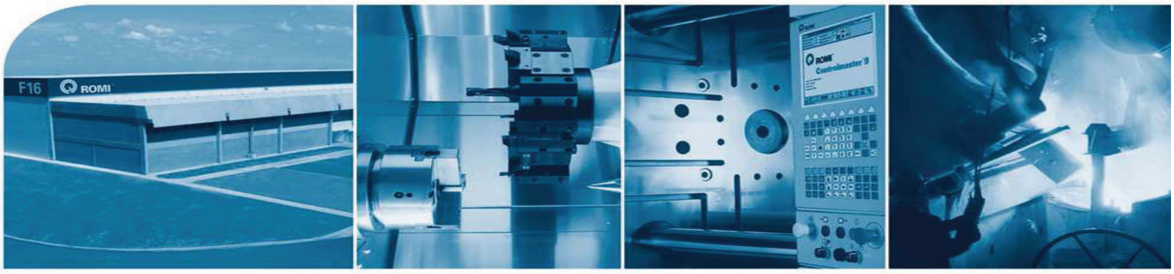
ROMI® | A TRADITION OF INNOVATION



October 26, 2010

3Q10 Earnings Release

October 27, 2010

Meeting with Analysts – Apimec SP
(Transmitted via web)
Time: 4:00 p.m. (Brazil)

Where: Blue Tree Towers Faria Lima
Av. Brigadeiro Faria Lima, 3989

Confirmation of attendance:
Telephone: (11) 3107-1571
E-mail: apimecsp@apimecsp.com.br

Earnings Conference Call in English
Hour: 12:00 p.m. (Brazil)
3:00 p.m. (London)
10:00 a.m. (New York)
Tel.: USA – 1 888 700 0802
Brazil – 55 11 4688 6361
Others – 1 786 924 6977
Access code: romi

Share price (09/30/2010)
ROMI3 – R$ 12.89/share

Market Capitalization (09/30/2010)
R$ 964 million
US$ 569 million

Number of shares (09/30/2010)
Common: 74,757,547
Total: 74,757,547

Free Float = 52.56%

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Website:
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ROMI
1930 - 2010

ROMI® | A TRADITION OF INNOVATION

Santa Bárbara d'Oeste, SP, October 26, 2010 – Indústrias Romi S.A. (Bovespa: ROMI3), a domestic market leader in Machine Tools and Plastic Processing Machines and an import producer of Rough and Machined Cast Iron Parts, announces its results for the third quarter of 2010 (3Q10). Except where otherwise stated, the Company's operating and financial information is presented on a consolidated basis, in accordance with IFRS standards, and monetary values are expressed in thousands of Reais.

Romi's EBITDA margin is 18% in 3Q10, or R$ 30.5 million, a growth of 28.7% over 2Q10 and of 242.8% as compared to 3Q09.

Highlights

- **EBITDA margin in 3Q10 reaches 18%, presenting a growth of 3.9 p.p. over 2Q10 and 10.7 p.p. as compared to 3Q09,** reflecting the Company´s ability of generating operating cash;
- **Net Operating Revenue reaches R$ 169.6 million in 3Q10, an increase of 39% over 3Q09;**
- **Growth in Net Operating Revenue of all Business units as compared to 3Q09, the result of the resumption of the industrial activity.** The Rough and Machined Cast Iron Parts unit has gradually posted positive and increasing results, with a growth of 60%;
- **Solid order backlog in 2010, of R$ 213.3 million at the end of 3Q10,** evidencing the recovery of the economic activity level in the industrial sectors.

ROMI - Consolidated	Quarter			Accumulated		
In Thousand Reais	3Q09	3Q10	% Chg.	9M09	9M10	% Chg.
Sales Volume						
Machine Tools (units)	365	556	52.3	930	1,620	74.2
Plastic Machines (units)	103	112	8.7	189	314	66.1
Rough and Machined Cast Iron Parts (tons)	2,147	3,403	58.5	5,924	8,852	49.4
Net Operating Revenue	**122,005**	**169,552**	**39.0**	**301,850**	**482,316**	**59.8**
Gross margin (%)	*30.3%*	*38.5%*		*31.0%*	*36.7%*	
Operating Income (EBIT)	**3,503**	**23,726**	**577.3**	**(8,433)**	**55,397**	**756.9**
Operating margin (%)	*2.9%*	*14.0%*		*-2.8%*	*11.5%*	
Net Income	**3,060**	**25,302**	**726.9**	**(4,273)**	**51,088**	**1,295.6**
Net margin (%)	*2.5%*	*14.9%*		*-1.4%*	*10.6%*	
EBITDA	**8,903**	**30,518**	**242.8**	**6,219**	**72,796**	**1,070.5**
EBITDA margin (%)	*7.3%*	*18.0%*		*2.1%*	*15.1%*	
Investments	5,397	8,204		44,715	21,112	

EBITDA = earnings before interest, taxes, depreciation and amortization.

Corporate Profile

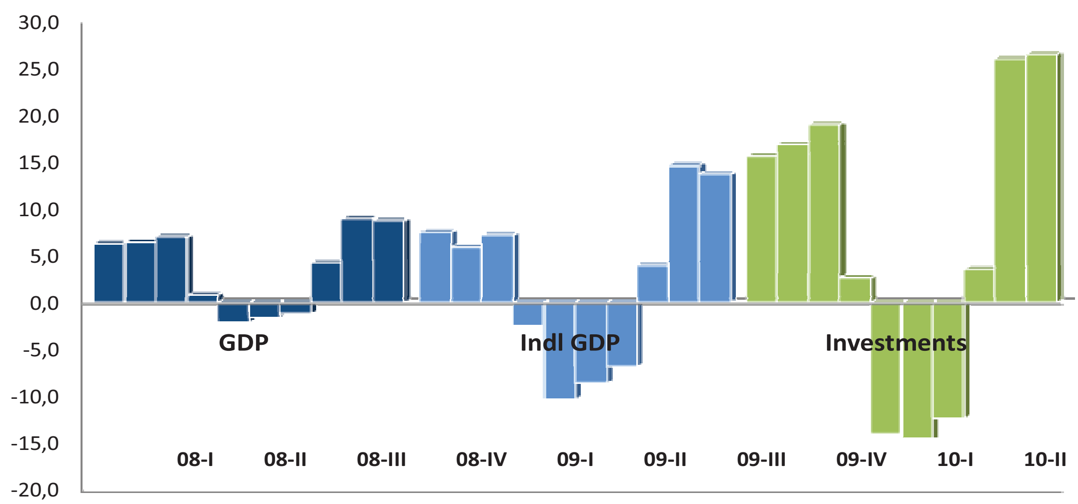
Romi is the leading Brazilian manufacturer of Machine Tools and Plastic Processing Machines. It also has an important share of the Rough and Machined Cast Iron Parts market. The Company's main customer segments are automotive (light and heavy), agricultural machinery, capital goods, consumer goods, tooling, hydraulic equipment, among many others.

The Company has eleven industrial units, four of which are dedicated to the final assembly of industrial machinery. Romi also operates two foundries, three units for the machining of components, one unit for the manufacture of sheet metal components, and a plant for the assembly of electronic control panels. The Company has an annual installed capacity of approximately 3,900 industrial machines and about 50,000 tons in castings.

The Machine Tools Business Unit, which accounted for 60.7% of the Company's revenue in 3Q10, comprises lines for Conventional Lathes, CNC Lathes, and Machining Centers for Vertical and Horizontal Heavy and Extra-Heavy Lathes. The Rough and Machined Cast Iron Parts unit and the Plastic Processing Machines unit, the latter comprising plastic injection and blow molding machines, contributed 11.6% and 27.7%, respectively, to the revenue for the period.

Current Economic Scenario

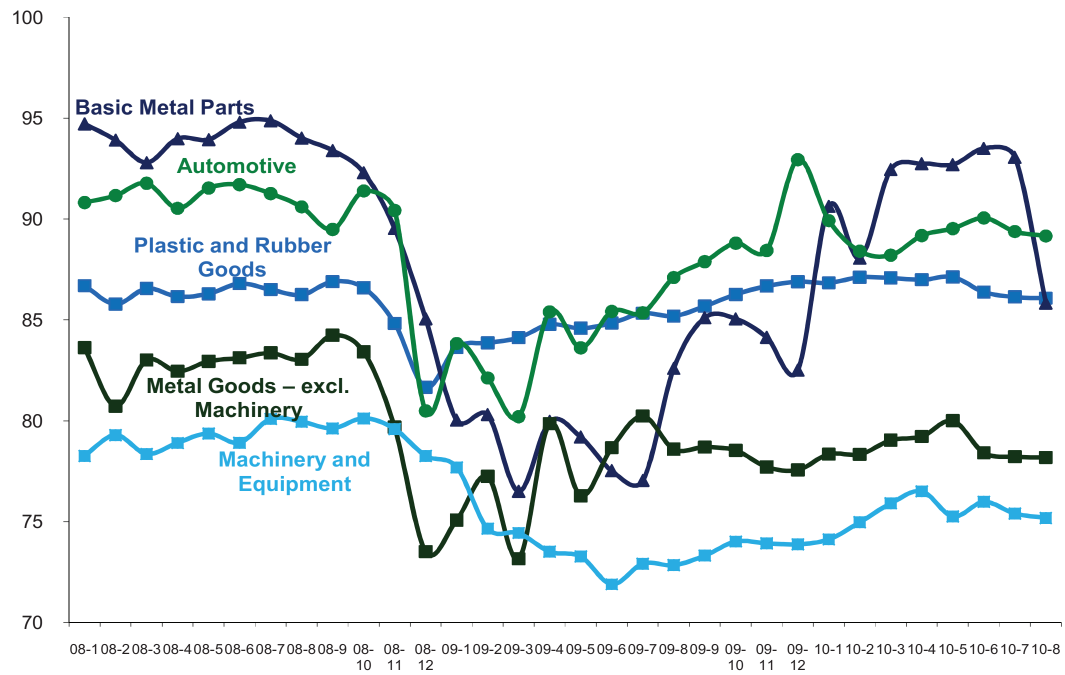
The capital goods industry, given its cyclical characteristics and the fact that it is correlated with the level of investments of other industries, is normally the first to suffer the effects of drops in demand and the slowest to return to normal levels. Even so, as we have already described in previous reports, the Company has been experiencing a solid recovery in its business since the second half of 2009, mainly due to the following aspects: (*i*) reduction in interest rate for fixed capital investments, as carried out by the Brazilian Economic and Social Development Bank (BNDES) in July 2009 and extended through March 2011, (ii) improvement in the industry confidence level, and (*iii*) replenishing of inventories in the economy.



Source: IBGE (quarter x previous year quarter)

Economic data for the second quarter of 2010 (as compared to the second quarter of 2009), disclosed by the Brazilian Statistics Bureau (IBGE) in September 2010, indicates a 13.8% growth of Industrial GDP. Gross Fixed Capital Formation (GFCF) posted a strong growth of 26.5%, resulting from the growth of internal production of machinery and equipment. Such indicators are similar to the ones from the first quarter of 2010.

The following graph prepared by the São Paulo State Federation of Industries (Fiesp) demonstrates the installed capacity utilization factor (ICUF). The principal sectors to which we sell our products underwent an important increase in installed capacity utilization, as from the second half of 2009 we can see an improvement in these indicators and in some cases at historical levels of utilization.



Source: Fiesp

Industrial GDP and Gross Fixed Capital Formation are important drivers of our Company's growth.

Market

The Company's principal advantages in the domestic market – cutting-edge technology products, an own distribution network in the country, ongoing technical assistance, availability of attractive customer credit packages in local currency, and short product delivery times – are all recognized by customers, giving the ROMI® brand name a traditional and prestigious reputation.

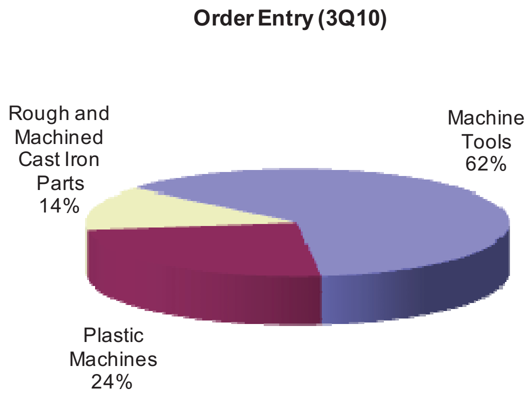
New Orders (gross values, including sales taxes)

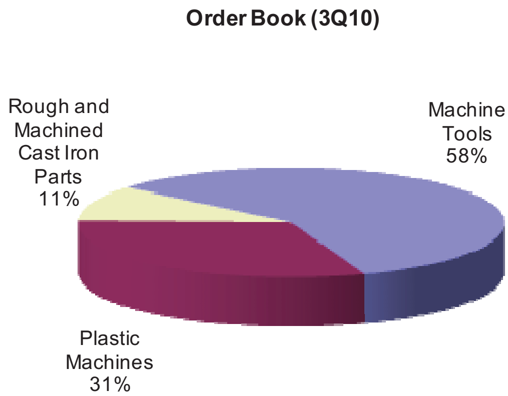
Order Entry (R$ thousands)	1Q10	2Q10	3Q10	%Chg. 3Q/2Q	3Q09	3Q10	% Chg.
Machine Tools	94,084	132,784	111,777	(15.8)	115,371	111,777	(3.1)
Plastic Machines	42,138	53,187	43,865	(17.5)	45,892	43,865	(4.4)
Rough and Machined Cast Iron Parts	21,968	22,065	24,276	10.0	17,290	24,276	40.4
Total	**158,190**	**208,036**	**179,918**	**(13.5)**	**178,553**	**179,918**	**0.8**

Order Entry (R$ thousands)	4Q09	1Q10	% Chg.
Machine Tools	223,375	338,645	51.6
Plastic Machines	92,492	139,190	50.5
Rough and Machined Cast Iron Parts	30,243	68,309	125.9
Total	**346,110**	**546,144**	**57.8**

In 3Q10 new orders post a solid value as compared to the same period in 2009, in which sales had been leveraged by the effect of the reduction in interest rates for fixed capital investments conducted by BNDES in July 2009. In relation to 2Q10 new orders decreased 13.5%, sazonality considered normal, arising from the International Mechanics Fair in May, reflecting on business for the second quarter of 2010.

In the Rough and Machined Cast Iron Parts unit, as had already occurred in the previous quarter, the recovery of the sectors related to agricultural machinery and trucks resulted in a slight growth in new orders; in percentage terms, the variation was 10% (3Q10 x 2Q10) and a growth of 40.4% as compared to 2Q09.





Order Backlog (gross values, including sales taxes at the end of each period)

Order Book (R$ thousands)	3Q09	3Q10	% Chg.
Machine Tools	93,894	124,310	32.4
Plastic Machines	39,780	66,470	67.1
Rough and Machined Cast Iron Parts	7,738	22,543	191.3
Total	**141,412**	**213,323**	**50.9**

The domestic economy has recovered more consistently as from the third quarter of 2009 with the acceleration of the industrial activity, allied with the improvement in the industry confidence level and the replenishing of inventories; therefore, the increase of 50.9% in the 3Q10 x 3Q09 comparison reflects the Company's capacity to capture the opportunities along these periods, associated with our competitive advantages.

Order Book (R$ thousands)	1Q10	2Q10	3Q10	%Chg. 3Q/2Q
Machine Tools	107,763	128,434	124,310	(3.2)
Plastic Machines	80,528	77,228	66,470	(13.9)
Rough and Machined Cast Iron Parts	21,066	19,779	22,543	14.0
Total	**209,357**	**225,441**	**213,323**	**(5.4)**

In the comparison with the immediately preceding quarter, the values show a seasonality that is normal for the Machine Tools and Plastic Processing Machines business. The increase in values of the Rough and Machined Cast Iron Parts unit reflects what was commented in the topic New Orders.

Note: The order backlog figures do not include parts, services and resale business.

Operating Performance

Net Operating Revenue

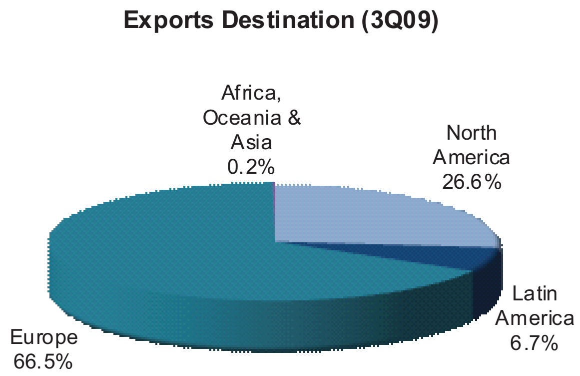
The Net Operating Revenue posted by the Company in 3Q10 reached R$ 169.6 million, a growth of 39.0% over 3Q09 (R$ 122 million).

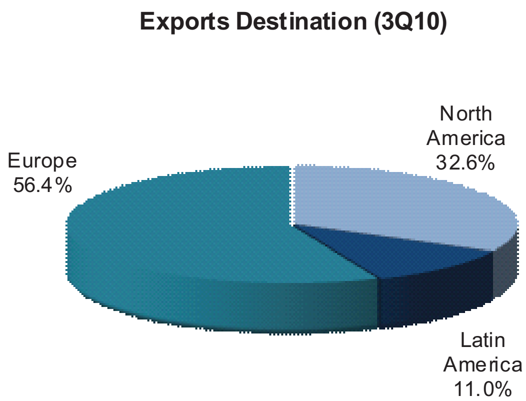
The revenue growth in 2010 is basically due to the good general performance of its operations and the positive performance of the industrial activity in Brazil.

In YTD terms, Net Operating Revenue for the first nine months of 2010, of R$ 482.3 million, exceeded by 59.8% Net Operating Revenue for the same period of 2009, an increase within the Company's expectations.

In 3Q10, foreign market revenue amounted to R$ 13.4 million, an increase of 4.7% over 3T09 (R$ 12.8 million). In dollar terms, sales in 3Q10 totaled US$ 7.8 million, an increase of 9.8% as compared to the US$ 7.1 million posted in 3Q09, the relatively low amounts still evidence the economic difficulties faced by the world economy, associated with the appreciation of the Real against the Dollar. The Company's foreign market revenue accounted for 7.9% of Net Operating Revenue as compared to the 10.5% achieved in 3Q10.

This quarter, revenue in Europe, which continues to be our main buying market, accounted for 56.4% of our foreign market revenue (66.5% in 3Q09). The United States accounted for 32.6% (26.6% in 3Q09), as a result of the resumption of sales of rough parts to customers in the North American market. Latin America accounted for 11.0% (6.7% in 3Q09); there were no sales to other continents this quarter (0.2% in 3Q09).





In the nine months of 2010, exports accounted for 8.2% (US$ 22.4 million) of Net Operating Revenue, as compared to 14.6% (US$ 21.5 million) in the same period of 2009. In YTD terms, Europe accounted for 66.6% (58.8% in 9M09), the United States accounted for 24.5% (31.7% in 9M09), Latin America 8.4% (8.9% in 9M09), and other countries 0.5% (0.6% in 9M09).

Net Operating Revenue (R$ thousand)

Romi - Consolidated	Quarter			Accumulated		
Net Operating Revenue (R$ `000)	**3Q09**	**3Q10**	**% Chg.**	**9M09**	**9M10**	**% Chg.**
Machine Tools	77,698	102,952	32.5	192,662	301,916	56.7
Plastic Machines	32,057	46,998	46.6	76,323	129,588	69.8
Rough and Machined Cast Iron Parts	12,250	19,602	60.0	32,865	50,812	54.6
Total	**122,005**	**169,552**	**39.0**	**301,850**	**482,316**	**59.8**

Romi - Consolidated	Quarter							
Net Operating Revenue (R$ `000)	1Q09	2Q09	3Q09	4Q09	1Q10	2Q10	3Q10	% Chg.
Machine Tools	50,330	64,634	77,698	118,010	102,880	96,084	102,952	7.1
Plastic Machines	15,407	28,859	32,057	43,536	28,861	53,729	46,998	(12.5)
Rough and Machined Cast Iron Parts	10,032	10,583	12,250	12,038	13,391	17,819	19,602	10.0
Total	**75,769**	**104,076**	**122,005**	**173,584**	**145,132**	**167,632**	**169,552**	**1.1**

Note: See income statement by Business Unit in Appendix I.

Machine Tools

Net operating revenue of this unit reached R$ 102.9 million in 3Q10, an increase of 32.5% when compared to 3Q09.

Sales volume at the Machine Tools Business Unit in 3Q10 totaled 556 units, a growth of 52.3% against 3Q09 (365 units), while in comparison with the immediately preceding period (538 units) there was an increase of 3.3%. As commented in previous reports, the variation in revenue and volume in 2010 is affected by the product mix; on one hand, there has been a greater share of heavy machines in our portfolio and, on the other hand, the delivery of conventional lathes and CNC light lathes to the technical school segment has been significant.

In the domestic market the major customers of this Business Unit were from the machining services, automotive, machinery and equipment, technical school, tooling, oil, hydraulic, and agricultural and casting machines.

Plastic Processing Machines

In 3Q10, sales volume at the Plastic Processing Machines totaled 112 units, up 8.7% over 3Q09 (103 units).

The net operating revenue of this unit reached R$ 47.0 million in 3Q10, a growth of 46.6% over 3Q09, in relation to 2Q10 there was a decrease of 12.5%. Result within the Company's expectations and business seasonality.

The industries that presented the highest demand for products of this Business Unit were packaging, automotive, service, real estate, home appliances, and furniture.

Rough and Machined Cast Iron Parts

In 3Q10, sales of this Business Unit totaled 3,403 units, a rise of 58.5% over the 2,147 tons sold in 3Q09, which evidences the recovery of some of the segments that demand our products.

The sales volume still below historical levels is the result of the economic slump over the course of 2009, mainly in heavy and extra-heavy parts, many of them for export to developed markets. This unit had an 11.6% share in the Company's total revenue in 3Q10 (10.0% in 3Q09).

Demand during the period came principally from the commercial vehicles (trucks), agricultural machinery, and capital goods segments.

Operating Costs and Expenses

The gross margin achieved in 3Q10 shows an improvement of 8.2 p.p. against 3Q09 and a gradual recovery over the quarterly periods, due to the increase in productivity of the manufacturing units, with a significant rise in production volume.

The operating margin in 3Q10 recovered 11.1 p.p. as compared to 3Q09.

The main factors that boosted the improvement of margins were the dilution of fixed costs in view of a greater volume of production and sales, as well as a strict control over operating expenses.

Romi - Consolidated	Quarter				Accumulated	
Gross Margin (%)	**3Q09**	**1Q10**	**2Q10**	**3Q10**	**9M09**	**9M10**
Machine Tools	40.4%	41.2%	42.7%	45.0%	38.7%	43.0%
Plastic Machines	25.6%	31.6%	34.4%	36.2%	32.4%	34.4%
Rough and Machined Cast Iron Parts	-21.3%	5.4%	0.6%	9.5%	-17.6%	5.3%
Total	**30.3%**	**36.0%**	**35,6%**	**38.5%**	**31.0%**	**36.7%**

Romi - Consolidated	Quarter				Accumulated	
Operating Margin (%)	**3Q09**	**1Q10**	**2Q10**	**3Q10**	**9M09**	**9M10**
Machine Tools	13.4%	16.1%	16.8%	19.5%	6.2%	17.5%
Plastic Machines	-8.6%	-5.6%	6.2%	8.2%	-12.3%	4.3%
Rough and Machined Cast Iron Parts	-33.9%	-7.6%	-9.8%	-1.2%	-33.1%	-5.9%
Total	**2.9%**	**9.6%**	**10.6%**	**14.0%**	**-2.8%**	**11.5%**

Machine Tools

The gross margin of this Business Unit reached 45.0% in 3Q10, a rise of 2.3 p.p. over 2Q10, due to the increase in production volume, generating greater efficiency. Compared with 3Q09 there was a growth of 4.6 p.p.

The operating margin for the third quarter of 2010 recovered 2.7 p.p. in relation to 3Q09 and 6.1 p.p. when compared to 3Q09. Since Romi's operating expenses are more fixed than variable, the increase in revenue explains the fluctuations in operating margin.

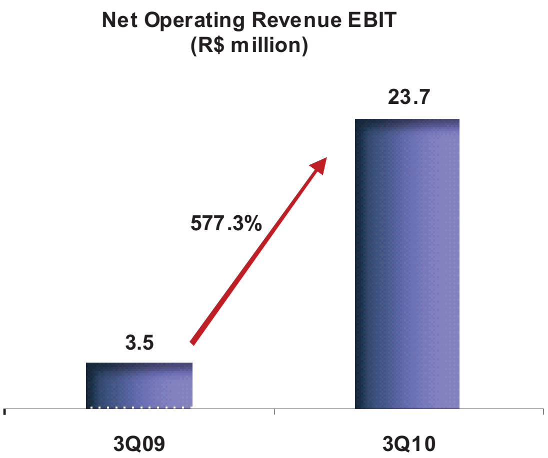
Plastic Processing Machines

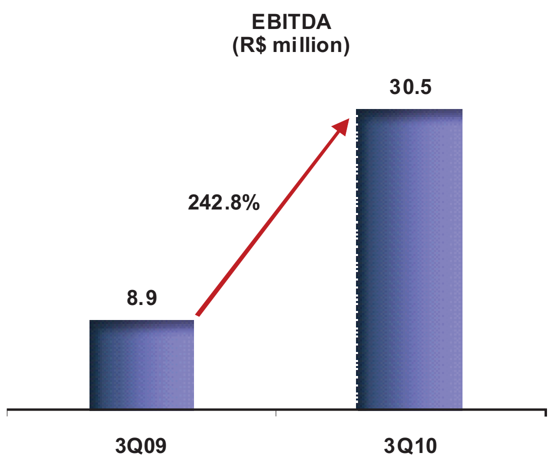
The gross margin in 3Q10 reached 36.2%, recovering 1.8 p.p. in relation to 2Q10, in comparison with 3Q09 there was a decrease of 10.6 p.p. The greater production volume contributed to the positive gross margin impact.

The same positive performance was noted in the recovery of operating margin of this unit, with a margin of 8.2%, representing an impact of 2.0 p.p. as compared to the immediately preceding quarter and of 16.8 p.p. as compared to 3Q09.

Rough and Machined Cast Iron Parts

This unit is still being more intensively impacted by low production volume, posting negative margins in 2009. In 2010 the installed capacity utilization, as a result of operating adjustments made by the Company, has shown a gradual improvement in its margins, with gross margin of 9.5% and negative operating margin of 1.2%, although, in comparison with 2Q10, the recovery was 8.6 p.p.





EBITDA and EBITDA Margin

In 3Q10, our operating cash flow as measured by EBITDA (Earnings before Interest, Taxes, Depreciation and Amortization) was R$ 30.5 million, representing an EBITDA margin of 18.0% (7.3% in 3Q09). This indicator evidences the Company's ability to generate operating cash, as follows: 12.8% in 1Q10, 14.1% in 2Q10 and 18.0% in 3Q10. In YTD terms, the margin in the nine months of 2010 was 15.1% (2.1% in 9M09).

Reconciliation of Net Income to EBITDA	Quarter					
R$ thousands	3Q09	3Q10	% Chg.	9M09	9M10	% Chg.
Net Income	**3,060**	**25,302**	**726.9**	**(4,273)**	**51,088**	**1,295.6**
Net Financial Income	502	(8.568)	(1,806.8)	(2,417)	(5,503)	127.7
Income tax and social contributions	(59)	6,992	11,950.8	(1,743)	9,812	(662.9)
Depreciation and amortization	5,400	6,792	25.8	14,652	17,399	18.7
EBITDA	**8,903**	**30,518**	**242.8**	**6,219**	**72,796**	**1,070.5**
EBITDA Margin	***7.3%***	***18.0%***		***2.1%***	***15.1%***	

Net Income

Net income was R$ 25.3 million in 3Q10, a result that represents a significant improvement over that posted in 3Q09 (3.1 million) and 66.4% higher than the R$ 15.2 million posted in 2Q10.

The net income for 3Q10 was positively impacted by the recognition of tax credits of approximately R$ 5.8 million (net of income tax and social contribution). The gross amount was R$8.8 million, of which R$8.7 million recognized under financial income and R$ 0.1 million under other operating revenues. These tax credits refer to social security taxes in a tax lawsuit in which the Company is the plaintiff, with outcome favorable to the Company.

Earnings Distribution

As decided by the Board of Directors at the meeting held on September 14, 2010, on October 18, 2010 payment was made of interest on capital attributable to the mandatory minimum dividend for 2010, in the gross amount of approximately R$ 9,0 million, representing R$ 0.12 per share.

Investments

In 3Q10 investments totaled R$ 8.2 million, an increase of 51.9% over the amounts invested in 3Q09 (R$ 5.4 million). In 2010, funds have basically been earmarked for the maintenance of plants and implementation of software.

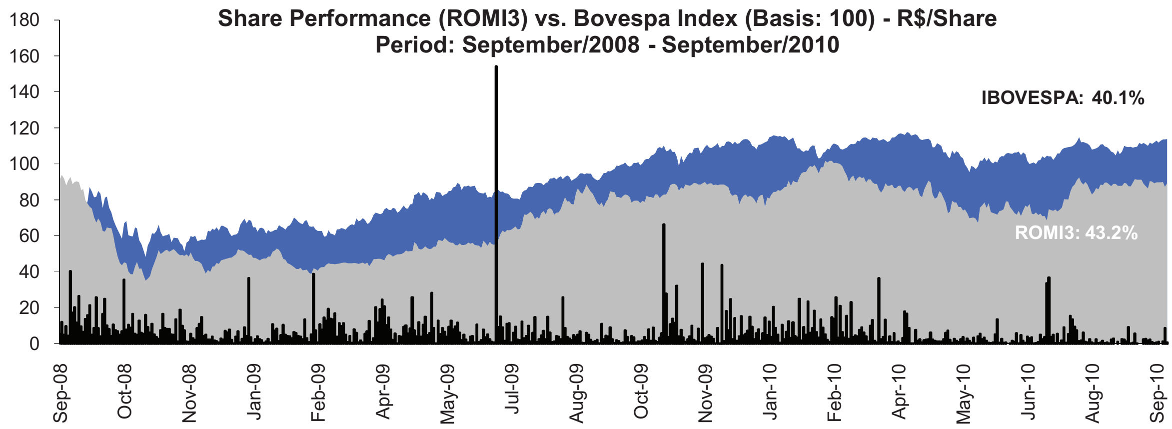
Financial Position

Investments, including those backed up by debentures, are made with prime financial institutions and their yield is substantially linked to the Interbank Certificate of Deposit ("CDI") or time deposit (TD), when abroad. The consolidated position of the Company's cash and cash equivalents at September 30, 2010 was R$ 252 million, of which 162 in foreign currency and 90 in local currency.

The loans taken out by the Company are basically intended for investments in expansion and modernization of plants, and financing of exports and imports. At September 30, 2010, local currency financing was R$ 240 million and foreign currency financing amounted to R$ 2 million, totaling R$ 242 million.

At September 30, 2010, the Company has not entered into any derivative transactions.

Capital Market



Source: BMF&Bovespa (São Paulo Stock, Commodities and Futures Exchange)

At the end of 3Q10, the Company's common shares (ROMI3) were quoted at R$ 12.89 and were up by 14.2% in the quarter (3Q10 x 2Q10) and up by 12.3% as compared to the end of 3Q09, respectively. The Bovespa index in the same period posted gain of 13.9% and 12.9% respectively.

The Company's market capitalization at September 30, 2010 was R$ 964 million and the average daily trading volume in 3Q10 was R$ 526 thousand.

IFRS

As already disclosed, as from December 31, 2007, the Company has reported its financial statements in accordance with International Financial Reporting Standards (IFRS). Below we show the impacts of the differences between IFRS and Generally Accepted Accounting Principles in Brazil (BRGAAP) at September 30, 2010.

Amounts in R$ thousand	09/30/10
Shareholders' equity under BRGAAP	696,699
Adjustments under IFRS:	
Amortization of intangible asset arising on acquisition of JAC Indústria Metalúrgica Ltda. recorded for IFRS purposes ("JAC")	(758)
Deferred taxes relating to amortization of the intangible asset above	258
Other differences	(116)
Controlling interests	696,083
Non-controlling interests	1,968
Shareholders' equity under IFRS	698,051
Net income (loss) for the period under BRGAAP	51,369
Adjustments under IFRS:	
Amortization of intangible asset arising on acquisition of JAC Indústria Metalúrgica Ltda. recorded for IFRS purposes ("JAC")	(426)
Deferred taxes relating to amortization of the intangible asset above	145
Net income (loss) under IFRS	51,088

Financial Statements

Consolidated Balance Sheet
IFRS (R$ thousand)

ASSETS	09/30/09	12/31/09	09/30/10
CURRENT	**778,620**	**914,546**	**980,942**
Cash and Cash equivalents	77,914	225,913	252,195
Marketable securities	-	-	-
Trade accounts receivable	43,779	75,935	70,171
Trade accounts receivable - Finame Manufacturer	360,716	342,155	359,970
Inventories	273,981	243,651	272,055
Recoverable taxes	14,882	15,937	8,590
Other assets	7,348	10,955	17,961
NON CURRENT	**777,492**	**825,036**	**864,254**
Long-Term Assets	**490,193**	**537,452**	**571,968**
Trade accounts receivable	3,321	4,468	6,810
Trade accounts receivable - Finame Manufacturer	429,760	477,737	493,553
Recoverable taxes	17,071	14,126	15,204
Deferred income taxes	16,792	16,166	20,585
Escrow Deposits	16,658	17,999	22,888
Other assets	6,591	6,956	12,928
Investments			
Property, Plant and Equipment	280,934	281,361	284,059
Other investments	4,348	4,206	6,210
Goodwill	2,017	2,017	2,017
TOTAL ASSETS	**1,556,112**	**1,739,582**	**1,845,196**

Consolidated Balance Sheet
IFRS (R$ thousand)

LIABILITIES AND SHAREHOLDER'S EQUITY	09/30/09	12/31/09	09/30/10
CURRENT	**398,293**	**406,125**	**445,483**
Loans	27,074	25,538	23,587
Trade accounts payable	290,197	284,390	297,999
Liabilities - Finame Manufacturer	27,670	32,926	42,022
Payroll and related charges	27,411	22,402	39,763
Taxes payable	5,104	10,259	15,619
Advances from customers	7,541	7,584	10,964
Interest on capital, dividends and participations	1,134	10,406	10,042
Other liabilities	12,162	12,620	5,487
NON CURRENT	**479,955**	**648,920**	**701,662**
Long-term liabilities			
Loans	78,045	207,123	218,155
Liabilities - Finame Manufacturer	367,811	405,967	441,474
Deferred income taxes on negative goodwill	8,850	8,930	8,656
Taxes payable	3,578	3,642	4,389
Other liabilities	2,909	2,935	4,532
Provision for contingencies	18,762	20,323	24,456
SHAREHOLDER'S EQUITY	**675,852**	**682,540**	**696,083**
Capital	505,764	505,764	505,764
Capital reserves	2,209	2,209	2,209
Profit reserves	171,894	179,041	152,129
Income for the period	-	-	50,469
Other accumulated comprehensive income	(4,015)	(4,474)	(14,488)
NON CONTROLLING INTERESTS	**2,012**	**1,997**	**1,968**
TOTAL SHAREHOLDER'S EQUITY	**677,864**	**684,537**	**698,051**
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	**1,556,112**	**1,739,582**	**1,845,196**

Consolidated Statement of Income
IFRS (R$ thousand)

R$ Thousand	3Q09	3Q10	% Chg.	9M09	9M10	% Chg.
Net Operating Revenue	**122,005**	**169,552**	**39.0**	**301,850**	**482,316**	**59.8**
Cost of sales and services	(85,005)	(104,306)	22.7	(208,345)	(305,277)	46.5
Gross Profit	**37,000**	**65,246**	**76.3**	**93,505**	**177,039**	**89.3**
Gross Margin %	*30.3%*	*38.5%*		*31.0%*	*36.7%*	
Operating Expenses	**(33,497)**	**(41,520)**	**24.0**	**(101,938)**	**(121,642)**	**19.3**
Selling	(13,554)	(15,980)	17.9	(40,866)	(45,873)	12.3
General and administrative	(12,939)	(16,145)	24.8	(42,841)	(50,904)	18.8
Management profit sharing	(1,981)	(2,788)	40.7	(5,689)	(7,424)	30.5
Research and development	(4,992)	(6,370)	27.6	(16,738)	(17,790)	6.3
Taxation	(229)	(593)	159.0	(1,294)	(1,576)	21.8
Other operating revenue	198	356	79.8	5,490	1,925	(64.9)
Operating Income before Financial Results	**3,503**	**23,726**	**577.3**	**(8,433)**	**55,397**	***756.9***
Operating Margin %	*2.9%*	*14.0%*		*(2.8%)*	*11.5%*	
Financial Results	**(502)**	**8,568**	**(1,806.8)**	**2,417**	**5,503**	**127.7**
Financial income	3,009	12,384	311.6	11,687	22,481	92.4
Financial expenses	(1,847)	(3,646)	97.4	(4,020)	(11,347)	182.3
FX changes, net	(1,664)	(170)	89.8	(5,250)	(5,631)	7.3
Operating Income	**3,001**	**32,294**	**976.1**	**(6,016)**	**60,900**	***1,112.3***
Income tax and social contribution	59	(6,992)	(11,950.8)	1,743	(9,812)	(662.9)
Net income	**3,060**	**25,302**	**726,9**	**(4,273)**	**51,088**	***1,295.6***
Net Margin %	*2.5%*	*14.9%*		*(1.4%)*	*10.6%*	
Management profit sharing	-	-				
Minority interests	2,848	25,092	781.0	(4,983)	50,469	*1,112.8*
	212	210	0.9	710	619	(12.8)
EBITDA	**8,903**	**30,518**	**242.8**	**6,219**	**72,796**	**1,070.5**
Net income	3,060	25,302		(4,273)	51,088	
Income tax and social contribution	(59)	6,992		(1,743)	9,812	
Financial results	502	(8,568)		(2,417)	(5,503)	
Depreciation	5,400	6,792		14,652	17,399	
EBITDA Margin %	*7.3%*	*18.0%*		*2.1%)*	*15.1%*	
Nº of shares in capital stock (th)	74,758	74,758		74,758	74,758	
Net income per share - R$	0.04	0.34		(0.06)	0.68	
Book value per share - R$	9.04	9.31		9.04	9.31	

Consolidated Statement of Cash Flows
IFRS (R$ thousand)

R$ thousands	3Q09	3Q10	9M09	9M10
Cash from operating activities				
Net Income	**3,060**	**25,302**	**(4,273)**	**51,088**
Income tax - current and deferred	(59)	6,992	(1,743)	9,812
Depreciation and amortization	5,400	6,792	14,652	17,399
Provision for doubtful accounts	126	2,936	2,498	6,419
Gain on sale of fixed assets	216	48	(3,918)	(1.473)
Financial expenses and FX changes	2,723	(8,164)	(1,162)	(4,378)
Provision for inventory devaluation	3,145	703	7,798	830
Provision for contingencies	1,746	1.297	3,633	4.750
Change on operating assets				
Purchase of trading securities	5,239	-	53,721	-
Trade accounts receivable	5,148	(1,691)	30,625	9,062
Trade accounts receivable - Finame Manufacturer	(12,640)	(4,630)	49,418	6,116
Inventories	9,219	(10,507)	2,682	(31,716)
Recoverable taxes, net	1,448	(126)	144	1,446
Escrow deposits	(1,143)	(1,523)	(2,855)	(4,889)
Other current and long term assets	0,226	(2,438)	(0,932)	(8,321)
Change on operating liabilities	-	-	-	-
Trade accounts payable	6,901	3,387	(2,508)	9,062
Payroll and related charges	1,264	7,106	(7,195)	16,929
Taxes payable	(0,298)	(2.743)	1,261	(5.395)
Advances from customers	1,522	1.342	(6,513)	3.420
Other current and long term liabilities	(2,943)	(2,719)	(11,179)	(6,093)
Cash provided by (used in) operating activities	**30,300**	**21,364**	**124,154**	**74,068**
Income taxes paid	-	(692)	(1,786)	(1.596)
Net Cash provided by (used in) operating activities	**30,300**	**20,672**	**122,368**	**72,472**
Acquisitions of fixed assets	(7,500)	(9,220)	(47,288)	(20,270)
Sale of assets	315	645	3,861	2,137
Intangible	-	(48)	567	(906)
Cash flow used in investment operations	**(7,185)**	**(8,623)**	**(42,860)**	**(19,039)**
Interest on capital	(16)	(5,811)	(12,892)	(25,367)
New loans and financing	1,221	5,645	27,796	25,657
Payments of loans	(8,537)	(4,399)	(19,816)	(16,956)
Interests paid	(8,988)	(18,496)	(48,639)	(54,097)
New loans - Finame Manufacturer	44,541	109,121	124,597	265,999
Payments of loans Finame Manufacturer	(69,217)	(74,030)	(200,303)	(213,362)
Repurchase of shares	-	-	(10,194)	-
Cash flow from financial activities	**(40,996)**	**12,030**	**(139,451)**	**(18,126)**
Net Cash Flow	**(17,881)**	**24,079**	**(59,943)**	**35,307**
Exchange rate of cash and cash equivalents of foreign investments	1,119	(6,776)	2,633	(9,025)
Cash and cash equivalents - beginning of period	**94,676**	**234,892**	**135,224**	**225,913**
Cash and cash equivalents - end of period	**77,914**	**252,195**	**77,914**	**252,195**

Appendix I

Income Statement by Business Units - 3Q10

R$ '000	Machine Tools	Plastic Machines	Rough and Machined Cast Iron Parts	Total
Net Operating Revenue	**102,952**	**46,998**	**19,602**	**169,552**
Cost of Sales and Services	(57,427)	(23,443)	(23,436)	(104,306)
Business Units Transfers	5,212	-	7,962	13,174
Business Units Transfers	(4,384)	(6,526)	(2,264)	(13,174)
Gross Profit	**46,353**	**17,029**	**1,864**	**65,246**
Gross Margin %	*45.0%*	*36.2%*	*9.5%*	*38.5%*
Operating Expenses	**(26,232)**	**(13,194)**	**(2,094)**	**(41,520)**
Selling	(10,251)	(5,144)	(585)	(15,980)
General and Administrative	(9,651)	(5,283)	(1,211)	(16,145)
Management profit sharing	(1,793)	(743)	(252)	(2,788)
Research and Development	(4,243)	(2,127)	-	(6,370)
Taxation	(326)	(221)	(46)	(593)
Other operating revenue	32	324	-	356
Operating Income before Financial Results	**20,121**	**3,835**	**(230)**	**23,726**
Operating Margin %	*19.5%*	*8.2%*	*(1.2%)*	*14.0%*

Income Statement by Business Units - 3Q09

R$ '000	Machine Tools	Plastic Machines	Rough and Machined Cast Iron Parts	Total
Net Operating Revenue	**77,698**	**32,057**	**12,250**	**122,005**
Cost of Sales and Services	(46,838)	(20,508)	(17,659)	(85,005)
Business Units Transfers	3,392	-	4,611	8,003
Business Units Transfers	(2,848)	(3,344)	(1,811)	(8,003)
Gross Profit	**31,404**	**8,205**	**(2,609)**	**37,000**
Gross Margin %	*40.4%*	*25.6%*	*(21.3%)*	*30.3%*
Operating Expenses	**(20,986)**	**(10,972)**	**(1,539)**	**(33,497)**
Selling	(9,203)	(3,799)	(552)	(13,554)
General and Administrative	(7,054)	(5,064)	(821)	(12,939)
Management profit sharing	(960)	(873)	(148)	(1,981)
Research and Development	(3,622)	(1,370)	-	(4,992)
Taxation	(114)	(97)	(18)	(229)
Other operating revenue	(33)	231	-	198
Operating Income before Financial Results	**10,418**	**(2,767)**	**(4,148)**	**3,503**
Operating Margin %	*13.4%*	*(8.6%)*	*(33.9%)*	*2.9%*

Income Statement by Business Units - 9M10

R$ '000	Machine Tools	Plastic Machines	Rough and Machined Cast Iron Parts	Total
Net Operating Revenue	**301,916**	**129,588**	**50,812**	**482,316**
Cost of Sales and Services	(168,467)	(67,495)	(69,315)	(305,277)
Business Units Transfers	14,300	-	27,610	41,910
Business Units Transfers	(18,018)	(17,482)	(6,410)	(41,910)
Gross Profit	**129,731**	**44,611**	**2,697**	**177,039**
Gross Margin %	*43.0%*	*34.4%*	*5.3%*	*36.7%*
Operating Expenses	**(76,894)**	**(39,055)**	**(5,693)**	**(121,642)**
Selling	(29,639)	(14,563)	(1,671)	(45,873)
General and Administrative	(30,411)	(17,201)	(3,292)	(50,904)
Management profit sharing	(5,026)	(1,784)	(614)	(7,424)
Research and Development	(12,465)	(5,325)	-	(17,790)
Taxation	(952)	(508)	(116)	(1,576)
Other operating revenue	1,599	326	-	1,925
Operating Income before Financial Results	**52,837**	**5,556**	**(2,996)**	**55,397**
Operating Margin %	*17.5%*	*4.3%*	*(5.9%)*	*11.5%*

Income Statement by Business Units - 9M09

R$ '000	Machine Tools	Plastic Machines	Rough and Machined Cast Iron Parts	Total
Net Operating Revenue	**192,662**	**76,323**	**32,865**	**301,850**
Cost of Sales and Services	(120,027)	(43,100)	(45,218)	(208,345)
Business Units Transfers	9,168	-	10,585	19,753
Business Units Transfers	(7,230)	(8,511)	(4,012)	(19,753)
Gross Profit	**74,573**	**24,712**	**(5,780)**	**93,505**
Gross Margin %	*38.7%*	*32.4%*	*(17.6%)*	*31.0%*
Operating Expenses	**(62,688)**	**(34,137)**	**(5,113)**	**(101,938)**
Selling	(26,110)	(12,384)	(2,372)	(40,866)
General and Administrative	(25,055)	(15,477)	(2,309)	(42,841)
Management profit sharing	(3,861)	(1,474)	(354)	(5,689)
Research and Development	(12,494)	(4,244)	-	(16,738)
Taxation	(828)	(388)	(78)	(1,294)
Other operating revenue	5,660	(170)	-	5,490
Operating Income before Financial Results	**11,885**	**(9,425)**	**(10,893)**	**(8,433)**
Operating Margin %	*6.2%*	*(12.3%)*	*(33.1%)*	*(2.8%)*

(Convenience Translation into English from the Original Previously Issued in Portuguese)

Indústrias Romi S.A.

Condensed Consolidated Financial Statements for the Period Ended September 30, 2010 and Independent Accountants' Review Report

Deloitte Touche Tohmatsu Auditores Independentes

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(Convenience Translation into English from the Original Previously Issued in Portuguese)

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Shareholders, Directors and Management of
Indústrias Romi S.A.
Santa Bárbara d'Oeste - SP

1. We have reviewed the interim condensed consolidated financial statements of Indústrias Romi S.A. (the "Company") and subsidiaries for the quarter and nine-month period ended September 30, 2010, and prepared under the responsibility of the Company's management, comprising the condensed consolidated balance sheet as of September 30, 2010, the condensed consolidated statements of comprehensive income for the quarters and nine-month periods ended September 30, 2010 and 2009, condensed statements of changes in shareholders' equity and cash flows for nine-month periods ended September 30, 2010 and 2009, and the related notes and Management report.

2. Our review was conducted in accordance with specific standards established by the Brazilian Institute of Independent Auditors (IBRACON), together with the Brazilian Federal Accounting Council (CFC), and consisted, principally, of: (a) inquiries of and discussions with certain officials of the Company and its subsidiaries who have responsibility for accounting, financial and operating matters about the main criteria adopted in the preparation of the financial statements; and (b) review of the information and subsequent events that had or might have had material effects on the financial position and results of operations of the Company and its subsidiaries.

3. Based on our review, we are not aware of any material modifications that should be made to the accounting information included in the condensed consolidated financial statements referred to in paragraph 1 for them to be in conformity with International Accounting Standard (IAS) 34, Interim Financial Statements, issued by the International Accounting Standards Board (IASB).

4. The accompanying financial statements have been translated into English for the convenience of readers outside Brazil.

Campinas, October 26, 2010

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU
Auditores Independentes

Walbert Antonio dos Santos
Engagement Partner

INDÚSTRIAS ROMI S.A. AND SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEETS AS OF SEPTEMBER 30, 2010 AND DECEMBER 31, 2009
(In thousands of Brazilian reais - R$)

ASSETS	Note	2010	2009
CURRENT ASSETS			
Cash and cash equivalents	5	252,195	225,913
Trade accounts receivable	6	70,171	75,935
Onlending of FINAME manufacturer financing	7	359,970	342,155
Inventories	8	272,055	243,651
Recoverable taxes		8,590	15,937
Other receivables		17,961	10,955
Total current assets		980,942	914,546
NONCURRENT ASSETS			
Long-term assets:			
Trade accounts receivable	6	6,810	4,468
Onlending of FINAME manufacturer financing	7	493,553	477,737
Recoverable taxes		15,204	14,126
Deferred income and social contribution taxes		20,585	16,166
Escrow deposits	12a	22,888	17,999
Other receivables		12,928	6,956
Property, plant and equipment, net	9	284,059	281,361
Intangible assets		6,210	4,206
Goodwill		2,017	2,017
Total noncurrent assets		864,254	825,036
TOTAL ASSETS		1,845,196	1,739,582

LIABILITIES AND SHAREHOLDERS' EQUITY	Note	2010	2009
CURRENT LIABILITIES			
Loans and financing	10	23,587	25,538
FINAME manufacturer financing	11	297,999	284,390
Trade accounts payable		42,022	32,926
Payroll and related taxes		39,763	22,402
Taxes payable		15,619	10,259
Advances from customers		10,964	7,584
Dividends and interest on capital		8,087	9,059
Profit sharing		1,955	1,347
Other payables		5,487	12,620
Total current liabilities		445,483	406,125
NONCURRENT LIABILITIES			
Loans and financing	10	218,155	207,123
FINAME manufacturer financing	11	441,474	405,967
Deferred income and social contribution taxes on negative goodwill		8,656	8,930
Taxes payable		4,389	3,642
Reserve for contingencies	12	24,456	20,323
Other payables		4,532	2,935
Total noncurrent liabilities		701,662	648,920
SHAREHOLDERS' EQUITY			
Capital		505,764	505,764
Capital reserve		2,209	2,209
Retained earnings		152,129	179,041
Profit for the period		50,469	-
Cumulative foreign currency translation adjustments		(14,488)	(4,474)
Controlling interests		696,083	682,540
NON-CONTROLLING INTERESTS		1,968	1,997
TOTAL SHAREHOLDERS' EQUITY AND NON-CONTROLLING INTERESTS		698,051	684,537
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,845,196	1,739,582

The accompanying notes are an integral part of these condensed consolidated financial statements.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

INDÚSTRIAS ROMI S.A. AND SUBSIDIARIES

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2010 AND 2009
(In thousands of Brazilian reais - R$ - except earnings per share)

		Nine months ended		Quarters ended	
	Note	09/30/10	09/30/09	09/30/10	09/30/09
NET OPERATING REVENUE		482,316	301,850	169,552	122,005
COST OF SALES		(305,277)	(208,345)	(104,306)	(85,005)
GROSS PROFIT		177,039	93,505	65,246	37,000
OPERATING INCOME (EXPENSES)					
Selling expenses		(45,873)	(40,866)	(15,980)	(13,554)
General and administrative expenses		(50,904)	(42,841)	(16,145)	(12,939)
Research and development expenses		(17,790)	(16,738)	(6,370)	(4,992)
Management profit sharing and compensation	14	(7,424)	(5,689)	(2,788)	(1,981)
Tax expenses		(1,576)	(1,294)	(593)	(229)
Other operating income, net		1,925	5,490	356	198
Total		(121,642)	(101,938)	(41,520)	(33,497)
INCOME (LOSS) FROM OPERATIONS BEFORE FINANCIAL INCOME		55,397	(8,433)	23,726	3,503
FINANCIAL INCOME (EXPENSES), NET					
Financial income		22,481	11,687	12,555	3,009
Financial expenses		(11,347)	(4,020)	(3,817)	(1,847)
Exchange gain (loss), net		(5,631)	(5,250)	(170)	(1,664)
		5,503	2,417	8,568	(502)
INCOME (LOSS) BEFORE INCOME TAX AND SOCIAL CONTRIBUTION		60,900	(6,016)	32,294	3,001
INCOME TAX AND SOCIAL CONTRIBUTION					
Current	15	(13,796)	(1,889)	(8,677)	(550)
Deferred	15	3,984	3,632	1,685	609
		(9,812)	1,743	(6,992)	59
NET INCOME (LOSS)		51,088	(4,273)	25,302	3,060
Attributable to:					
Controlling interests		50,469	(4,983)	25,092	2,848
Non-controlling interests		619	710	210	212
		51,088	(4,273)	25,302	3,060
BASIC EARNINGS (LOSS) PER SHARE - R$	13b	0.68	(0.07)	0.34	0.04

The accompanying notes are an integral part of these condensed consolidated financial statements.

INDÚSTRIAS ROMI S.A. AND SUBSIDIARIES

CONDENSED CONSOLIDATED COMPREHENSIVE INCOME STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2010 AND 2009
(In thousands of Brazilian reais - R$)

	Nine months ended		Quarters ended	
	09/30/10	09/30/09	09/30/10	09/30/09
NET INCOME (LOSS)	51,088	(4,273)	25,302	3,060
COMPREHENSIVE (LOSS) INCOME				
Currency translation on foreign investments	(10,014)	1,992	(8,456)	(2,489)
NET COMPREHENSIVE INCOME (LOSS)	41,074	(2,281)	16,846	571
NET COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO				
Controlling interests	40,455	(2,991)	16,636	359
Non-controlling interests	619	710	210	212
	41,074	(2,281)	16,846	571

The accompanying notes are an integral part of these condensed consolidated financial statements.

INDÚSTRIAS ROMI S.A. AND SUBSIDIARIES

STATEMENTS OF CHANGES IN CONDENSED SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED SEPTEMBER 30, 2010 AND 2009
(In thousands of Brazilian reais - R$)

		Attributable to controlling interests									
				Earnings reserve							
	Note	Capital	Capital reserve	Retained earnings	Legal reserve	Total	Cumulative foreign currency translation adjustments	Profit (loss) for the period	Controlling interests	Non-controlling interests	Total
BALANCE AS OF DECEMBER 31, 2008		505,764	2,209	150,238	36,833	187,071	5,649	-	700,693	2,536	703,229
Net loss		-	-	-	-	-	-	(4,983)	(4,983)	710	(4,273)
Foreign currency translation adjustments		-	-	-	-	-	(9,664)	-	(9,664)	-	(9,664)
Comprehensive loss		-	-	-	-	-	(9,664)	(4,983)	(14,647)	710	(13,937)
Share buyback		-	-	(10,194)	-	(10,194)	-	-	(10,194)	-	(10,194)
Proposed dividends (equivalent to R$2.87 per share)		-	-	-	-	-	-	-	-	(1,234)	(1,234)
BALANCE AS OF SEPTEMBER 30, 2009		505,764	2,209	140,044	36,833	176,877	(4,015)	(4,983)	675,852	2,012	677,864
BALANCE AS OF DECEMBER 31, 2009		505,764	2,209	141,603	37,438	179,041	(4,474)	-	682,540	1,997	684,537
Net income		-	-	-	-	-	-	50,469	50,469	619	51,088
Foreign currency translation adjustments		-	-	-	-	-	(10,014)	-	(10,014)	-	(10,014)
Comprehensive income		-	-	-	-	-	(10,014)	50,469	40,455	619	41,074
Interest on capital - Law 9249/95	13c	-	-	(26,912)	-	(26,912)	-	-	(26,912)	-	(26,912)
Proposed dividends (equivalent to R$1.54 per share)		-	-	-	-	-	-	-	-	(648)	(648)
BALANCE AS OF SEPTEMBER 30, 2010		505,764	2,209	114,691	37,438	152,129	(14,488)	50,469	696,083	1,968	698,051

The accompanying notes are an integral part of these condensed consolidated financial statements.

INDÚSTRIAS ROMI S.A. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED SEPTEMBER 30, 2010 AND 2009
(In thousands of Brazilian reais - R$)

	Note	09/30/10	09/30/09
Cash flows from operating activities:			
Net income (loss)		51,088	(4,273)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:			
Current and deferred income and social contribution taxes	15	9,812	(1,743)
Depreciation and amortization		17,399	14,652
Allowance for doubtful accounts and other receivables		6,419	2,498
Proceeds from sale of fixed assets		(1,473)	(3,918)
Financial expenses and exchange gain (loss)		(4,378)	(1,162)
Provision for inventory losses		830	7,798
Reserve for contingencies		4,750	3,633
Increase (decrease) in assets:			
Short-term investments in trading securities		-	53,721
Trade accounts receivable		9,062	30,625
Onlending of FINAME manufacturer financing		6,116	49,418
Inventories		(31,716)	2,682
Recoverable taxes, net		1,446	144
Escrow deposits		(4,889)	(2,855)
Other receivables		(8,321)	(932)
Increase (decrease) in liabilities:			
Trade accounts payable		9,062	(2,508)
Payroll and related taxes		16,929	(7,195)
Taxes payable		(5,395)	1,261
Advances from customers		3,420	(6,513)
Other payables		(6,093)	(11,179)
Cash provided by operating activities		74,068	124,154
Income tax and social contribution paid		(1,596)	(1,786)
Net cash provided by operating activities		72,472	122,368
Cash flows from investing activities:			
Purchase of fixed assets		(20,270)	(47,288)
Proceeds from sale of fixed assets		2,137	3,861
Increase in intangible assets		(906)	567
Net cash used in investing activities		(19,039)	(42,860)
Cash flows from financing activities:			
Interest on capital and dividends paid		(25,367)	(12,892)
New loans and financing		25,657	27,796
Payments of loans and financing		(16,956)	(19,816)
Interests paid (included Finame manufacturer financing)		(54,097)	(48,639)
New loans in FINAME manufacturer		265,999	124,597
Payment of FINAME manufacturer financing		(213,362)	(200,303)
Share buyback		-	(10,194)
Net cash provided (used in) by financing activities		(18,126)	(139,451)
Increase (decrease) in cash and cash equivalents		35,307	(59,943)
Cash and cash equivalents at beginning of period	5	225,913	135,224
Exchange variation changes on cash and cash equivalents abroad		(9,025)	2,633
Cash and cash equivalents at end of period	5	252,195	77,914

The accompanying notes are an integral part of these condensed consolidated financial statements.

1. OPERATIONS

Indústrias Romi S.A. (the "Company") is engaged in the manufacture and sale of machine tools, metal cutting machines, plastic injection molding machines, industrial equipment and accessories, tools, castings and parts in general, IT equipment and peripherals, systems analysis and development of data processing software related to the production, sale, and use of machine tools and plastic injectors, manufacturing and sale of rough cast parts and machined cast parts, export and import, representation on own account or for the account of third parties, and provision of related services, as well as holding interests in other commercial or civil companies, as partner or shareholder, and the management of own and/or third-party assets. The Company's industrial facilities consist of eleven plants divided into three units located in the city of Santa Bárbara d'Oeste, in the State of São Paulo and two in Turin, Italy. The Company also holds equity interests in subsidiaries in Brazil and abroad, as described in Note 3.

2. BASIS OF PRESENTATION

The condensed consolidated interim financial statements for the nine months period ended September 30, 2010 have been prepared according to IAS 34, Interim Financial Statements. The condensed consolidated interim financial statements should be read together with the consolidated financial statements for the year ended December 31, 2009, which have been prepared according to the international financial reporting standards issued by the International Accounting Standards Board (IASB).

The accounting policies adopted for the condensed consolidated interim financial statements are consistent with the accounting policies adopted and disclosed in the consolidated financial statements for the year ended December 31, 2009, except for the adoption or issuance of new or amended IFRSs and/or IFRIC interpretations, as explained below.

(a) Adoption of new and amended IFRSs and IFRIC interpretations

The following new standards, amendments or interpretations, although, with no material impacts on the Financial Statements of the Company, are mandatory for the first time for annual reporting periods starting on or after January 1, 2010.

- IAS 32 (amendment), "Classification of Rights Issues", effective for annual periods beginning on February 1, 2010. This standard is currently not applicable to the Company;

- IFRS 3 (as revised), "Business Combinations" and IAS 27 (amendment), "Consolidated and Separate Financial Statements" and consequential amendments to IFRS 7, "Financial Instruments: Disclosures", IAS 21, "The Effects of Changes in Foreign Exchange Rates", IAS 28, "Investments in Associates", and IAS 31, "Interests in Joint Ventures", IAS 34, "Interim Financial Reporting" and IAS 39, "Financial Instruments: Recognition and Measurement", effective prospectively for business combinations for which the acquisition date is on or after the beginning of the first annual period beginning on or after July 1, 2009. The Company will apply the IFRS 3 (as revised) prospectively for business combinations for which the acquisition date is on or after January 1, 2010;

(b) New and amended IFRS and IFRIC interpretations effective for annual periods beginning on or after January 1, 2010:

- IAS 24, "Related Party Disclosures", effective for annual periods beginning on January 1, 2011;

- IFRS 1 (amendment). 'First-time Adoption', effective for annual periods beginning on January 1, 2011. This standard is currently not applicable to the Company;

- IFRS 7, ":Financial Instruments: Disclosures (amendment)" effective for annual periods beginning on July 1, 2011;

- IFRS 9, "Financial Liabilities", effective for annual periods beginning on January 1, 2013;

- IFRIC 14 (amendment) "Prepayment of a Minimum Funding Requirement" effective for annual periods beginning on January 1, 2011;

- IFRIC 19, "Extinguishing Financial Liabilities", effective for annual periods beginning on July 1, 2010.

3. CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The Company fully consolidated the financial statements of all its subsidiaries. There is control when the Company holds, directly or indirectly, most of the voting rights at the Shareholders' Meeting or has the power to determine the financial and operational policies, to obtain benefits from its activities. The condensed consolidated financial statements include the accounts of the Company and the following subsidiaries:

Subsidiary	Country	Main activity
Rominor Comércio, Empreendimentos e Participações S.A. ("Rominor")	Brazil	Ventures and equity interests in general
Romi Machine Tools, Ltd. ("Romi Machine Tools")	United States of America	Distribution of machine tools and cast and machined products in North America
Interocean Comércio Importadora e Exportadora S.A. ("Interocean")	Brazil	Trading company, not operating in the periods presented

Subsidiary	Country	Main activity
Romi A.L. S.A. (“Romi A.L.”) (anteriormente denominada Favel S.A.)	Uruguay	Sales representation for Latin America
Romi Europa GmbH (“Romi Europa”)	Germany	Technical assistance and support to dealers in Europe, Asia, Africa and Oceania
Helen Acquisition Corp. (a)	United States of America	Nonoperational holding engaged in holding equity interests in other entities.
Romi Itália S.r.l. (“Romi Itália”)	Italy	Development of projects, production and sales, technical assistance, distribution, import and export of machinery and equipment for the processing of plastic raw materials
Controladas da Romi Itália:		
Sandretto UK Ltd.	United Kingdom	Distribution of machinery for plastics, spare parts services and technical assistance.
Sandretto Industries S.A.S.	France	
Metalmecanica Plast B.V.	The Netherlands	
Italprensas Sandretto S.A.	Spain	

(a) On March 23, 2010, the Company organized the wholly-owned subsidiary Helen Acquisition Corp. to make it feasible the acquisition of ownership interests outside Brazil. The Company considers this investment an independent entity and, therefore, as required by IAS 21, the related exchange gains (losses) were recorded directly in shareholders’ equity under “Other comprehensive income”.

The balances of the balance sheets as of September 30, 2010 and December 31, 2009 and the income statements for the period ended September 30, 2010 and 2009 are summarized below. The financial information of the subsidiaries Interocean, Romi Europa, Romi Machine Tools and Romi A.L. are not presented, because of the immateriality of the balances:

	Helen Acquisiton Corp.	Romi Itália and subsidiaries		Rominor	
	09/30/10	09/30/10	12/31/09	09/30/10	12/31/09
Assets:					
Current	156,114	45,358	50,587	22,685	26,475
Noncurrent	-	14,543	15,885	6,262	6,300
Total assets	156,114	59,901	66,472	28,947	32,775
Liabilities:					
Current	95	19,424	24,764	535	3,944
Noncurrent	-	10,197	7,139	-	-
Shareholders’ equity	156,019	30,280	34,569	28,412	28,831
Total liabilities and shareholders’ equity	156,114	59,901	66,472	28,947	32,775

	Helen Acquisition Corp.	Romi Itália and subsidiaries		Rominor	
	09/30/10	09/30/10	09/30/09	09/30/10	09/30/09
Net operating revenue	-	23,172	20,790	9,263	10,518
Gross (loss) profit	-	4,969	6,062	9,211	10,464
Income (loss) from operations	287	(7,867)	(9,807)	10,486	12,085
Income (loss) before taxes	287	(7,867)	(9,807)	10,486	12,085
Net income (loss)	188	(7,905)	(9,851)	8,942	10,240
Currency translations on foreign investments	-	(25)	(143)	-	-
Net comprehensive income (loss)	188	(7,930)	(9,994)	8,942	10,240

The condensed consolidated interim consolidated for the nine months period ended September 30, 2010 and 2009 and the financial statements for the year ended December 31, 2009 of foreign subsidiaries, prepared for the same reporting period of the Company’s financial statements, have been prepared in accordance with the international financial reporting standards.

Intercompany balances and transactions have been eliminated in consolidations using the following main procedures:

a) Elimination of intercompany balances.

b) Elimination of intercompany inventory profits, when material.

c) Elimination of the Company’s investments with the subsidiaries’ capital, reserves and retained earnings balances.

d) Elimination of intercompany transactions.

e) Recording of minority interest in a separate caption in the consolidated financial statements.

4. RECONCILIATION BETWEEN IFRS AND BRGAAP

A The Company filed the individual and consolidated financial statements, prepared in conformity with Brazilian accounting practices (BRGAAP).

Below is the reconciliation between the main differences between IFRS and BRGAAP which affected shareholders’ equity as of September 30, 2010 and December 31, 2009 and net income for the period ended September 30, 2010 and 2009:

Reconciliation of shareholders´ equity - BR GAAP “versus” IFRS

	09/30/10	12/31/09
Shareholders’ equity under BR GAAP	696,699	682,875
Adjustments under IFRS:		
Amortization of intangible asset, recorded for IFRS purposes, arising from the acquisition of JAC Indústria Metalúrgica Ltda. (“JAC”)	(758)	(332)
Deferred taxes related to the amortization of intangible assets above	258	113
Other differences	(116)	(116)
Controlling interests	696,083	682,540
Non controlling interests	1,968	1,997
Shareholders’ equity under IFRS	698,051	684,537

Reconciliation of net income - BR GAAP “versus” IFRS

	09/30/10	30/09/09
Net income under BR GAAP	51,369	(4,147)
Adjustments under IFRS:		
Amortization of intangible asset, recorded for IFRS purposes, arising from the acquisition of JAC Indústria Metalúrgica Ltda. (“JAC”)	(426)	(142)
Deferred taxes related to the amortization of intangible assets above	145	16
Net income under IFRS	51,088	(4,273)

5. CASH AND CASH EQUIVALENTS

	09/30/10	12/31/09
Cash	5,691	9,219
Bank certificates of deposits (CDB) (a)	57,520	161,644
Short-term investments backed by debentures (a)	29,686	53,594
Short-term investments in foreign currency - US$ (time deposit) (b)	157,694	1,456
Other	1,604	-
Cash and cash equivalents	252,195	225,913

(a) Short-term investments are conducted with prime financial institutions to minimize credit risk; this policy was adopted by the Company for the management of these financial assets. The income from these assets is substantially linked to the CDI (interbank deposit rate) variation.

(b) The short-term investments made with foreign prime financial institutions, in US dollars, yield fixed interest ranging from 0.22% to 0.70% per year. These short-term investments are used to hedge capital against foreign currency fluctuations, in case of an acquisition transaction is performed abroad.

In the nine months period of 2010, the Company migrated its short-term investments from CDBs and debentures to time deposits with a view to increase the capital of the wholly-owned subsidiary Helen Acquisition Corp. The transfer of ownership of these short-term investments was then effected in April 2010.

6. TRADE ACCOUNTS RECEIVABLE

	09/30/10	12/31/09
Current:		
Domestic customers	63,486	57,722
Foreign customers	13,778	22,869
Allowance for doubtful accounts	(7,093)	(4,656)
Total	70,171	75,935
Noncurrent:		
Domestic customers	5,922	3,448
Foreign customers	888	1,020
Total	6,810	4,468

The Company's maximum exposure to credit risk is the balance of trade notes receivable previously mentioned.

The Company has R$ 6,487 as of September 30, 2010 (R$ 9,751 as December 31, 2009) in sale financing transactions with its customers. In these transactions the Company is jointly liable for the financing repayment. In the event of the customer's default, the Company is liable for the payment and the equipment pledged to the financial institution is transferred to the Company. The balance of trade accounts receivable is presented net of sale financing transactions.

The balance of trade accounts receivables from domestic customers as of September 30, 2010 and December 31, 2009, is as follows:

	09/30/10	12/31/09
Current	63,815	51,778
Past due:		
1 to 30 days	2,170	5,415
31 to 60 days	271	732
61 to 90 days	1,023	220
91 to 180 days	401	1,002
181 to 360 days	324	1,137
Over 360 days	1,404	886
Total past due	5,593	9,392
Total trade accounts receivables	69,408	61,170

The balance of trade accounts receivable from foreign customers as of September 30, 2010 and December 31, 2009 is as follows:

	09/30/10	12/31/09
Current	12,770	18,907
Past-due:		
1 to 30 days	412	2,217
31 to 60 days	194	1,187
61 to 90 days	293	95
91 to 180 days	96	421
181 to 360 days	186	256
Over 360 days	715	806
Total past-due	1,896	4,982
Total trade accounts receivables	14,666	23,889

The changes in the allowance for doubtful accounts are as follows:

Balance as of December 31, 2009	4,656
Receivables accrued in the year	2,463
Receivables definitively written off	(26)
Balance as of September 30, 2010	7,093

7. ONLENDING OF FINAME MANUFACTURER FINANCING

	09/30/10	12/31/09
Current assets:		
FINAME falling due	318,681	291,063
FINAME awaiting release (a)	6,242	10,835
FINAME past due (b)	35,047	40,257
	359,970	342,155
Noncurrent assets:		
FINAME falling due	457,102	412,728
FINAME awaiting release (a)	36,451	65,009
	493,553	477,737
Total	853,523	819,892

Onlending of Finame Manufacturer financing refers to sales to customers financed by funds from the National Bank for Economic and Social Development (BNDES) through a credit line named Finame Manufacturer financing (see Note 11).

FINAME Manufacturer financing refers to funds specifically linked to sales transactions, with terms of up to 60 months, option of up to 12 months grace period and the following interest: (a) between 4% and 5.8% per annum, plus long-term interest rate (TJLP); (b) 4.5% per annum, prefixed according to Circular 79, of July 10, 2009, for transactions carried out between July 27, 2009 and June 30, 2010; and (c) 5.5% per annum, prefixed, according to Circular 27, of May 27, 2010, for transactions contracted between July 1, 2010 and December 31, 2010. The financing terms established by the BNDES are based on the customer's characteristics. Funds are released by the BNDES by identifying the customer and the sale, and the fulfillment, by the customer, of the terms of Circular 195, of July 28, 2006, issued by the BNDES, through a financial agent, with the formalization of a financing agreement in the name of the Company and consent of the customer to be financed. The terms related to amounts, periods and charges of the transaction are fully reflected in the amounts to be received by the Company from the bank mediating the agreement to which the Company is the debtor. The Company has title to the financed equipment until the final settlement of the obligation by the customer.

Amounts receivable - onlending of FINAME Manufacturer financing are represented by:

(a) FINAME awaiting release: refers to FINAME Manufacturer financing transactions already fulfilling the specified terms and approved by the involved parties, including the preparation of documentation, issuance of sales invoice, and delivery of equipment to customer. The credit of the related funds to the Company's account by the agent bank was pending on the date of the financial statements, in view of the normal operating terms of the agent bank.

(b) FINAME past-due: refers to amounts receivable not settled by the customer on the due date, considering the dates of the financial statements. The Company did not record a provision for possible loss on this balance, because it has title to the machines sold (guarantee) and, therefore, believes that in the event of an execution of this guarantee, the amount would be sufficient to cover the total amount due by the customer.

As of September 30, 2010 and December 31, 2009, the balances as of "Onlending of Finame Manufacturer financing" are as follows:

	09/30/10	12/31/09
Current	324,923	301,898
Past-due:		
1 to 30 days	4,941	5,122
31 to 60 days	2,921	3,335
61 to 90 days	2,984	2,772
91 to 180 days	7,595	7,634
181 to 360 days	7,346	14,452
Over 360 days	9,260	6,942
	35,047	40,257
Total current	359,970	342,155
A vencer:		
2011 (three months)	71,194	240,889
2012	225,737	150,529
2013	147,777	77,327
2014 and thereafter	48,845	8,992
Total noncurrent	493,553	477,737

8. INVENTORIES

	09/30/10	12/31/09
Finished products	90,738	93,114
Work in process	94,310	79,444
Raw materials and components	83,714	69,542
Import in transit	3,293	1,551
Total	272,055	243,651

Inventory balance is net of the amount of de R$ 19,611 (R$ 20,441 as of 2009), of the provision for the realization of inventories of slow-moving materials and components with remote probability of being realized through sale or use.

9. PROPERTY, PLANT AND EQUIPAMENT, NET

Changes in property, plant and equipment as are follows:

Balance as of December 31, 2009	281,361
Changes in the period:	
Additions	21,112
Disposals	(1,431)
Depreciation	(16,147)
Exchange rate changes	(836)
Balance as of September 30, 2010	284,059
Gross Property, plant and equipment as of September 30, 2010	445,556
Accumulated depreciation as of September 30, 2010	(161,497)

In view of the financing agreements with the BNDES for investment in property, plant and equipment, R$ 65,215 (R$ 51,226 as of December 31, 2009) of property, plant and equipment items is pledged as collateral. These items are fully represented by machinery and equipment.

In the period ended September 30, 2010, the Company capitalized financial charges in the amount of R$ 56 (R$ 2,090 as of September 30, 2009), appropriated to “Construction in progress”.

10. LOANS AND FINANCING

Changes in financing are as follow:

	Local currency	Foreign currency	Total
Balance as of December 31, 2009 (current and noncurrent)	228,644	4,017	232,661
New loans and financing (a)	25,657	-	25,657
Payments of loans and financing	(15,281)	(1,675)	(16,956)
Interests paid	(10,369)	(460)	(10,829)
Exchange rate (principal and interest)	(185)	336	151
Financial charges	11,051	7	11,058
Balance as of September 30, 2010 (current and noncurrent)	239,517	2,225	241,742

The maturities of the financing recorded in noncurrent liabilities as of September 30, 2010 are as follows:

2011 (three months)	6,977
2012	109,203
2013	32,410
2014	24,517
2015 and thereafter	45,048
Total	218,155

(a) Refer basically to a new financing occurred on March, 2010, the Company entered into a financing agreement with the BNDES, under the BNDES Investment Support Program (BNDES PSI), related to an export contract. The financing will be paid in a single installment on December 15, 2012. The Company commits itself to exporting until the agreement settlement date, the equivalent to US$ 10,000,000, Interest on such financing is prefixed at 4.5% per annum. The financing is collateralized by a promissory note signed by the Company. If the amount exported does not reach the amount committed, the Company will be liable for a contractual fine of 10 percent of the difference between the amount exported versus the amount committed. The Company expects to fulfill the export terms and conditions set forth in the financing agreement.

The Company has certain financing agreements that set out financial ratios to be met by the financial statements annually, which, therefore, have no impact on the condensed consolidated interim financial statements.

11. FINANCING - FINAME MANUFACTURER

	09/30/10	12/31/09
Current:		
FINAME Manufacturer	297,999	284,390
Noncurrent:		
FINAME Manufacturer	441,474	405,967

The agreements related to FINAME Manufacturer financing are guaranteed by promissory notes and surety, and the main guarantor is the subsidiary Rominor. The balances are directly related to the balances of the line item “Amounts receivable - onlending of FINAME Manufacturer financing” (see note 7), considering that the financing are directly linked to sales to specific customers. Contractual terms related to amounts, charges and periods financed under the program are fully passed on to the financed customers, and monthly receipts from the line item “Amounts receivable - onlending of FINAME Manufacturer financing” are fully used for amortization of the related financing agreements. The Company, therefore, acts an agent bank for the financing, but remains as the main debtor of this transaction.

The maturities of FINAME Manufacturer financing recorded in noncurrent liabilities as of September 30, 2010 are as follows:

2011 (three months)	93,553
2012	248,516
2013	88,107
2014	11,255
2015	43
Total	441,474

12. RESERVE FOR CONTINGENCIES

The Company's and subsidiaries' management, along with the legal counsel, classified lawsuits according to the risk of an unfavorable outcome, as specified below:

	Classification of lawsuits - amounts as of September 30, 2010			Recognized reserve	
	Remote	Possible	Probable	09/30/10	12/31/09
Tax	391	4,044	23,406	23,406	18,573
Civil	1,721	1,579	327	327	312
Labor	9,419	181	2,186	2,186	2,284
Total	11,531	5,804	25,919	25,919	21,169
Current balance				1,463	846
Noncurrent balance				24,456	20,323

As of September 30, 2010, the main lawsuits, which were classified by Management as probable loss based on the opinion of legal counsel and, therefore, were included in the reserve for contingencies, are as follows:

	12/31/09	Additions	Use/reversals	Inflation adjustment	09/30/10
Tax	18,573	4,833	-	-	23,406
Civil	312	-	(13)	28	327
Labor	2,284	723	(989)	168	2,186
	21,169	5,556	(1,002)	196	25,919

In subsidiaries there are no ongoing litigations or contingency risks to be considered, according to assessment made by Management and its legal counsel.

As of September 30, 2010, the main lawsuits, which were classified by Management as probable loss based on the opinion of legal counsel and, therefore, were included in the reserve for contingencies, are as follows:

a) Tax lawsuits

Refer to reserve for PIS and COFINS (taxes on revenue) on ICMS (state VAT) on sales in the amounts of R$ 4,085 (R$ 3,223 as of December 31, 2009) and R$ 18,815 (R$ 14,844 as of December 31, 2009), repectively, and INSS (social security contribution) on services provided by cooperatives in the amount of R$ 506 (R$ 506 as of December 31, 2009). The Company is depositing in escrow PIS and COFINS on ICMS on sales, the amount recorded is R$ 22,888 (R$ 17,999 as of December 31, 2009).

b) Civil lawsuits

Refer to contractual review claims filed in courts by customers.

c) Labor lawsuits

The Company recognized a reserve for contingencies for labor lawsuits in which it is the defendant, whose main causes of action are as follows: a) overtime due to reduction in lunch break; b) 40% fine on FGTS (severance pay fund) prior to retirement; c) 40% fine on FGTS on the elimination of inflation effects of the Verão and Collor economic plans; and d) indemnities for occupational accidents and joint liability of outsourced companies.

Tax, civil and labor lawsuits assessed as possible loss involve matters similar to those above. The Company's management believes that the outcome of ongoing lawsuits classified as probable losses will not result in disbursements higher than those recognized in the reserve. The amounts involved do not qualify as legal obligations.

13. EARNINGS PER SHARE AND INTEREST ON CAPITAL

a) Changes in the number of shares

Shares issued	Common	Total
Shares as of December 31, 2008	78,557,547	78,557,547
Shares as of September 30, 2009	74,757,547	74,757,547
Shares as of December 31, 2009	74,757,547	74,757,547
Shares as of September 30, 2010	74,757,547	74,757,547

b) Earnings per share

In compliance with IAS 33, *Earnings per Share,* the following tables reconcile the net income with the amounts used to calculate the basic and diluted earnings per share:

	09/30/10	09/30/09
Net (loss) income attributable to controlling interest	50,469	(4,983)
Weighted average of shares issued (in thousands)	74,758	75,472
Basic and diluted earnings (loss) per share	0.68	(0.07)

c) Interest on capital

The Company approved the payment of interest on capital in the six months ended September 30, 2010:

		Amount - R$ mil			
Proceeds	Event - Date	Gross	Net of withholding income tax	Gross amount per share (R$)	Payment date
Interest on capital	BDM - 03/16/2010	8,970,9	7,955,5	0.12	04/20/2010
Interest on capital	BDM - 06/08/2010	8,970,9	7,955,6	0.12	07/20/2010
Interest on capital	BDM - 09/14/2010	8,970,9	7,951,7	0.12	10/18/2010
		26,912,7	23,862,8		

14. MANAGEMENT COMPENSATION

Management compensation for the period ended September 30, 2010 and 2009 are as follows:

	09/30/10	30/09/09
Fees and charges	5,173	4,951
Profit sharing	1,878	-
Private pension plan	311	691
Healthcare plan	62	47
Total	7,424	5,689

15. INCOME AND SOCIAL CONTRIBUTION TAXES

Income tax is calculated at the rate of 15% on taxable income plus a 10% surtax for income exceeding R$ 240 whereas social contribution is calculated at the rate of 9% on taxable income, except for subsidiary Rominor, whose income tax and social contribution are calculated based on the deemed income.

The table below shows a reconciliation of taxes on income before income tax and social contribution by applying the prevailing tax rates as of September 30, 2010 and 2009:

	09/30/10	30/06/09
Income (loss) before income and social contribution taxes	60,900	(6,016)
Statutory rate (income and social contribution taxes)	34%	34%
Expected income and social contribution tax charges at statutory rate	(20,706)	2,045
Reconciliation to the effective rate:		
Income and social contribution taxes:		
Interest on capital	9,150	-
Management profit sharing	(638)	-
Other (additions) deductions, net (*)	2,382	(302)
Income and social contribution tax charges - current and deferred	(9,812)	1,743

(*) This amount refers basically to the difference in the calculation of income and social contribution taxes between the actual taxable income and presumed income methods, due to the fact that the subsidiary Rominor is a taxpayer under the presumed income regime during the reported periods and due to the non-recognition of deferred income tax on the tax losses of foreign subsidiaries.

Income tax and social contribution income (expenses) was recognized using the tax rate levied on total annual profit determined based on management’s best estimate for 2010.

16. SEGMENT REPORTING

To manage its business, the Company is organized into three business units, on which the company’s segment reporting is based. The main segments are machine tools, plastic injectors and cast and machined products. Segment reporting for the period ended September 30, 2010 and 2009 are as follows:

	09/30/10				
	Machine tools	Plastic Injection machines	Cast and machined products	Eliminations between segments and other	Consolidated
Operating revenue, net	301,916	129,588	50,812	-	482,316
Cost of sales	(168,467)	(67,495)	(69,315)	-	(305,277)
Transfer remitted	14,300	-	27,610	(41,910)	-
Transfer received	(18,018)	(17,482)	(6,410)	41,910	-
Gross profit (loss)	129,731	44,611	2,697	-	177,039
Operating income (expenses):					
Selling expenses	(29,639)	(14,563)	(1,671)	-	(45,873)
General and administrative expenses	(30,411)	(17,201)	(3,292)	-	(50,904)
Research and development expenses	(12,465)	(5,325)	-	-	(17,790)
Management profit sharing and compensation	(5,026)	(1,784)	(614)	-	(7,424)
Tax expenses	(952)	(508)	(116)	-	(1,576)
Others income (expenses)	1,599	326	-	-	1,925
(Loss) income from operations before financial results	52,837	5,556	(2,996)	-	55,397
Inventories	184,078	72,152	15,825	-	272,055
Depreciation and amortization	10,585	2,289	4,525	-	17,399
Property, plant and equipment, net	164,156	14,466	105,437	-	284,059
Goodwill	-	2,017	-	-	2,017
Intangible	2,999	3,211	-	-	6,210

	Europe	North America	Latin America	Africa and Asia	Total
Net operating revenue per geographical region	23,906	13,358	444,752	300	482,316

	Third quarter period ended September 30, 2010				
	Machine tools	Plastic Injection machines	Cast and machined products	Eliminations between segments and other	Consolidated
Operating revenue, net	102,952	46,998	19,602	-	169,552
Cost of sales	(57,427)	(23,443)	(23,436)	-	(104,306)
Transfer remitted	5,212	-	7,962	(13,174)	-
Transfer received	(4,384)	(6,526)	(2,264)	13,174	-
Gross profit (loss)	46,353	17,029	1,864	-	65,246
Operating income (expenses):					
Selling expenses	(10,251)	(5,144)	(585)	-	(15,980)
General and administrative expenses	(9,651)	(5,283)	(1,211)	-	(16,145)
Research and development expenses	(4,243)	(2,127)	-	-	(6,370)
Management profit sharing and compensation	(1,793)	(743)	(252)	-	(2,788)
Tax expenses	(326)	(221)	(46)	-	(593)
Others income (expenses)	32	324	-	-	356
(Loss) income from operations before financial results	20,121	3,835	(230)	-	23,726
Depreciation and amortization	3,710	1,139	1,943	-	6,792

	Europe	North America	Latin America	Africa and Asia	Total
Net operating revenue per geographical region	8,404	4,696	156,347	105	169,552

	09/30/09				
	Machine tools	Plastic Injection machines	Cast and machined products	Eliminations between segments and other	Consolidated
Operating revenue, net	192,662	76,323	32,865	-	301,850
Cost of sales	(120,027)	(43,100)	(45,218)	-	(208,345)
Transfer remitted	9,168	-	10,585	(19,753)	-
Transfer received	(7,230)	(8,511)	(4,012)	19,753	-
Gross profit (loss)	74,573	24,712	(5,780)	-	93,505
Operating income (expenses):					
Selling expenses	(26,110)	(12,384)	(2,372)	-	(40,866)
General and administrative expenses	(25,055)	(15,477)	(2,309)	-	(42,841)
Research and development expenses	(12,494)	(4,244)	-	-	(16,738)
Management profit sharing and compensation	(3,861)	(1,474)	(354)	-	(5,689)
Tax expenses	(828)	(388)	(78)	-	(1,294)
Others income (expenses)	5,660	(170)	-	-	5,490
(Loss) income from operations before financial results	11,885	(9,425)	(10,893)	-	(8,433)
Inventories	186,722	72,860	14,399	-	273,981
Depreciation and amortization	9,993	1,766	2,893	-	14,652
Property, plant and equipment, net	157,615	15,122	108,197	-	280,934
Goodwill	-	1,496	-	-	1,496
Intangible	-	4,312	-	-	4,312

	Europe	North America	Latin America	Africa and Asia	Total
Net operating revenue per geographical region	25,959	13,885	261,704	302	301,850

	Third quarter period ended September 30, 2009				
	Machine tools	Plastic Injection machines	Cast and machined products	Eliminations between segments and other	Consolidated
Operating revenue, net	77,698	32,057	12,250	-	122,005
Cost of sales	(46,838)	(20,508)	(17,659)	-	(85,005)
Transfer remitted	3,392	-	4,611	(8,003)	-
Transfer received	(2,848)	(3,344)	(1,811)	8,003	-
Gross profit (loss)	31,404	8,205	(2,609)	-	37,000
Operating income (expenses):					
Selling expenses	(9,203)	(3,799)	(552)	-	(13,554)
General and administrative expenses	(7,054)	(5,064)	(821)	-	(12,939)
Research and development expenses	(3,622)	(1,370)	-	-	(4,992)
Management profit sharing and compensation	(960)	(873)	(148)	-	(1,981)
Tax expenses	(114)	(97)	(18)	-	(229)
Others income (expenses)	(33)	231	-	-	198
(Loss) income from operations before financial results	10,418	(2,767)	(4,148)	-	3,503
Depreciation and amortization	3,632	716	1,052	-	5,400

	Europe	North America	Latin America	Africa and Asia	Total
Net operating revenue per geographical region	8,540	3,416	110,049	-	122,005

17. FUTURE COMMITMENTS

(a) On May 1, 2007, the Company entered into an electricity supply agreement with the electric power utility Centrais Elétricas Cachoeira Dourada S.A. - CDSA, which belongs to the Endesa Group, for the period from January 1, 2008 to December 31, 2013, under the free consumer regime. The agreement is adjusted annually based on the general market price index (IGP-M) and the amounts are distributed into the following years:

Year of supply	Amount
2010 (three months)	1,940
2011	11,375
2012	11,897
2013	11,897
Total	37,109

The Company's management's opinion is that this agreement is compatible with the electric power consumption requirements for the contracted period.

(b) Under the agreement for acquisition of Sandretto Industrie S.l.r., the Company commits itself to maintaining, for at least two years from the agreement date, business activities in the production sites, at the Grugliasco and Pont Canavese units, both in Turin, in Italy, as well as the occupational levels for the same period, in a quantity not less than 250 employees ("guarantees"). In the event of non-fulfillment of these guarantees, the Company is required to pay a fine equivalent to € 1,375,000 (equivalent to R$ 3,175,000 as of September 30, 2010). Although as of July 2010 this commitment has been fulfilled, the Italian government has not yet completed the process of verification of guarantees for compliance.

18. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements were approved by the Company's Board of Directors on October 26, 2010.