



Second quarter results – F2008-09
Presentation to investors, financial analysts and media

BOMBARDIER

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Forward-looking statements

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Overview

- **Solid overall performance with significant increases in revenues, EBIT and earnings per share**

Aerospace

- **Profitability continues to improve (EBIT of 9.5% vs 9.0% last year)**
- **Revenues increased by 14% to \$2.5 billion**
- **Strong level of net orders with 175 aircraft, representing an overall book-to-bill ratio of 2.0**

Transportation

- **Profitability improved from an EBIT of 4.4% (before special item) last year to 5.0% this quarter**
- **Revenues increased by 32% to \$2.4 billion**
- **Good level of new orders at \$2.1 billion for a book-to-bill of 0.9**
- **Very strong backlog at \$57.2 billion and cash position at \$4.3 billion**
- **EPS at \$0.14 compared to \$0.05 (before special item) last year**

Segmented information – Aerospace

(In millions of U.S. dollars)

	Q2 F2008-09		Q2 F2007-08	
Revenues				
Manufacturing	2,049		1,678	
Services	424		365	
Other	43		167	
Total	2,516		2,210	
EBITDA	343	13.6%	236	10.7%
Amortization	105		103	
EBIT	238	9.5%	133	6.0%
EBIT before EOAPC* charge	238	9.5%	200	9.0%

* Excess Over Average Production Cost

Segmented information – Transportation

(In millions of U.S. dollars)

	Q2 F2008-09		Q2 F2007-08	
Revenues				
Rolling stock	1,706		1,163	
Services	381		316	
System and signalling	329		352	
Total	2,416		1,831	
EBITDA before special item	152	6.3%	106	5.8%
Amortization	32		26	
EBIT before special item	120	5.0%	80	4.4%
Special item	-		162	
EBIT	120	5.0%	(82)	(4.5%)

Financial results overview

(In millions of U.S. dollars, except per share amounts)

	Q2 F2008-09	Q2 F2007-08
Revenues	4,932	4,041
EBIT before special item	358	213
Financing expense, net	36	72
EBT before special item	322	141
Special item	-	162
EBT	322	(21)
Income taxes	76	50
Net income (loss)	246	(71)
EPS – Basic and diluted before special item	0.14	0.05

Free cash flow

(In millions of U.S. dollars)

	Q2 F2008-09	Q2 F2007-08	YTD F2008-09	YTD F2007-08
Aerospace	100	477	390	543
Transportation	105	296	363	128
Interest and taxes	(106)	(140)	(94)	(192)
Total	99	633	659	479

Conclusion

- **Both groups continue to perform well**
- **Revenues up 22% to \$4.9 billion**
- **Strong backlog at \$57.2 billion**
- **Solid cash position at \$4.3 billion**
- **We remain committed to improving EBIT margins**

CAUTION REGARDING NON-GAAP EARNINGS MEASURES

This presentation is based on reported earnings in accordance with Canadian generally accepted accounting principles (GAAP). It is also based on EBITDA, EBIT, EBT and EPS, before special item, EBIT before EOAPC charge, and Free Cash Flow. These non-GAAP measures are directly derived from the Consolidated Financial Statements, but do not have a standardized meaning prescribed by GAAP; therefore, others using these terms may calculate them differently. Management believes that a significant number of the users of its MD&A analyze the Corporation's results based on these performance measures and this presentation is consistent with industry practice.