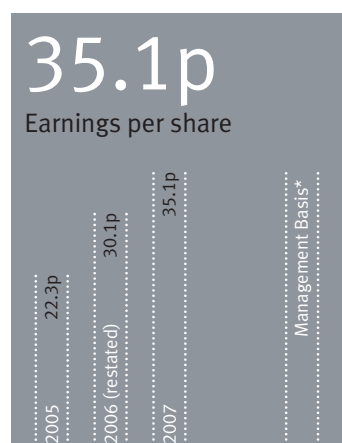
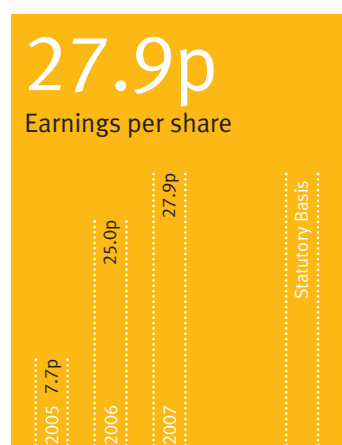
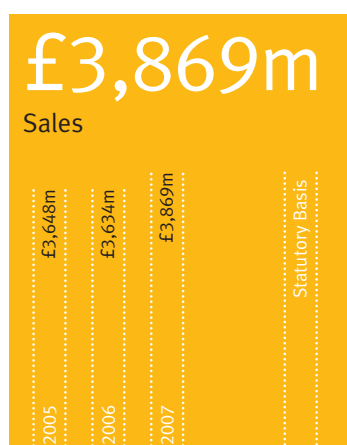


2007 Highlights

- Significant progress made against strategic objectives, another year of increased sales and substantial improvement in profits and earnings per share.
- All four major divisions deliver good revenue growth — sales in Aerospace and OffHighway up 24% and 20% respectively.
- Exceptional levels of new business secured: \$1 billion of new orders for Aerospace and 80% of available business won by GKN Driveshafts.
- Powder Metallurgy profits soften slightly — momentum to recover in 2008.
- Strategic restructuring completes to plan, improving positioning in high growth markets.
- Dividend increased by 5.5% to 13.5p reflecting the Board's continuing confidence.



* Sales include share of joint ventures. Profit excludes restructuring and impairment charges, amortisation of non-operating intangible assets arising on business combinations, profits and losses on the sale or closures of businesses and changes in the fair value of derivative financial instruments.