

INGERSOLL RAND CO

FORM 8-K

(Unscheduled Material Events)

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Address	200 CHESTNUT RIDGE RD PO BOX 8738 WOODCLIFF LAKE, New Jersey 07677
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CIK	0000050485
Industry	Auto & Truck Manufacturers
Sector	Consumer Cyclical
Fiscal Year	12/31

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15 (d) of the Securities Exchange
Act of 1934

Date of Report (Date of earliest event reported) September 30, 2001

INGERSOLL-RAND COMPANY

(Exact name of registrant as specified in its charter)

New Jersey	1-985	13-5156640
(State of incorporation)	(Commission File Number)	(I.R.S. Employer Identification No.)

Woodcliff Lake, New Jersey	07677
(Address of principal executive offices)	(Zip Code)

Registrant's telephone number, including area code (201) 573-0123
INGERSOLL-RAND COMPANY

Item 7. FINANCIAL STATEMENTS AND EXHIBITS

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The following financial statements are hereby filed as part of this report:

- 1.) Condensed consolidated income statement and balance sheet for the six months ended June 30, 2001.
- 2.) Condensed consolidated income statement and balance sheet for the three months ended March 31, 2001.
- 3.) Condensed consolidated income statements and balance sheets for the years ended December 31, 2000, 1999, 1998, 1997 and 1996.

EXHIBITS

12.) Computations of Ratios of Earnings to Fixed Charges.

INGERSOLL-RAND COMPANY

Item 7. FINANCIAL STATEMENTS AND EXHIBITS

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Effective October 1, 2000, the Company had reported the results and net assets of Dresser-Rand Company (D-R) as assets held for sale for all periods presented. The accompanying condensed consolidated financial statements adjust the previously reported amounts to report D-R on a fully consolidated basis.

**INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED INCOME STATEMENT
For the six months ended June 30, 2001**

(in millions except per share figures)

	As reported	Reclassification entry	Restated
Net sales	\$ 4,405.2	\$ 358.1	\$ 4,763.3
Cost of goods sold	3,420.5	306.6	3,727.1
Selling and administrative expenses	625.5	62.9	688.4
Restructuring charges	30.0	1.5	31.5
Operating income	329.2	(12.9)	316.3
Interest expense	(128.0)	(13.0)	(141.0)
Other income/(expense), net	1.7	3.7	5.4
Minority interests	(14.1)	-	(14.1)
Results from assets held for sale (net of tax)	(14.3)	14.3	-
Earnings before income taxes	174.5	(7.9)	166.6
Provision for income taxes	62.3	(7.9)	54.4
Net earnings	\$ 112.2	\$ -	\$ 112.2
Basic earnings per share	\$ 0.69	\$ -	\$ 0.69
Diluted earnings per share	\$ 0.69	\$ -	\$ 0.69

INGERSOLL-RAND COMPANY CONDENSED CONSOLIDATED BALANCE SHEET

June 30, 2001
(in millions)

	As reported	Reclassification entry	Restated
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 57.6	\$ 68.4	\$ 126.0
Marketable securities	5.9	6.3	12.2
Accounts and notes receivable	1,357.3	191.9	1,549.2
Inventories	1,106.8	237.5	1,344.3
Prepaid expenses and deferred taxes	159.4	76.7	236.1
Assets held for sale	586.7	(586.7)	-
Total current assets	3,273.7	(5.9)	3,267.8
Investments in and advances with partially-owned equity companies	159.6	6.9	166.5
Net property, plant and equipment	1,473.1	121.0	1,594.1
Intangible assets, net	5,158.7	265.9	5,424.6
Deferred income taxes	117.4	45.2	162.6
Other assets	337.1	31.9	369.0
	\$10,519.6	\$ 465.0	\$10,984.6
LIABILITIES AND EQUITY			
Current liabilities:			
Accounts payable and accruals	\$ 1,568.5	\$ 346.3	\$ 1,914.8
Loans payable	938.8	4.1	942.9
Income taxes	31.6	(2.7)	28.9
Total current liabilities	2,538.9	347.7	2,886.6
Long-term debt	2,992.1	0.4	2,992.5
Postemployment and other benefit liabilities	819.8	130.5	950.3
Minority interests	111.8	1.9	113.7
Other liabilities	199.7	0.8	200.5
	6,662.3	481.3	7,143.6
Shareholders' equity:			
Common stock	360.5	-	360.5
Other shareholders' equity	3,811.6	-	3,811.6
Accumulated other comprehensive income	(314.8)	(16.3)	(331.1)
Shareholders' equity	3,857.3	(16.3)	3,841.0
	\$10,519.6	\$ 465.0	\$10,984.6

INGERSOLL-RAND COMPANY CONDENSED CONSOLIDATED INCOME STATEMENT

For the three months ended March 31, 2001
(in millions except share amounts)

Reclassification

	As reported	entry	Restated
Net sales	\$ 2,119.6	\$ 178.8	\$ 2,298.4
Cost of goods sold	1,637.7	153.2	1,790.9
Selling and administrative expenses	306.4	31.4	337.8
Restructuring charges	21.7	1.6	23.3
Operating income	153.8	(7.4)	146.4
Interest expense	(65.9)	(6.5)	(72.4)
Other income/(expense)	6.3	1.3	7.6
Minority interests	(8.5)	-	(8.5)
Results from assets held for sale (net of tax)	(8.2)	8.2	-
Earnings before income taxes	77.5	(4.4)	73.1
Provision for income taxes	28.2	(4.4)	23.8
Net earnings	\$ 49.3	\$ -	\$ 49.3
Basic earnings per share	\$ 0.31	\$ -	\$ 0.31
Diluted earnings per share	\$ 0.31	\$ -	\$ 0.31

INGERSOLL-RAND COMPANY CONDENSED CONSOLIDATED BALANCE SHEET

March 31, 2001
(in millions)

	As reported	Reclassification entry	Restated
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 76.2	\$ 42.4	\$ 118.6
Marketable securities	4.6	2.9	7.5
Accounts and notes receivable	1,326.7	175.7	1,502.4
Inventories	1,106.5	245.3	1,351.8
Prepaid expenses and deferred taxes	151.8	73.7	225.5
Assets held for sale	571.9	(571.9)	-
Total current assets	3,237.7	(31.9)	3,205.8
Investments in and advances with partially-owned equity companies	167.9	7.1	175.0
Net property, plant and equipment	1,504.4	122.0	1,626.4
Intangible assets, net	5,054.2	268.1	5,322.3
Deferred income taxes	103.0	45.4	148.4
Other assets	345.5	32.0	377.5
	\$10,412.7	\$ 442.7	\$10,855.4
LIABILITIES AND EQUITY			
Current liabilities:			
Accounts payable and accruals	\$ 1,525.6	\$ 316.5	\$ 1,842.1
Loans payable	1,681.4	3.9	1,685.3
Income taxes	118.0	1.2	119.2
Total current liabilities	3,325.0	321.6	3,646.6
Long-term debt	2,140.3	0.3	2,140.6
Postemployment and other benefit liabilities	818.0	131.5	949.5
Minority interests	111.6	2.3	113.9
Other liabilities	185.0	0.1	185.1
	6,579.9	455.8	7,035.7
Company obligated mandatorily redeemable preferred securities of subsidiary trust holding solely debentures of the Company	402.5	-	402.5
Shareholders' equity:			
Common stock	343.5	-	343.5
Other shareholders' equity	3,385.4	-	3,385.4
Accumulated other comprehensive income	(298.6)	(13.1)	(311.7)
Shareholders' equity	3,430.3	(13.1)	3,417.2
	\$10,412.7	\$ 442.7	\$10,855.4

INGERSOLL-RAND COMPANY CONDENSED CONSOLIDATED INCOME STATEMENT For the year ended December 31, 2000 (in millions except share amounts)

	As reported	Reclassification entry	Restated
Net sales	\$ 8,798.2	\$ 823.4	\$ 9,621.6
Cost of goods sold	6,461.0	696.2	7,157.2
Selling and administrative expenses	1,146.7	111.6	1,258.3
Restructuring charges	76.2	11.0	87.2
Operating income	1,114.3	4.6	1,118.9
Interest expense	(253.7)	(31.1)	(284.8)
Other income/(expense), net	(15.3)	59.0	43.7
Dresser Rand income (7.9)	-	(7.9)	(7.9)
Minority interests	(39.3)	-	(39.3)
Results from assets held for sale (net of tax)	23.3	(23.3)	-
Earnings before income taxes	829.3	1.3	830.6
Provision for income taxes	283.1	1.3	284.4
Earnings from continuing operations	546.2	-	546.2
Discontinued operations (net of tax)	123.2	-	123.2
Net earnings	\$ 669.4	\$ -	\$ 669.4
Basic earnings per share			
-Continuing operations	\$ 3.39	\$ -	\$ 3.39
-Discontinued operations	0.76	-	0.76
	\$ 4.15	\$ -	\$ 4.15
Diluted earnings per share			
-Continuing operations	\$ 3.36	\$ -	\$ 3.36
-Discontinued operations	0.76	-	0.76
	\$ 4.12	\$ -	\$ 4.12

INGERSOLL-RAND COMPANY CONDENSED CONSOLIDATED BALANCE SHEET

December 31, 2000
(in millions)

	As reported	Reclassification entry	Restated
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 74.4	\$ 22.6	\$ 97.0
Marketable securities	125.6	4.8	130.4
Accounts and notes receivable	1,323.5	239.3	1,562.8
Inventories	1,022.9	219.4	1,242.3
Prepaid expenses and deferred taxes	164.0	71.5	235.5
Assets held for sale	612.4	(612.4)	-
Total current assets	3,322.8	(54.8)	3,268.0
Investments in and advances with partially-owned equity companies	167.6	7.1	174.7
Net property, plant and equipment	1,528.0	125.4	1,653.4
Intangible assets	5,105.3	266.9	5,372.2
Deferred income taxes	114.1	38.8	152.9
Other assets	290.7	32.5	323.2
	\$10,528.5	\$ 415.9	\$10,944.4
LIABILITIES AND EQUITY			
Current liabilities:			
Accounts payable and accruals	\$ 1,698.7	\$ 283.3	\$ 1,982.0
Loans payable	2,121.8	4.3	2,126.1
Income taxes	146.1	6.1	152.2
Total current liabilities	3,966.6	293.7	4,260.3
Long-term debt	1,540.1	0.3	1,540.4
Postemployment and other benefit liabilities	824.8	133.0	957.8
Minority interests	110.5	2.9	113.4
Other liabilities	188.8	-	188.8
	6,630.8	429.9	7,060.7
Company obligated mandatorily redeemable preferred securities of subsidiary trust holding solely debentures of the Company	402.5	-	402.5
Shareholders' equity:			
Common stock	343.1	-	343.1
Other shareholders' equity	3,398.7	-	3,398.7
Accumulated other comprehensive income	(246.6)	(14.0)	(260.6)
Shareholders' equity	3,495.2	(14.0)	3,481.2

\$10,528.5 \$ 415.9 \$10,944.4

INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED INCOME STATEMENT

For the year ended December 31, 1999
(in millions except per share amounts)

	As reported	Reclassification entry	Restated
Net sales	\$ 7,842.6	\$ -	\$ 7,842.6
Cost of goods sold	5,690.9	-	5,690.9
Selling and administrative expenses	1,052.4	-	1,052.4
Operating income	1,099.3	-	1,099.3
Interest expense	(203.1)	-	(203.1)
Other income/(expense), net	(22.3)	-	(22.3)
Dresser-Rand income	-	25.4	25.4
Minority interests	(29.1)	-	(29.1)
Results from assets held for sale (net of tax)	18.2	(18.2)	-
Earnings before income taxes	863.0	7.2	870.2
Provision for income taxes	299.9	7.2	307.1
Earnings from continuing operations	563.1	-	563.1
Discontinued operations (net of tax)	28.0	-	28.0
Net earnings	\$ 591.1	\$ -	\$ 591.1
Basic earnings per share			
-Continuing operations	\$ 3.44	\$ -	\$ 3.44
-Discontinued operations	0.17	-	0.17
	\$ 3.61	\$ -	\$ 3.61
Diluted earnings per share			
-Continuing operations	\$ 3.40	\$ -	\$ 3.40
-Discontinued operations	0.17	-	0.17
	\$ 3.57	\$ -	\$ 3.57

INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED BALANCE SHEET

For the year ended December 31, 1999
(in millions)

	As reported	Reclassification entry	Restated
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 222.9	\$ -	\$ 222.9
Marketable securities	0.5	-	0.5
Accounts and notes receivable	988.5	-	988.5
Inventories	742.1	-	742.1
Prepaid expenses	60.7	-	60.7
Deferred income taxes	53.9	51.6	105.5
Assets held for sale	799.7	(216.9)	582.8
Total current assets	2,868.3	(165.3)	2,703.0
Investments in and advances with partially-owned equity companies	198.2	134.0	332.2
Net property, plant and equipment	1,240.2	-	1,240.2
Intangible assets	3,726.3	-	3,726.3
Deferred income taxes	158.0	21.5	179.5
Other assets	209.2	-	209.2
	\$ 8,400.2	\$ (9.8)	\$ 8,390.4
LIABILITIES AND EQUITY			
Current liabilities:			
Accounts payable and accruals	\$ 1,224.4	\$ -	\$ 1,224.4
Loans payable	495.5	-	495.5
Income taxes	19.0	-	19.0
Total current liabilities	1,738.9	-	1,738.9
Long-term debt	2,113.3	-	2,113.3
Postemployment and other benefit liabilities	805.0	-	805.0
Minority interests	95.7	-	95.7
Other liabilities	161.8	-	161.8

Company obligated mandatorily redeemable preferred securities of subsidiary trust holding solely debentures of the Company	4,914.7	-	4,914.7
	402.5	-	402.5
Shareholders' equity:			
Common stock	342.3	-	342.3
Other shareholders' equity	2,917.7	-	2,917.7
Accumulated other comprehensive income	(177.0)	(9.8)	(186.8)
Shareholders' equity	3,083.0	(9.8)	3,073.2
	\$ 8,400.2	\$ (9.8)	\$ 8,390.4

INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED INCOME STATEMENT
For the year ended December 31, 1998
(in millions except per share amounts)

	As reported	Reclassification entry	Restated
Net sales	\$ 7,540.2	\$ -	\$ 7,540.2
Cost of goods sold	5,543.3	-	5,543.3
Selling and administrative expenses	1,027.8	-	1,027.8
Operating income	969.1	-	969.1
Interest expense	(224.1)	-	(224.1)
Other income/(expense), net	(15.3)	-	(15.3)
Dresser-Rand income	-	33.0	33.0
Minority interests	(23.5)	-	(23.5)
Results from assets held for sale (net of tax)	26.1	(26.1)	-
Earnings before income taxes	732.3	6.9	739.2
Provision for income taxes	250.7	6.9	257.6
Earnings from continuing operations	481.6	-	481.6
Discontinued operations (net of tax)	27.5	-	27.5
Net earnings	\$ 509.1	\$ -	509.1
Basic earnings per share			
-Continuing operations	\$ 2.94	\$ -	\$ 2.94
-Discontinued operations	0.17	-	0.17
	\$ 3.11	\$ -	\$ 3.11
Diluted earnings per share			
-Continuing operations	\$ 2.91	\$ -	\$ 2.91
-Discontinued operations	0.17	-	0.17
	\$ 3.08	\$ -	\$ 3.08

INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED BALANCE SHEET

December 31, 1998
(in millions)

	As reported	Reclassification entry	Restated
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 43.5	\$ -	\$ 43.5
Marketable securities	2.0	-	2.0
Accounts and notes receivable	963.7	-	963.7
Inventories	824.8	-	824.8
Prepaid expenses and deferred taxes	124.5	51.6	176.1
Assets held for sale	400.1	(229.2)	170.9
Total current assets	2,358.6	(177.6)	2,181.0
Investments in and advances with partially-owned equity companies	183.6	148.5	332.1
Net property, plant and equipment	1,236.7	-	1,236.7
Intangible assets	3,765.8	-	3,765.8
Deferred income taxes	206.0	20.8	226.8
Other assets	175.7	-	175.7
	\$ 7,926.4	\$ (8.3)	\$7,918.1
LIABILITIES AND EQUITY			
Current liabilities:			
Accounts payable and accruals	\$ 1,284.4	\$ -	\$ 1,284.4
Loans payable	318.0	-	318.0

Income taxes	18.8	-	18.8
Total current liabilities	1,621.2	-	1,621.2
Long-term debt	2,166.0	-	2,166.0
Postemployment and other benefit liabilities	820.5	-	820.5
Minority interests	33.6	-	33.6
Other liabilities	152.5	-	152.5
	4,793.8	-	4,793.8
Company obligated mandatorily redeemable preferred securities of subsidiary trust holding solely debentures of the Company	402.5	-	402.5
Shareholders' equity:			
Common stock	337.8	-	337.8
Other shareholders' equity	2,522.8	-	2,522.8
Accumulated other comprehensive income	(130.5)	(8.3)	(138.8)
Shareholders' equity	2,730.1	(8.3)	2,721.8
	\$ 7,926.4	\$ (8.3)	\$ 7,918.1

INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED INCOME STATEMENT

For the year ended December 31, 1997

(in millions except per share amounts)

	As reported	Reclassification entry	Restated
Net sales	\$ 6,374.2	\$ -	\$ 6,374.2
Cost of goods sold	4,748.1	-	4,748.1
Selling and administrative expenses	902.6	-	902.6
Operating income	723.5	-	723.5
Interest expense	(135.2)	-	(135.2)
Other income/(expense), net	(6.3)	-	(6.3)
Dresser-Rand income	-	9.4	9.4
Minority interests	(3.6)	-	(3.6)
Results from assets held for sale (net of tax)	9.0	(9.0)	-
Earnings before income taxes	587.4	0.4	587.8
Provision for income taxes	219.8	0.4	220.2
Earnings from continuing operations	367.6	-	367.6
Discontinued operations (net of tax)	12.9	-	12.9
Net earnings	\$ 380.5	\$ -	\$ 380.5
Basic earnings per share			
-Continuing operations	\$ 2.25	\$ -	\$ 2.25
-Discontinued operations	0.08	-	0.08
	\$ 2.33	\$ -	\$ 2.33
Diluted earnings per share			
-Continuing operations	\$ 2.23	\$ -	\$ 2.23
-Discontinued operations	0.08	-	0.08
	\$ 2.31	\$ -	\$ 2.31

INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED BALANCE SHEET

December 31, 1997
(in millions)

	As reported	Reclassification entry	Restated
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 66.5	\$ -	\$ 66.5
Marketable securities	3.8	-	3.8
Accounts and notes receivable	1,080.7	-	1,080.7
Inventories	740.5	-	740.5
Prepaid expenses and deferred taxes	170.4	48.8	219.2
Assets held for sale	389.1	(192.6)	196.5
Total current assets	2,451.0	(143.8)	2,307.2
Investments in and advances with partially-owned equity companies	199.7	114.7	314.4
Net property, plant and equipment	1,173.7	-	1,173.7

Intangible assets, net	3,822.4	-	3,822.4
Deferred income taxes	179.7	22.0	201.7
Other assets	207.3	-	207.3
	\$ 8,033.8	\$ (7.1)	\$ 8,026.7
LIABILITIES AND EQUITY			
Current liabilities:			
Accounts payable and accruals	\$ 1,175.3	\$ -	\$ 1,175.3
Loans payable	923.8	-	923.8
Income taxes	10.2	-	10.2
Total current liabilities	2,109.3	-	2,109.3
Long-term debt	2,528.0	-	2,528.0
Postemployment and other benefit liabilities	862.1	-	862.1
Minority interests	23.5	-	23.5
Other liabilities	146.1	-	146.1
	5,669.0	-	5,669.0
Shareholders' equity:			
Common stock	334.8		334.8
Other shareholders' equity	2,163.0		2,163.0
Accumulated other comprehensive income	(133.0)	(7.1)	(140.1)
Shareholders' equity	2,364.8	(7.1)	2,357.7
	\$ 8,033.8	\$ (7.1)	\$ 8,026.7

INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED INCOME STATEMENT
For the year ended December 31, 1996
(in millions except per share amounts)

	As reported	Reclassification entry	Restated
Net sales	\$ 5,973.5	\$ -	\$ 5,973.5
Cost of goods sold	4,509.3	-	4,509.3
Selling and administrative expenses	824.4	-	824.4
Operating income	639.8	-	639.8
Interest expense	(118.3)	-	(118.3)
Other income/(expense), net	(4.5)	-	(4.5)
Dresser-Rand income	-	23.0	23.0
Minority interests	(1.5)	-	(1.5)
Results from assets held for sale (net of tax)	17.5	(17.5)	-
Earnings before income taxes	533.0	5.5	538.5
Provision for income taxes	190.7	5.5	196.2
Earnings from continuing operations	342.3	-	342.3
Discontinued operations (net of tax)	15.7	-	15.7
Net earnings	\$ 358.0	\$ -	\$ 358.0
Basic earnings per share			
-Continuing operations	\$ 2.12	\$ -	\$ 2.12
-Discontinued operations	0.10	-	0.10
	\$ 2.22	\$ -	\$ 2.22
Diluted earnings per share			
-Continuing operations	\$ 2.11	\$ -	\$ 2.11
-Discontinued operations	0.10	-	0.10
	\$ 2.21	\$ -	\$ 2.21

INGERSOLL-RAND COMPANY
CONDENSED CONSOLIDATED BALANCE SHEET

December 31, 1996
(in millions)

	As reported	Reclassification entry	Restated
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 145.1	\$ -	\$ 145.1
Marketable securities	4.4	-	4.4
Accounts and notes receivable	877.3	-	877.3
Inventories	660.2	-	660.2
Prepaid expenses and deferred taxes	162.7	46.0	208.7
Assets held for sale	634.2	(218.6)	415.6
Total current assets	2,483.9	(172.6)	2,311.3

Investments in and advances with partially-owned equity companies	210.2	152.6	362.8
Net property, plant and equipment	1,027.1	-	1,027.1
Intangible assets, net	1,169.3	-	1,169.3
Deferred income taxes	127.0	23.4	150.4
Other assets	214.7	-	214.7
	\$ 5,232.2	\$ 3.4	\$ 5,235.6
LIABILITIES AND EQUITY			
Current liabilities:			
Accounts payable and accruals	\$ 920.4	\$ -	\$ 920.4
Loans payable	160.7	-	160.7
Income taxes	4.7	-	4.7
Total current liabilities	1,085.8	-	1,085.8
Long-term debt	1,163.8	-	1,163.8
Postemployment and other benefit liabilities	738.5	-	738.5
Minority interests	14.5	-	14.5
Other liabilities	134.1	-	134.1
	3,136.7	-	3,136.7
Shareholders' equity:			
Common stock	220.6	-	220.6
Other shareholders' equity	1,946.0	-	1,946.0
Accumulated other comprehensive income	(71.1)	3.4	(67.7)
Shareholders' equity	2,095.5	3.4	2,098.9
	\$ 5,232.2	\$ 3.4	\$ 5,235.6

INGERSOLL-RAND COMPANY

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

INGERSOLL-RAND COMPANY
(Registrant)

Date October 12, 2001

*/S/ Steven R. Shawley
Steven R. Shawley
Vice President and Controller
(Principal Accounting Officer)*

INGERSOLL-RAND COMPANY
COMPUTATIONS OF RATIOS OF EARNINGS TO FIXED CHARGES
(Dollar Amounts in Millions)

	Six Months		Years Ended December 31,			
	Ended June 30		1999	1998	1997	1996
Fixed charges:	2001	2000				
Interest expense.....	\$ 141.6	\$ 286.6	\$ 204.5	\$ 225.9	\$ 137.5	\$ 120.9
Amortization of debt discount and expense..	3.2	6.1	6.7	7.0	2.0	1.5
Rentals (one-third of rentals).....	16.7	28.2	23.9	23.8	23.3	20.3
Capitalized interest.....	2.2	4.4	4.0	4.0	3.2	4.6
Equity-linked security charges.....	8.6	25.6	25.6	19.7	0.0	0.0
Total fixed charges.....	\$ 172.3	\$ 350.9	\$ 264.7	\$ 280.4	\$ 166.0	\$ 147.3
Net earnings from continuing operations	\$ 112.2	\$ 546.2	\$ 563.1	\$ 481.6	\$ 367.6	\$ 342.3
Add: Minority income of majority-owned subsidiaries.....	14.1	39.3	29.1	23.5	3.6	1.5
Taxes on income from continuing operations.....	54.4	284.4	307.1	257.6	220.2	196.2
Fixed charges.....	172.3	350.9	264.7	280.4	166.0	147.3
Less: Capitalized interest.....	2.2	4.4	4.0	4.0	3.2	4.6
Undistributed earnings (losses) from less than 50% owned affiliates.....	1.0	9.2	27.1	33.8	16.6	(23.6)
Earnings available for fixed charges.....	\$ 349.8	\$ 1,207.2	\$ 1,132.9	\$ 1,005.3	\$ 737.6	\$ 706.3
Ratio of earnings to fixed charges.....	2.03	3.44	4.28	3.59	4.44	4.79
Undistributed earnings (losses) from less than 50% owned affiliates:						
Equity in earnings (losses).....	\$ 1.9	\$ 11.7	\$ 29.3	\$ 37.0	\$ 18.7	\$ 35.2
Less: Amounts distributed.....	0.9	2.5	2.2	3.2	2.1	58.8
Undistributed earnings (losses) from less-than 50% owned affiliates.....	\$ 1.0	\$ 9.2	\$ 27.1	\$ 33.8	\$ 16.6	\$ (23.6)

Amounts have been restated to reflect the reclassification within the financial statements for the accounting for the Company's investment in Dresser-Rand Company.

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