



Strong increase in 3rd quarter sales: up 32.3%
in a market that remains buoyant

€ millions	2008 / 2009	2007 / 2008	% change
Q1 : 1 April – 30 June	184.3	162.6	+13.3%
Q2 : 1 July - 30 Sept.	199.4	153.9	+29.6%
Q3 : 1 Oct. – 31 Dec.	224.5	169.7	+32.3%
9 months	608.2	486.2	+25.1%

Continued strong sales growth in the 3rd quarter

In a world rail industry market that remains buoyant despite the weakness in the overall economy, Faiveley recorded a very strong increase in sales – above its preliminary forecasts – for the second consecutive quarter. Sales for the third quarter increased by 32.3% compared with the same quarter in the previous year, and by 24.3% at constant Group structure.

For the first nine months of the 2008/2009 financial year, sales of the Group totaled €608.2 million, an increase of 25.1% compared with the same period in the previous year, or 20.5% at constant Group structure and constant exchange rate.

As a result of the high level of sales, operating income, adjusted for extraordinary legal expenses associated with the litigation with Wabtec, increased more than expected.

The growth in sales also resulted in an increase in working capital requirements, which will diminish by the end of the financial year.

Growth in the order book

Notwithstanding the very high level of sales over the past two quarters, the order book continued to increase, reaching €1,072 million at the end of the quarter, an increase of 8.7% compared with 31 December 2007, or 5.0% at constant Group structure.

Completion of the capital reorganisation of Faiveley SA shareholding

On 23 December, the General Shareholders Meeting approved the reorganisation of the capital of the Faiveley SA group, which henceforth holds 100% of the shares of Faiveley Transport. This reorganisation was facilitated by a credit agreement providing €407 million and \$50 million in term loans for the acquisition of securities and the refinancing of existing bank debt, along with a revolving loan of €49 million to meet the general needs of the Group.

At the same time, the Group has actively pursued synergies in the United States, consolidating all the activities of Faiveley Transport USA (doors, air conditioning and electronics) at the Ellcon facilities which the Group acquired on 31 July 2008.

Continued favorable outlook for the 4th quarter of 2008/2009

With the rail industry continuing to perform well, fourth quarter sales should continue to increase, without however reaching the exceptional growth levels experienced in the past two quarters. Sales growth for the 2008/2009 financial year should approach 20%.

Next events:

21 April 2009 (after stock market closing): announcement of annual 2008/2009 sales

29 June 2009 (after stock market closing): announcement of annual 2008/2009 earnings

FAIVELEY, A WORLD LEADER IN THE RAILWAY INDUSTRY**About Faiveley SA**

The Faiveley Group is one of the world's leading suppliers of high-technology railway systems and services, offering a wide range of products in eight business lines: air conditioning, electro-mechanics, on-board doors, platform doors & gates, on-board electronics, braking systems, couplers and customer services.

Profiting from a booming international market, Faiveley is using its industrial and commercial power on a global level to strengthen its position with major rail builders and operators.

FAIVELEY

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