

WABCO HOLDINGS INC.
Consolidated Statements of Income

	Three Months Ended June 30,		Six Months Ended June 30,	
	2010 (Unaudited)	2009 (Unaudited)	2010 (Unaudited)	2009 (Unaudited)
(Amounts in millions, except share data)				
Sales	\$ 512.3	\$ 316.0	\$ 1,003.3	\$ 649.9
Cost of sales	362.5	244.8	713.5	499.0
Streamlining expenses	0.5	3.7	0.4	25.2
Gross profit	<u>149.3</u>	<u>67.5</u>	<u>289.4</u>	<u>125.7</u>
Cost and expenses:				
Selling and administrative expenses	75.4	58.6	150.9	118.2
Product engineering expenses	20.2	20.1	40.7	37.9
Streamlining expenses	0.8	2.4	0.8	11.8
Other operating expenses, net	2.8	(6.0)	3.7	(4.6)
Operating income/(loss)	<u>50.1</u>	<u>(7.6)</u>	<u>93.3</u>	<u>(37.6)</u>
Equity income of unconsolidated joint ventures	1.9	5.3	3.7	0.5
Other non-operating expenses, net	(1.6)	(0.5)	(4.9)	(1.4)
European Commission fine indemnification	(400.4)	-	(400.4)	-
Fair value adjustment/(charge) of the noncontrolling interest prior to taking control	-	(12.1)	-	(12.1)
Interest (expense)/income, net	<u>(0.3)</u>	<u>0.3</u>	<u>(0.7)</u>	<u>0.7</u>
Loss before income taxes	<u>(350.3)</u>	<u>(14.6)</u>	<u>(309.0)</u>	<u>(49.9)</u>
Income taxes	12.1	2.4	19.8	3.0
Net loss including noncontrolling interest	<u>(362.4)</u>	<u>(17.0)</u>	<u>(328.8)</u>	<u>(52.9)</u>
Less: Net income attributable to noncontrolling interest	3.0	0.4	5.9	0.8
Net loss	\$ (365.4)	\$ (17.4)	\$ (334.7)	\$ (53.7)
Net loss per common share				
Basic	\$ (5.68)	\$ (0.27)	\$ (5.21)	\$ (0.84)
Diluted	\$ (5.68)	\$ (0.27)	\$ (5.21)	\$ (0.84)
Common shares outstanding				
Basic	64,386,231	64,003,281	64,285,410	63,993,159
Diluted	64,386,231	64,003,281	64,285,410	63,993,159

WABCO HOLDINGS INC.
Condensed Consolidated Balance Sheet

(Amounts in millions)	June 30,	December 31,
	2010	2009
	(Unaudited)	(Audited)
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 379.5	\$ 350.2
Accounts receivable, less allowance for doubtful accounts: \$7.6 in 2010; \$9.3 in 2009	256.2	264.2
Inventories	159.3	155.3
Future income tax benefits	10.6	4.6
Other current assets	71.7	41.4
Total current assets	877.3	815.7
Facilities, less accumulated depreciation	323.8	368.2
Goodwill	345.2	399.4
Capitalized software costs, net of accumulated amortization: \$158.1 in 2010; \$154.5 in 2009	18.3	22.0
Long-term future income tax benefits	56.1	56.2
Investments in unconsolidated joint ventures	12.2	11.1
Patents & intangibles	19.4	21.7
Other assets	20.2	21.3
Total Assets	\$ 1,672.5	\$ 1,715.6
LIABILITIES AND EQUITY		
Current liabilities:		
Loans payable to banks	\$ 0.6	\$ 1.7
Accounts payable	132.5	111.2
Accrued payroll	92.0	68.8
Current portion of warranties	37.8	43.1
Taxes payable	10.2	11.4
Indemnification liabilities	409.9	11.6
Streamlining liabilities	15.0	31.7
Other accrued liabilities	95.7	75.7
Total current liabilities	793.7	355.2
Long-term debt	144.2	154.4
Post-retirement benefits	303.3	355.6
Deferred tax liabilities	26.0	25.8
Long-term indemnification liabilities	24.6	27.9
Long-term income tax liabilities	67.0	69.8
Other liabilities	41.2	48.0
Total Liabilities	1,400.0	1,036.7
Total Equity	272.5	678.9
Total Liabilities & Equity	\$ 1,672.5	\$ 1,715.6

WABCO HOLDINGS INC.
Consolidated Statement of Cash Flows
(Unaudited)

(Amounts in millions)	<u>Three Months Ended June 30,</u>	
	<u>2010</u>	<u>2009</u>
Operating activities:		
Net loss including noncontrolling interest	\$ (362.4)	\$ (17.4)
Adjustments to reconcile net income/(loss) to net cash provided by operating activities:		
Depreciation	16.4	17.2
Amortization of capitalized software and other intangibles	4.1	6.3
Fair value adjustment of the noncontrolling interest prior to taking control	-	12.1
Equity in earnings of unconsolidated joint ventures, net of dividends received	(0.1)	(3.4)
Non-cash stock compensation	3.4	3.0
Loss on sale or disposal of facilities	0.2	0.4
Gain on divestitures	-	0.8
European Commission fine indemnification	400.4	-
Changes in assets and liabilities:		
Accounts receivable	46.9	41.1
Inventories	(8.4)	21.8
Accounts payable	8.4	(4.6)
Other accrued liabilities and taxes	23.1	(9.5)
Post-retirement benefits	-	(3.1)
Other current and long-term assets	(42.6)	1.0
Other long-term liabilities	0.1	(4.6)
Net cash provided by operating activities	<u>89.5</u>	<u>61.1</u>
Investing activities:		
Purchases of property, plant and equipment	(12.7)	(13.5)
Investments in capitalized software	(1.9)	(4.2)
(Acquisitions)/divestitures, net	-	(7.4)
Net cash used in investing activities	<u>(14.6)</u>	<u>(25.1)</u>
Financing activities:		
Net repayments of long-term debt	(0.1)	-
Net repayments of revolving credit facilities	(10.0)	(21.0)
Net (repayments)/borrowings of short-term debt	(1.4)	9.0
Dividends to non-controlling interest holders	(1.8)	-
Proceeds from exercise of stock options	1.3	-
Net cash used by financing activities:	<u>(12.0)</u>	<u>(12.0)</u>
Effect of exchange rate changes on cash and cash equivalents	(29.4)	22.5
Net increase in cash and cash equivalents	33.5	46.5
Cash and cash equivalents at beginning of period	346.0	326.1
Cash and cash equivalents at end of period	<u>\$ 379.5</u>	<u>\$ 372.6</u>

WABCO HOLDINGS INC.
Q2 2010 Data Supplement Sheet (Unaudited)

(Amounts in millions, except per share data)

	2010	% of Sales/ Adj Sales	Quarter Ended June 30, 2009	% of Sales/ Adj Sales	Chg vs. 2009	% Chg vs. 2009
Sales						
Reported	\$ 512.3		\$ 316.0		\$ 196.3	62.1%
Foreign exchange translational effects	8.1		-		8.1	
Adjusted Sales	\$ 520.4		\$ 316.0		\$ 204.4	64.7%
Gross Profit						
Reported	\$ 149.3	29.1%	\$ 67.5	21.4%	\$ 81.8	121.2%
Streamlining costs	0.5		3.6		(3.1)	
Separation costs	0.2		0.3		(0.1)	
Performance Gross Profit	\$ 150.0	29.3%	\$ 71.4	22.6%	\$ 78.6	110.1%
Foreign exchange translational effects	3.9		-		-	
Adjusted Gross Profit	\$ 153.9	29.6%	\$ 71.4	22.6%	\$ 82.5	115.5%
Selling, Administrative, Product Engineering Expenses and Other						
Reported	\$ 99.2	19.4%	\$ 75.1	23.8%	\$ 24.1	32.1%
Streamlining costs	(0.7)		(2.4)		1.7	
Separation costs	(1.1)		4.2		(5.3)	
Performance Selling, Administrative, Product Engineering Expenses and Other	\$ 97.4	19.0%	\$ 76.9	24.3%	\$ 20.5	26.7%
Foreign exchange translational effects	3.9		-		-	
Adjusted Selling, Administrative, Product Engineering Expenses and Other	\$ 101.3	19.5%	\$ 76.9	24.3%	\$ 24.4	31.7%
Operating Income/(Loss)						
Reported	\$ 50.1	9.8%	\$ (7.6)	-2.4%	\$ 57.7	+++
Streamlining costs	1.2		6.0		(4.8)	
Separation costs	1.3		(3.9)		5.2	
Performance Operating Income/(Loss)	\$ 52.6	10.3%	(5.5)	-1.7%	58.1	+++
Foreign exchange translational effects	-		-		-	
Adjusted Operating Income/(Loss)	\$ 52.6	10.1%	(5.5)	-1.7%	\$ 58.1	+++
EBIT (Earnings Before Interest and Taxes)						
Reported Operating Income/(Loss)	\$ 50.1		\$ (7.6)		\$ 57.7	
Equity in Income of Unconsolidated Joint Venture	1.9		5.3		(3.4)	
Other non-operating expenses, net	(1.6)		(0.5)		(1.1)	
EC fine	(400.4)		-		(400.4)	
Fair value adjustment/(charge) of the noncontrolling interest prior to taking	-		(12.1)		12.1	
Net income attributable to noncontrolling interest	(3.0)		(0.4)		(2.6)	
EBIT	\$ (353.0)	-68.9%	\$ (15.3)	-4.8%	\$ (337.7)	+++
Streamlining costs	1.2		6.0		(4.8)	
Separation costs	1.9		(3.9)		5.8	
EC fine	400.4		-		400.4	
Impact from India JV transaction	-		11.6		(11.6)	
Performance EBIT (Earnings Before Interest and Taxes)	\$ 50.5	9.9%	\$ (1.6)	-0.5%	\$ 52.1	+++
Foreign exchange translational effects	-		-		-	
Adjusted EBIT (Earnings Before Interest and Taxes)	\$ 50.5	9.7%	\$ (1.6)	-0.5%	\$ 52.1	+++
Pre-Tax (Loss)/Income						
EBIT	\$ (353.0)		\$ (15.3)		\$ (337.7)	
Interest (expense)/income, net	(0.3)		0.3		(0.6)	
Pre-Tax Loss	\$ (353.3)		\$ (15.0)		\$ (338.3)	
Streamlining costs	1.2		6.0		(4.8)	
Separation costs	1.9		(3.9)		5.8	
EC fine	400.4		-		400.4	
Impact from India JV transaction	-		11.6		(11.6)	
Performance Pre-Tax Income/(Loss)	\$ 50.2		\$ (1.3)		\$ 51.5	
Net Income/(Loss)						
Reported Net Income/(Loss)	\$ (365.4)		\$ (17.4)		\$ (348.0)	
Streamlining cost, net of tax	1.0		5.2		(4.2)	
Tax items	3.8		1.4		2.4	
Separation costs, net of tax and separation related taxes	1.7		(4.3)		6.0	
EC fine	400.4		-		400.4	
Impact from India JV transaction	-		10.4		(10.4)	
Performance Net Income/(Loss)	\$ 41.5		\$ (4.7)		\$ 46.2	
Performance Net Income/(Loss) per Diluted Common Share	\$ 0.63		\$ (0.07)			
Common Shares Outstanding - Diluted	66.1		64.0			
Incremental Gross Profit and Operating Income Margin						
Increase in adjusted sales from '09	204.4		204.4			
Increase in adjusted income from '09	82.5		58.1			
Incremental Income as a % of Sales	40%		28%			

Note: The presentation of the performance measures above are not in conformity with generally accepted accounting principles (GAAP). These measures may not be comparable to similar measures of other companies as not all companies calculate these measures in the same manner.

WABCO HOLDINGS INC.
Six Months Ended June 2010 Data Supplement Sheet
(Unaudited)

(Amounts in millions, except per share data)

	Six Months Ended June 30,					
	2010	% of Sales/ Adj Sales	2009	% of Sales/ Adj Sales	Chg vs. 2009	% Chg vs. 2009
Sales						
Reported	\$ 1,003.3		\$ 649.9		\$ 353.4	54.4%
Foreign exchange translational effects	(28.2)		-		(28.2)	
Adjusted Sales	\$ 975.1		\$ 649.9		\$ 325.2	50.0%
Gross Profit						
Reported	\$ 289.4	28.8%	\$ 125.7	19.3%	\$ 163.7	130.2%
Streamlining costs	0.4		25.1		(24.7)	
Separation costs	0.5		0.6		(0.1)	
Performance Gross Profit	\$ 290.3	28.9%	\$ 151.4	23.3%	\$ 138.9	91.7%
Foreign exchange translational effects	(6.1)		-		-	
Adjusted Gross Profit	\$ 284.2	29.1%	\$ 151.4	23.3%	\$ 132.8	87.7%
Selling, Administrative, Product Engineering Expenses and Other						
Reported	\$ 196.1	19.5%	\$ 163.3	25.1%	\$ 32.8	20.1%
Streamlining costs	(0.8)		(11.8)		11.0	
Separation costs	(2.2)		2.4		(4.6)	
Performance Selling, Administrative, Product Engineering Expenses and Other	\$ 193.1	19.2%	\$ 153.9	23.7%	\$ 39.2	25.5%
Foreign exchange translational effects	(2.1)		-		-	
Adjusted Selling, Administrative, Product Engineering Expenses and Other	\$ 191.0	19.6%	\$ 153.9	23.7%	\$ 37.1	24.1%
Operating Income/(Loss)						
Reported	\$ 93.3	9.3%	\$ (37.6)	-5.8%	\$ 130.9	+++
Streamlining costs	1.2		36.9		(35.7)	
Separation costs	2.7		(1.8)		4.5	
Performance Operating Income/(Loss)	\$ 97.2	9.7%	(2.5)	-0.4%	99.7	+++
Foreign exchange translational effects	(4.0)		-		-	
Adjusted Operating Income/(Loss)	\$ 93.2	9.6%	(2.5)	-0.4%	\$ 95.7	+++
EBIT (Earnings Before Interest and Taxes)						
Reported Operating Income/(Loss)	\$ 93.3		\$ (37.6)		\$ 130.9	
Equity in Income/(Loss) of Unconsolidated Joint Venture	3.7		0.5		3.2	
Other non-operating expenses, net	(4.9)		(1.4)		(3.5)	
EC fine	(400.4)		-		(400.4)	
Fair value adjustment/(charge) of the noncontrolling interest prior to taking	-		(12.1)		12.1	
Net income attributable to noncontrolling interest	(5.9)		(0.8)		(5.1)	
EBIT	\$ (314.2)	-31.3%	\$ (51.4)	-7.9%	\$ (262.8)	+++
Streamlining costs	1.1		37.0		(35.9)	
Separation costs	5.5		(1.0)		6.5	
EC fine	400.4		-		400.4	
Impact from India JV transaction	-		11.6		(11.6)	
Performance EBIT (Earnings Before Interest and Taxes)	\$ 92.8	9.2%	\$ (3.8)	-0.6%	\$ 96.6	+++
Foreign exchange translational effects	(3.9)		-		-	
Adjusted EBIT (Earnings Before Interest and Taxes)	\$ 88.9	9.1%	\$ (3.8)	-0.6%	\$ 92.7	+++
Pre-Tax (Loss)/Income						
EBIT	\$ (314.2)		\$ (51.4)		\$ (262.8)	
Interest (expense)/income, net	(0.7)		0.7		(1.4)	
Pre-Tax Loss	\$ (314.9)		\$ (50.7)		\$ (264.2)	
Streamlining costs	1.1		37.0		(35.9)	
Separation costs	5.5		(1.0)		6.5	
EC fine	400.4		-		400.4	
Impact from India JV transaction	-		11.6		(11.6)	
Performance Pre-Tax Income/(Loss)	\$ 92.1		\$ (3.1)		\$ 95.2	
Net Income/(Loss)						
Reported Net Loss	\$ (334.7)		\$ (53.7)		\$ (281.0)	
Streamlining cost, net of tax	1.0		33.1		(32.1)	
Tax items	3.8		2.2		1.6	
Separation costs, net of tax and separation related taxes	4.6		(2.0)		6.6	
EC fine	400.4		-		400.4	
Impact from India JV transaction	-		10.4		(10.4)	
Performance Net Income/(Loss)	\$ 75.1		\$ (10.0)		\$ 85.1	
Performance Net Income/(Loss) per Diluted Common Share	\$ 1.14		\$ (0.16)			
Common Shares Outstanding - Diluted	65.9		64.0			

Note: The presentation of the performance measures above are not in conformity with generally accepted accounting principles (GAAP). These measures may not be comparable to similar measures of other companies as not all companies calculate these measures in the same manner.

WABCO HOLDINGS INC.
Reconciliation of Net Cash Provided
By Operating Activities to Free Cash Flow
(Unaudited)

(Amounts in millions)

	Three Months Ended June 30,	
	2010	2009
Net Cash Provided by Operating Activities	\$ 89.5	\$ 61.1
Deductions or Additions to Reconcile to Free Cash Flow:		
Purchases of property, plant, equipment and computer software	(14.6)	(17.7)
Free Cash Flow	\$ 74.9	\$ 43.4

Note: This statement reconciles net cash provided by operating activities to free cash flow. Management uses free cash flow, which is not defined by US GAAP, to measure the Company's operating performance. Free cash flow is also one of the several measures used to determine incentive compensation for certain employees.

WABCO HOLDINGS INC.
Reconciliation of GAAP to Non-GAAP Financial Measures for Full Year 2010 Guidance
(Unaudited)

(Amounts in millions, except per share data)

	Previous Full Year 2010 Estimate	Revised Full Year 2010 Estimate
Operating Income		
Reported Operating Income Margin	7.7% - 8.7%	8.2% - 9.2%
Streamlining cost, impact to margin	-	0.1%
Separation costs, impact to margin	0.3%	0.2%
Performance Operating Income Margin	8.0% - 9.0%	8.5% - 9.5%
Net Income		
Reported Net Income	(293.0) - (\$273.2)	(280.8) - (\$264.4)
Streamlining cost, net of tax	-	1.0
Tax items	2.0	2.0
EC fine	400.4	400.4
Separation costs, net of tax and separation related taxes	6.5	6.5
Performance Net Income	\$115.9 - \$135.7	\$129.1 - \$145.5
Reported Net Income per Diluted Common Share	(\$4.55) - (\$4.24)	(\$4.36) - (\$4.11)
Performance Net Income per Diluted Common Share	\$1.75 - \$2.05	\$1.95 - \$2.20
Diluted common shares outstanding (Reported)	64.4	64.4
Diluted common shares outstanding (Performance)	66.2	66.2

Note: The presentation of performance net income and performance net income per diluted common share is not in conformity with generally accepted accounting principles (GAAP). These measures may not be comparable to similar measures of other companies as not all companies calculate these measures in the same manner.