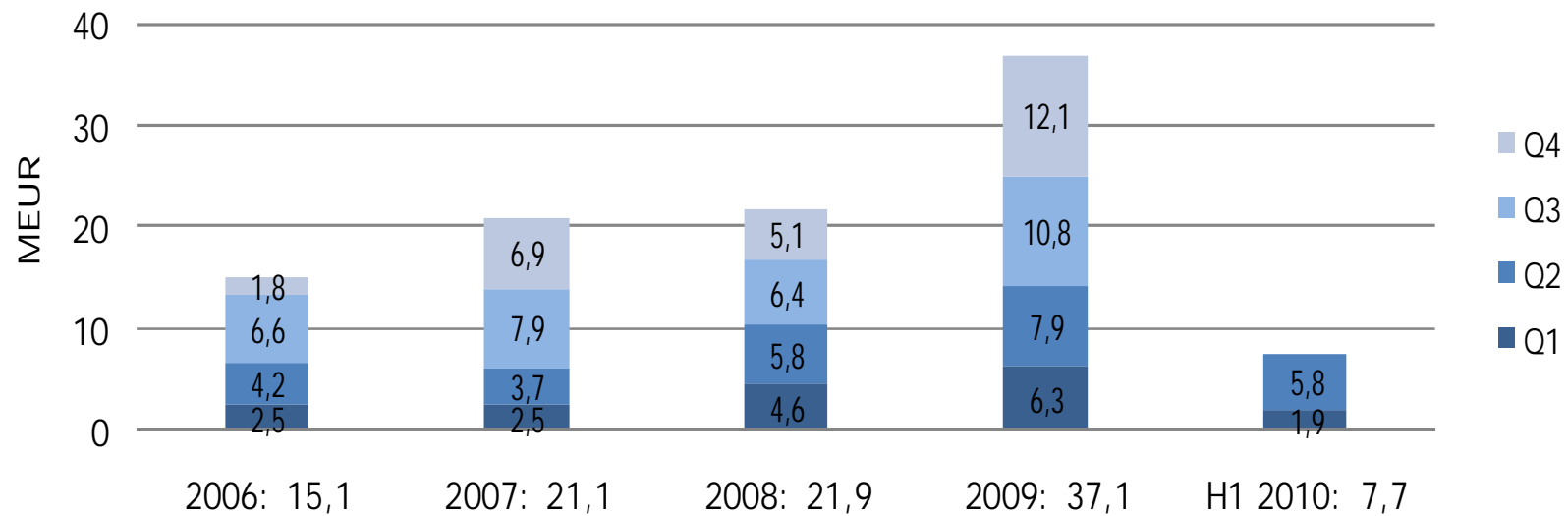
Revenues and EBIT-%



Research and development costs



Operating Cash Flow

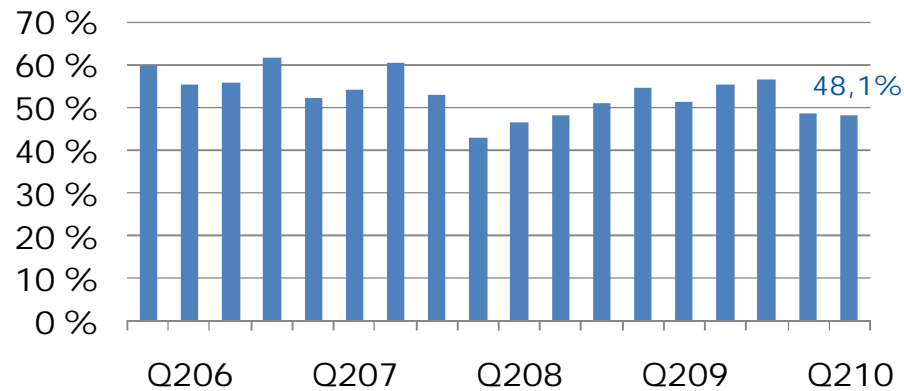


Working capital

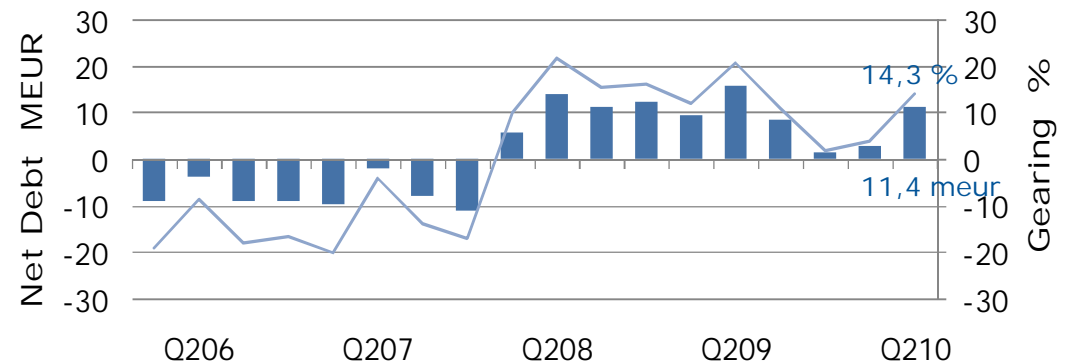
MEUR	30.6.2010	31.12.2009	30.6.2009
Inventories	24.5	19.3	21.4
Non-interest bearing receivables	69.7	51.3	63.1
Non-interest bearing liabilities	56.9	39.3	41.9
Net working capital	37.4	31.2	42.6
Net working capital of rolling revenues, %	13.8	11.5	14.5

Key balance sheet ratios

Equity ratio



Net Debt and Gearing, %



Outlook

Vesa Laisi, President and CEO



Strategy

The Goal 2014

Profitable Growth

500 MEUR

EBIT > 14 %

ROE > 30 %

Strategic Choices

100 % focus on AC drives

Product
leadership

Multi-channel
sales

Global presence
and transnational
operations

Strategic Competences

AC drives
know-how

Common product platform
design & product portfolio
management

Customer
relationship
management

Mass customization,
demand flow
technology and
global sourcing

Global ICT infrastructure
and applications

Focus on Future Growth

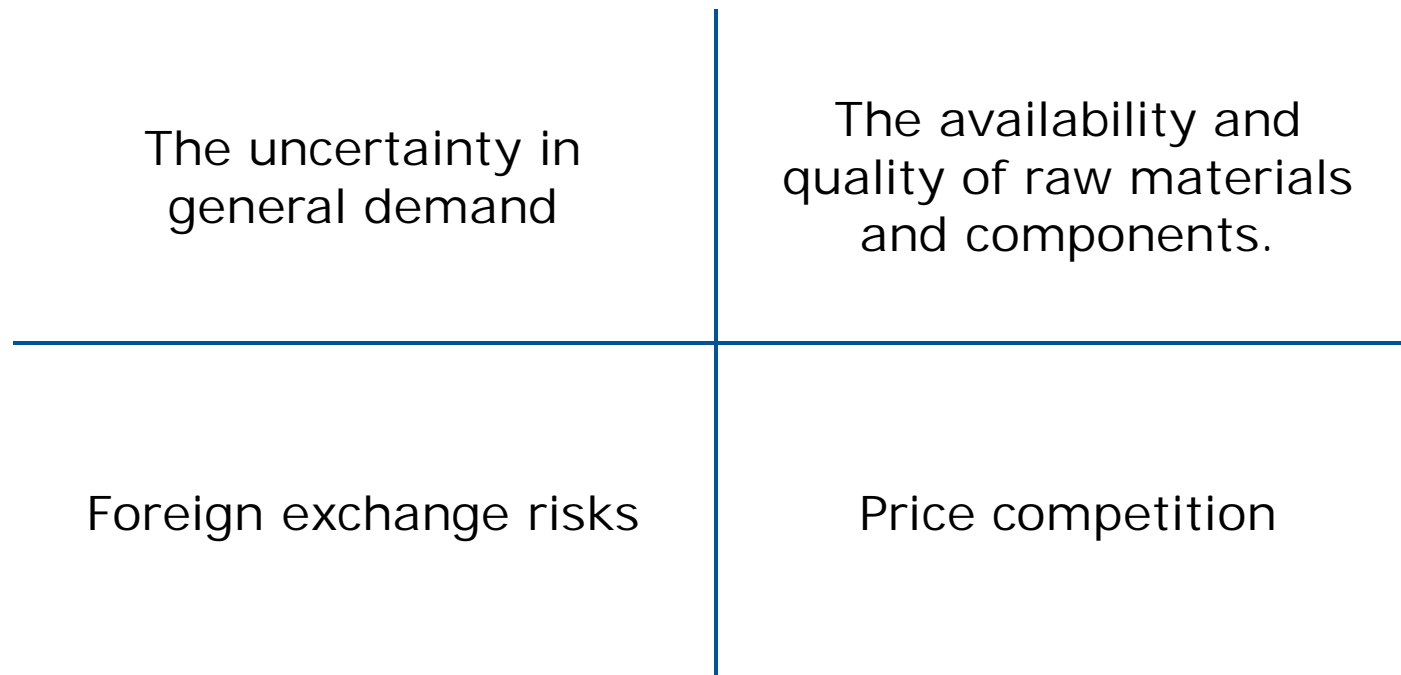
- We are addressing global megatrends
- We are strengthening our global footprint and expanding our market coverage in rapidly-growing emerging markets
- Enhanced low-cost country sourcing brings profitable growth
- Broad use of common-technology platforms accelerates time to market and reduce costs
- Continued investments in competence, product development and extended sales network creates a solid base for future profitable growth

Prospects 2010 unchanged

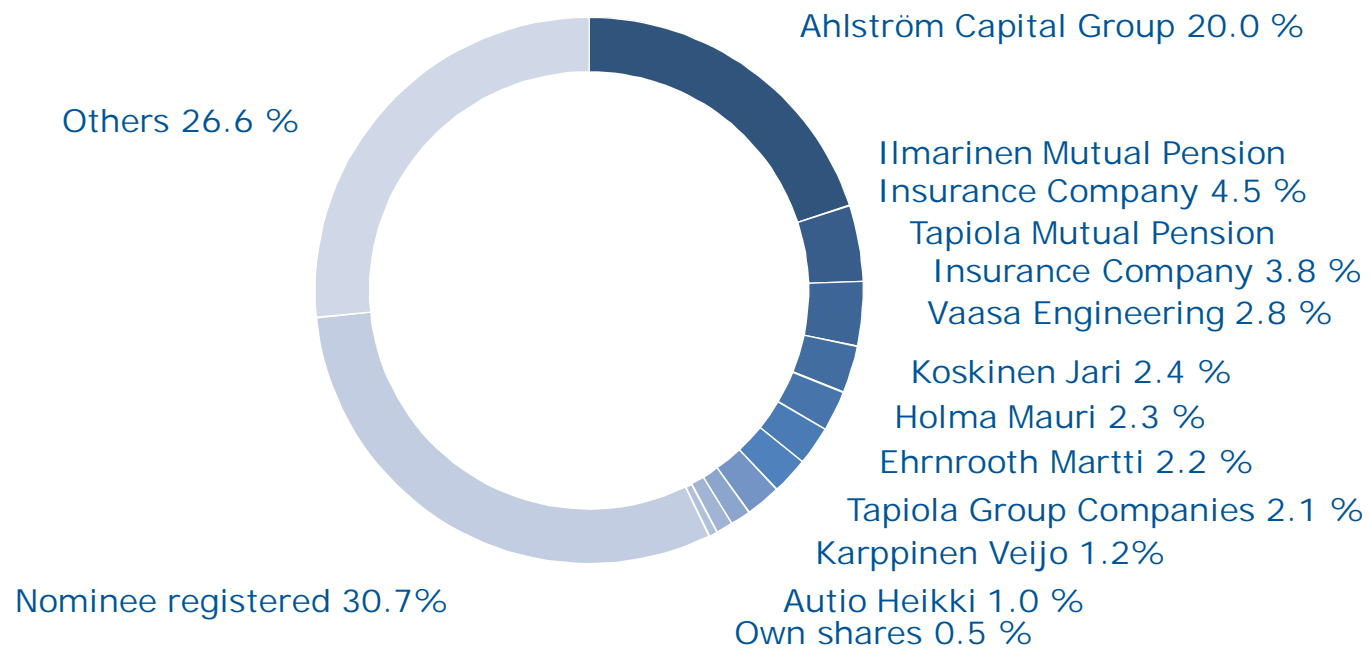
	ACT 2009	FC 2010
Revenues, MEUR	272,0	> 272
EBIT margin, %	8,3 %	~ 8,3 %
EPS, EUR	1.01	> 1,01
ROE, %	20,5 %	~ 20,5 %

- During the first half of 2010 the AC drives market picked up.
- Vacon estimates that revenues in 2010 will increase from 2009. It expects relative profitability to be similar to that in 2009 and earnings per share to improve from 2009.

Risks and factors causing uncertainty



Major shareholders June 30, 2010



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VACON
DRIVEN BY DRIVES

Every AC motor
deserves a Vacon drive



Calendar

Vacon will publish Q3/2010 interim report on the 27th, October 2010