



Caxias do Sul, RS, August 6, 2008. Randon S.A – Implementos e Participações (Bovespa RAPT3 and RAPT4), the controlling holding of eight companies operating within the segments of road equipment (trailers/ semi-trailers), railroad (wagons) and specialty vehicles, as well as auto parts, automotive systems and services, discloses its results for the second quarter of 2008 (2T08) and first-half period of 2008 (1H08) ended as of June 30, 2008. The Company's financial and operating information, except when otherwise indicated, are consolidated and the monetary values are expressed in Reais.

2Q08/1H08

Conference Calls

PORTUGUESE -----
 07 AGO, THUR, 10h00 Brasília
 +55 (11) 2188-0188
 Code: RANDON
 ENGLISH -----
 07 AGO 08, THUR, 11:00 AM Brasília
 10: 00 AM US EST
 +1 (973) 935-8893
 Code: 56411117

RANDON DISCLOSES THE 2008 SECOND QUARTER AND FIRST HALF RESULTS.

- **Total Gross Revenue**, before consolidation, is **R\$ 2.12 billion**, an increase of 25.0% over the 1H07 results;
- **Consolidated Net Revenue** reached **R\$ 1.45 billion**, an increase of 22.2% as compared to 1H07;
- **EBITDA** was **R\$ 243.2**, a rise of 29.3% as compared to 1H07;
- **R\$ 121.6 million** of **consolidated net profit** in 1H08, with a **Net Margin** of 8.4%;

HIGHLIGHTS

The main highlights of the quarter were:

- The Total Gross Revenue, without elimination of inter-company sales, reached R\$ 1.11 billion, 23.3% higher than 2Q07 and 10.4% higher than that reached in the prior quarter;
- The Consolidated Net Revenue was R\$ 752.4 million, 18.2% higher than 2Q07 and 7.5% higher as compared to the last quarter;
- The EBITDA for the quarter increased 18.6% as compared to 2Q07, reaching R\$ 121.5 million;
- The consolidated sales for the foreign market reached US\$ 76 million, representing a growth rate of 40.1% as compared to 2Q07;
- The Consolidated Net Profit was R\$ 67.6 million, 42.6% higher than 2Q07.

OVERVIEW

The year 2008 has delivered so far an unprecedented excellent performance in our business, beating even the most optimistic estimates, despite adversities we faced and which were already present, such as a growing inflationary pressure in the sector. The results we achieved so far, however, demonstrated the strength of our management model. The experience we have gained in tougher times associated with a booming market we are having right now have helped us to achieve these positive results.

During 1H08, we focused on boosting international competitiveness. We announced in the second quarter a new plant for friction material in China and the acquisition of assets in the United States, enabling us to gain an important foothold in our segment in that country. Furthermore, three of our companies received important awards in quality and competitiveness from PGQP-RS (Quality and Productivity Program of the State of Rio Grande do Sul), signaling that new times have come.

The market signals that the second half of the year will be very promising and challenging at the same time: long-waiting lists for trailers/ semi-trailers and trucks caused by an increase in our order intake, and the outlook of record crops as indicated by Conab (National Supply Company). The challenges are the growing inflationary pressure in the supply chain as a result of prices of commodities, oil and power, inflation increase, and the momentary reversion in interest trends in consumer credit.

Considering that we still have months to go before the end of the year, our agenda for the next periods is rather intense: commencement of operations in the new E-coat painting line at Randon Implementos and at Castertech – our captive foundry unit - completion of the Proving Ground construction works, etc...ultimately, new events that will allow us to continue to advance within our vocation of delivering the best results.

MAIN FIGURES

	2Q08	2Q07	Δ%	1H08	1H07	Δ%
Total Gross Revenue (*)	1,111,024	901,061	23.3%	2,117,269	1,694,281	25.0%
Domestic market	984,992	793,978	24.1%	1,883,363	1,488,516	26.5%
Foreign market	126,032	107,083	17.7%	233,906	205,765	13.7%
Foreign market in US\$	75,974	54,238	40.1%	138,456	101,077	37.0%
Consolidated Net Revenue	752,382	636,536	18.2%	1,452,534	1,188,444	22.2%
Consolidated Gross Profit	206,423	172,443	19.7%	394,386	318,848	23.7%
Gross Margin (%)	27.4%	27.1%	1.1%	27.2%	26.8%	1.5%
Consolidated Net Profit	67,599	47,411	42.6%	121,592	83,405	45.8%
Net Margin (%)	9.0%	7.5%	20.8%	8.4%	7.0%	19.7%
Consolidated EBITDA	121,463	102,378	18.6%	243,214	188,098	29.3%
EBITDA Margin (%)	16.1%	16.1%	0.4%	16.7%	15.8%	5.8%

(*) Without elimination of inter-company sales.

Values in thousands of Reals

Randon S.A.- Implementos e Participações reached a consolidated net profit of R\$ 67.6 million, 42.6% up from the same period in 2007. In the January-June period, the net profit was R\$ 121.6 million, a rise of 45.8% as compared with the same period in 2007, which was R\$ 83.4 million. The consolidated net revenue reached R\$ 752.4 million in the quarter and R\$ 1.45 billion in the first half of the year, 18.2% and 22.2% higher as compared with the same period in 2007, respectively. The total gross revenue, including inter-company sales, amounted to R\$ 1.11 billion in this second quarter, an increase of 23.3% as compared to the prior-year period. The accumulated total gross revenue was R\$ 2.12 billion in the first half versus R\$ 1.69 billion in the comparable period of 2007. Despite some important increases in raw-material, mainly in steels and its derivatives, the consolidated EBITDA grew positively, reaching in the second quarter R\$ 121.5 million and a margin of 16.1%, ending the quarter at R\$ 243.2 million and 16.7% in EBITDA margin.

SOLD VOLUME

Physical volumes kept pace with the ascending demand curve and with the continuous growth in all product lines.

	2Q08	2Q07	Δ%	1H08	1H07	Δ%
Trailers/semi-trailers (Caxias + SP)	6,446	5,228	23.3%	11,728	9,807	19.6%
Trailers/semi-trailers manufactured in Argentina	325	261	24.5%	633	496	27.6%
Specialty vehicles Brakes (S-Cam/Z-Came/Quadraulic)	139	99	40.4%	256	191	34.0%
Fras-le friction materials (Ton.)	218,271	170,316	28.2%	409,471	323,364	26.6%
Landing gears	15,018	14,334	4.8%	28,649	27,827	3.0%
Fifth-wheels (Total)	11,028	8,606	28.1%	20,575	15,852	29.8%
Hubs / Drums	14,458	11,894	21.6%	27,681	21,218	30.5%
Suspensions	64,528	50,703	27.0%	123,525	97,177	27.1%
Rail cars	22,277	16,518	34.9%	42,824	31,677	35.2%
	36	-	-	80	-	-

OPERATING PERFORMANCE

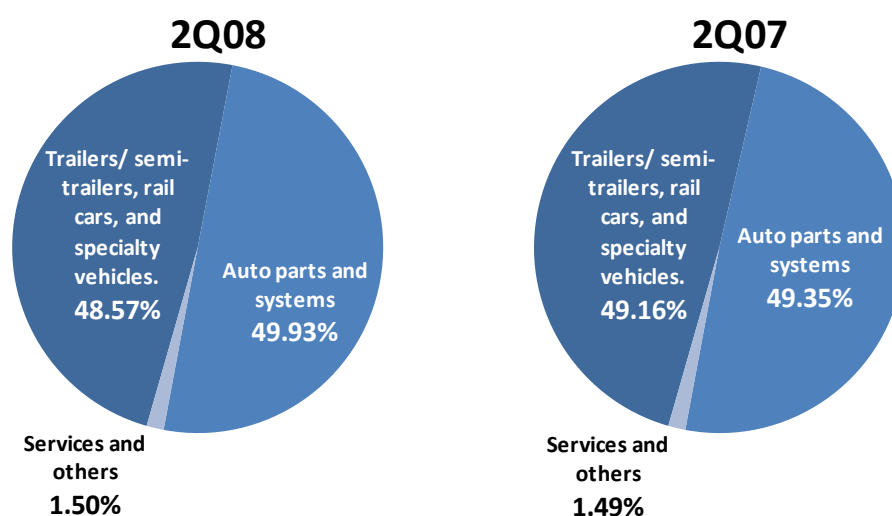
Total Gross Revenue

Total gross revenue with taxes and before consolidation reached R\$ 1.11 billion in the second quarter of 2008, an increase of 23.3% compared with the same period last year. In the January-June period, the gross revenue totaled R\$ 2.12 billion, a growth rate of 25.0% compared with the prior-year period.

Consolidated Net Revenue

In the second quarter of 2008, the consolidated net revenue ended at R\$ 752.4 million, 18.2% up from the same quarter in 2007 (R\$ 636.5 million), reaching R\$ 1.45 billion in the first half of 2008 (R\$ 1.19 billion in the same period in 2007). As it can be noticed in the evolution table of physical units, growth was achieved in all segments, reflecting the good performance in our market segments.

CONSOLIDATED NET REVENUE BY SEGMENT



CONSOLIDATED NET REVENUE BY COMPANY

Inter-company sales accounted for 13.0% of the total revenue in the second quarter of 2008 (9.9% in the same quarter in 2007). This growth rate is directly connected to a high demand in the entire production chain of the company and its affiliates. See table below:

	2Q08				2Q07	
	NET REVENUE	INTER-COMPANY SALES	CONSOLIDATED NET REVENUE	% OVER REVENUE	CONSOLIDATED NET REVENUE	% OVER REVENUE
Randon S.A. Impl. e Participações (Parent Company)	345,428	29,123	316,305	42.0%	279,222	43.9%
Randon Impl. p/ o Transporte Ltda.	8,376	5,143	3,233	0.4%	-	-
Master Sist. Automotivos Ltda.	92,521	17,927	74,594	9.9%	59,306	9.3%
Randon Veículos Ltda.	31,050	-	31,050	4.1%	22,576	3.5%
Fras-Le S.A. (Consolidated)	109,651	5,227	104,424	13.9%	109,042	17.1%
Jost Brasil Sistemas Automotivos Ltda.	50,552	10,940	39,612	5.3%	30,768	4.8%
Suspensys Sistemas Automotivos Ltda.	200,653	43,653	157,000	20.9%	115,005	18.1%
Randon Administradora de Consórcios Ltda.	11,288	-	11,288	1.5%	9,466	1.5%
Randon Argentina S.A.	14,876	-	14,876	2.0%	11,151	1.8%
Randon Middle East	162	162	-	-	-	-
Randon Automotive Pty Ltd.	606	606	-	-	-	-
TOTAL	865,163	112,781	752,382	100.0%	636,536	100.0%

Values in thousands of Reais

Trailers/ Semi-Trailers/ Rail Cars and Specialty Vehicles

11,728 units of semi-trailers were sold in 1H08, 19.6% higher than the comparable period last year. It is the largest sales volume ever reached by Randon in one half-period. We also completed the delivery of 80 units of rail cars to ALL, 36 of which in this quarter alone.

Auto Parts and Systems

The strong growth in the production of semi-trailers, trucks and buses was perceived by our auto parts companies. The production pace continues intense and the delivery schedule for the next months foresees increases in production and challenges to meet the demand.

EXPORTS

The consolidated sales in the second quarter totaled US\$ 76.0 million, an increase of 40.1% over the comparable period in 2007. In the six-month period, this value reached US\$ 138.5 million (US\$ 101.1 million in the 2007 six-month period), representing a growth rate of 37.0% over the same period in 2007.

	2Q08	2Q07	Δ%	1H08	1H07	Δ%
Randon S/A Impl. e Partic.	33,573	22,093	52.0%	62,340	39,406	58.2%
Master	8,019	5,152	55.6%	13,721	9,757	40.6%
Randon Veículos	1,498	590	153.9%	2,054	1,246	64.8%
Jost	3,292	2,019	63.1%	5,402	3,081	75.3%
Fras-le	23,140	19,575	18.2%	41,998	38,109	10.2%
Suspensys	6,452	4,809	34.2%	12,941	9,478	36.5%
TOTAL	75,974	54,238	40.1%	138,456	101,077	37.0%

Values in thousands of US\$

COST OF PRODUCTS SOLD

The cost of products sold accounted for 72.6% of the consolidated net revenue (R\$ 546.0 million) in the second quarter of 2008, an increase of 17.6% as compared with the R\$ 464.1 million in the same period in 2007, accounting for 72.9% of the net revenue. There were significant increases in the prices of steels and its derivatives, although we tried our best to negotiate and pass them on to new contracts and sales made from this period on.

OPERATING EXPENSES

The operating expenses (administrative, commercial and others) reached R\$ 100.3 million in this second quarter of 2008, an increase of 21.2% compared with the same period in 2007 (R\$ 82.7 million). These expenses accounted for 13.3% of the consolidated net revenue in the second quarter of 2008 against 13.0% in the same period in 2007. This performance is associated with the evolution in the revenue and results for the period.

Other Operating Expenses / Income

The amount of other operating income totaled R\$ 3.8 million in the second quarter of 2008, as compared with R\$ 4.1 million in the 2007 comparable quarter. In the six-month period, this value ranged from R\$ 8.1 million in 2007 to R\$ 7.5 million in 2008. This amount refers to income with rents, lawsuits, reversion of provisions, interest from coop-payment plans and other earnings. The other operating expenses reached R\$ 14.9 million in the second quarter of 2008 (R\$ 10.5 million in the second quarter of 2007), and especially includes the profit sharing account, which is directly linked to the performance and results for the period. Other expenses include fines, indemnifications, remuneration and other provisions.

EBITDA

Gross Cash Generation

EBITDA MARGIN

The EBITDA increased 18.6% in this second quarter of 2008 as compared to the amount reached in the same quarter last year, reaching R\$ 121.5 million (16.1% over the consolidated net revenue) against R\$ 102.4 million in the prior-year quarter, or 16.1% of the consolidated net revenue. In this first six-month period of 2008, the EBITDA ended at R\$ 243.2 million (EBITDA margin of 16.7%), representing a growth rate of 29.3% as compared to the same period in 2007, which reached R\$ 188.1 (EBITDA margin of 15.8%).

	2Q08	2Q07	Δ%	1H08	1H07	Δ%
Consolidated Net Revenue	752,382	636,536	18.2%	1,452,534	1,188,444	22.2%
Cost of Products Sold	(545,959)	(464,093)	17.6%	(1,058,148)	(869,596)	21.7%
Consolidated Gross Profit	206,423	172,443	19.7%	394,386	318,848	23.7%
(-) Operating Expenses	(89,284)	(76,317)	17.0%	(164,114)	(145,435)	12.8%
(-) Other Expenses /Income	(11,015)	(6,429)	71.3%	(16,984)	(10,188)	66.7%
Result from Activities	106,124	89,697	18.3%	213,288	163,225	30.7%
(+) Depreciation /Amortization	15,339	12,680	21.0%	29,926	24,873	20.3%
Consolidated EBITDA	121,463	102,377	18.6%	243,214	188,098	29.3%
EBITDA Margin (%)	16.1%	16.1%		16.7%	15.8%	

Values in thousands of Reais

GROSS PROFIT

Gross profit reached R\$ 206.4 million in the second quarter of 2008, accounting for 27.4% of the consolidated net revenue, an increase of 19.7% as compared to the same quarter in 2007, when profit amounted to R\$ 172.4 million, or 27.1% of the consolidated net revenue. In the second quarter of 2008, gross profit ended at R\$ 394.4 million (27.2% of the consolidated net revenue), 23.7% higher than the R\$ 318.8 million reached in the comparable period in 2007 (26.8% of the consolidated net revenue). The growth in income and the events presented in the chapter Cost of Products Sold, such as price increases, contributed to this improvement. Nevertheless, the second half will likely present new pricing adjustments in raw-materials and an even bigger challenge to pass them on.

EBIT
OPERATING PROFIT BEFORE
FINANCIAL EXPENSES

The EBIT reached R\$ 106.1 million in the second quarter of 2008, an increase of 18.3% as compared to the second quarter of 2007 (R\$ 89.7 million). In both periods, the percentage over the consolidated net revenue reached 14.1%. In the first six-month period of 2008, the EBIT amounted to R\$ 213.3 million, or 14.7% of the consolidated net revenue for the period.

**NET FINANCIAL
INCOME**

The net financial income reached positive R\$ 13.7 million in the second quarter of 2008 (R\$ 0.03 negative million in the same period in 2007). In the first six-month period of 2008, the net financial income ended at R\$ 17.5 positive million against R\$ 2.1 negative million in the same six-month period in 2007. An exchange hedge policy and measures aimed to control the working capital contributed to these results.

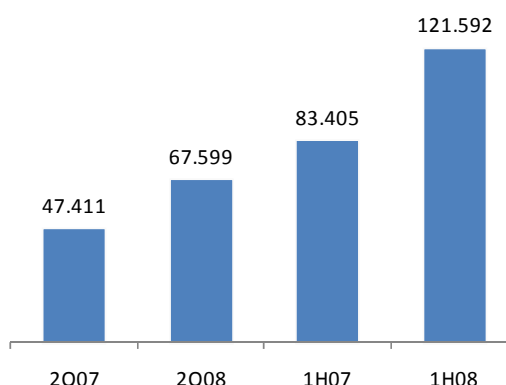
**INCOME TAX AND
SOCIAL
CONTRIBUTION**

Income tax and social contribution taxes reached R\$ 27.4 million in the second quarter of 2008 (R\$ 20.5 million in the prior-year quarter) against a profit before income tax of R\$ 120.1 million (R\$ 88.7 million in the same period in 2007).

NET PROFIT

Net profit reached R\$ 67.6 million in the second quarter of 2008 (R\$ 0.42 per share), 42.6% higher than the profit achieved in the same quarter in 2007 (R\$ 47.4 million – R\$ 0.30 per share). In the first six-month period of 2008, net profit was R\$ 121.6 million (R\$ 0.76 per share) versus R\$ 83.4 million (R\$ 0.52 per share) in the same period last year, representing a variation of 45.8% between both six-month periods.

Evolution in the Consolidated Net Profit – In thousands of Reais



DEBT

The financial net debt (gross debt less cash and banks) was R\$ 127.0 million at the end of the first half of 2008, which is equivalent to a multiple of 0.29 of EBITDA. In the same period in 2007, this value was R\$ 83.3 million.

COMPARATIVE PERFORMANCE

	2Q08	2Q07	Δ%	1H08	1H07	Δ%
Total Gross Revenue without eliminations	1,111,024	901,061	23.3%	2,117,269	1,694,281	25.0%
Consolidated Net Revenue	984,992	636,536	54.7%	1,452,534	1,188,444	22.2%
Consolidated Gross Profit	206,423	172,443	19.7%	394,386	318,848	23.7%
Consolidated Net Profit	67,599	47,411	42.6%	121,592	83,405	45.8%
Consolidated Shareholders' Equity Operating Profit (EBIT)	106,124	89,697	18.3%	213,288	163,225	30.7%
Consolidated EBITDA	121,463	102,377	18.6%	243,214	188,098	29.3%
Consolidated Net Financial Indebtedness	-	-	-	127,019	83,289	52.5%
Consolidated Net Financial Income Financial Income - Financial Expenses	13,749	(35)	-	17,481	(2,112)	-
Consolidated Administrative and Commercial Expenses	89,284	76,317	17.0%	164,114	145,435	12.8%
Consolidado Profit per Share	0.42	0.30	40.0%	0.76	0.52	46.2%

Values in thousands of Reais

INVESTMENTS

Investments were R\$ 56.1 million in the second quarter of 2008, totaling R\$ 98.5 million in the first six-month period of 2008, versus R\$ 76.3 million in the same period of 2007.

Highlights

The construction works of Castertech are moving forward. The first pieces of equipment have already been set up. The commencement of the production tests is expected to take place within the third quarter.



Castertech Construction Works



Furthermore, we are directing investments to the expansion of the production capacity so as to meet the demand that continues very high.

Investments

	2Q08	2Q07	Δ%	1H08	1H07	Δ%
Randon S/A Impl. e Partic.	19,071	24,075	(20.8%)	41,623	52,540	(20,8%)
Master	3,226	1,913	68.6%	5,188	6,607	(21.5%)
Consórcios	285	293	(2.7%)	609	687	(11.4%)
Suspensys	8,498	1,530	455.4%	12,862	3,460	271.7%
Randon Veículos	42	18	133.3%	96	153	(37,3%)
Jost	1,503	550	173.3%	2,057	804	155.8%
Fras-le	13,062	5,063	158.0%	19,584	8,186	139.2%
Randon Argentina	76	113	(32.7%)	109	208	(47.6%)
Castertech	10,390	952	991.4%	16,391	3,669	346.7%
Randon Automotive	-	-	-	-	2	(100.0%)
Randon Middle East	-	-	-	-	-	-
TOTAL	56,153	34,507	62.7%	98,519	76,316	29.1%

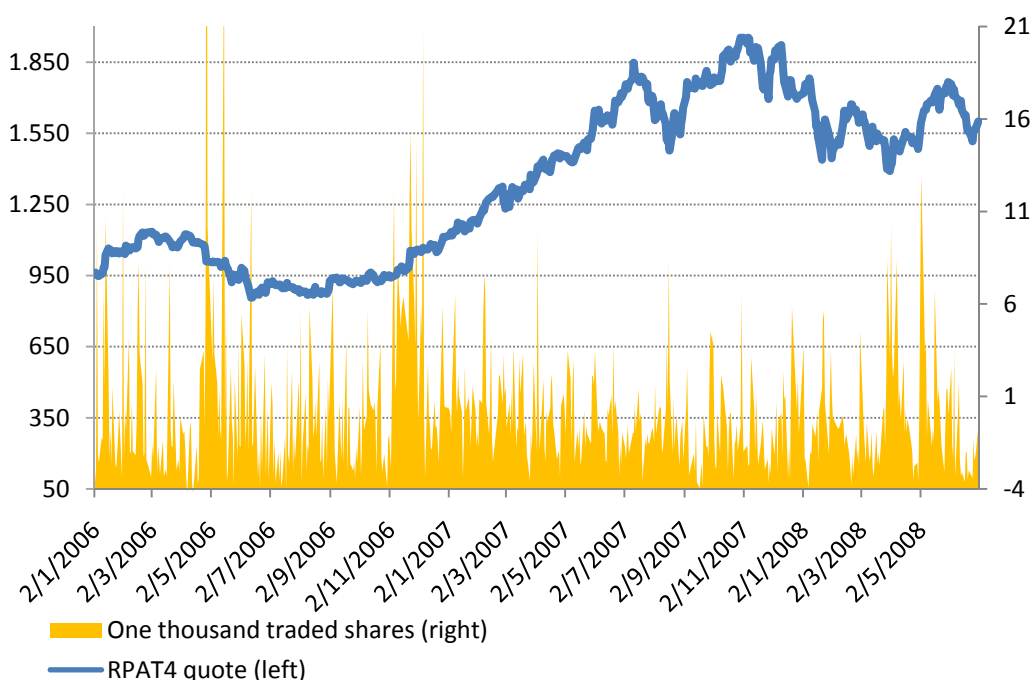
Values in thousands Reais

STOCK MARKET

Performance of Shares

The preferred shares of Randon S.A.- Implementos e Participações devalued by 8.0% in the period January-June 2008. On June 30, 2008, they were quoted at R\$ 15.87 per share. However, if we compare them with the prior quarter, they valued by 20.3%. 42.4 million preferred shares were traded during the first six months of 2008 in 37,746 trades on the spot market of Bovespa (São Paulo Stock Exchange). Over this period, the Company recorded an average daily volume of trades of R\$ 5.4 million against R\$ 4.9 million in the same period in 2007.

Performance of Shares and Traded Volumes



Investor Relations

In June 2008, Randon held a Non-Deal Road Show in the United States (Houston, San Francisco, New York, New Jersey, Boston and Miami).

The company was also invited to participate in other events and investor meetings:

- Meeting with Chilean Investors, promoted by Larrain Vial and *Banco Fator* in April 2008;
- 1st Santander Automotive and Industrial Day in April 2008;
- Latam Agribusiness Trip II, promoted by Credit Suisse in June 2008.

Relevant Fact

According to Relevant Fact dated June 30, 2008, Fras-le disclosed the purchase of the brake pads business of Haldex Brake Products Corporation, located in Prattville, State of Alabama (USA) through its subsidiary Fras-le North America Inc.

The operation includes all tangible and intangible assets, except for the land and buildings. The price of the acquisition corresponds to US\$ 4.0 million, which will be paid with long-term loans borrowed by Fras-le North America, in the United States.

One of the main benefits of the acquisition will be the expansion of about 26% or seven million parts/year in the current production capacity of Fras-le brake pads. The Agreement foresees that the management of the business will pass to the control of Fras-le North America by August 1st, 2008.

In addition to the expansion in our current production capacity, Fras-le will also absorb Haldex` current customers, system providers and suppliers of OEM companies in the North-American market.

The decision to purchase Haldex` business was based on the same principle that led us to set up a plant in China (informed in April this year): to continue Fras-le`s process of going international by seizing the opportunities existing in the foreign market.

AWARDS AND PRIZES

In the second quarter of 2008, Randon Companies received the following awards and prizes:

- ✓ Randon S.A. Implementos e Participações achieved the Transport Preference Award, promoted by Sindicato das Empresas de Transportes de Carga no Estado do RS (Setcergs) (Association of Trucking Companies of the State of Rio Grande do Sul);
- ✓ ADVB-RS 2008 Export Award in the category "Market Diversification", granted to Randon Companies for their performance in the 2007 consolidated exports. Fras-le was awarded in the category "Highlight of the Sector";

- ✓ Three of Randon Companies received trophies at the RS Quality Award, promoted by the *Programa Gaúcho da Qualidade e Produtividade* (PGQP) (Quality and Productivity Program of the State of Rio Grande do Sul). In the 2008 edition, Fras-le was one of the winners of the Diamond Trophy, which it is receiving for the second time. The first time was in 2005 and this time Fras-le received it for winning the National Quality Award in 2007. Suspensys received the Gold Trophy in the current edition of the award, while Randon S.A. received the Silver Trophy;
- ✓ The controlled companies Jost and Suspensys were awarded with the "Supply Awards 2007" by *Volkswagen Caminhões e Ônibus*. Jost received the award in the category *Product Quality and Performance in Field Quality*, while Suspensys was awarded in the category *Cost Reduction Planning*;
- ✓ Randon Companies are environmentally-friendly companies targeted to achieve sustainable development. And because of their actions in this area, they received the award "2008 Sustainable Company", promoted by the magazine *Meio Ambiente Industrial*;
- ✓ Randon S.A. Implementos e Participações ranks 42th among the 100 Largest Companies in Southern Brazil, in the ranking *The Best and the Largest Companies*. The prize is promoted by *Exame Magazine*.

Board of Directors

Raul Anselmo Randon - Chairman
David Abramo Randon - Vice-Chairman
Ery José Bernardes - Board Member
Hugo Eurico Irigoyen Ferreira - Board Member
José Maria Rabelo – Board Member

Audit Board

Benilda Waschow
Jessé Souto Amaral
Luiz Antonio Careli
Carlos Osvaldo Pereira Hoff
Werner Bornholdt

Executive Board

Raul Anselmo Randon - President
Alexandre Randon - CEO
Astor Milton Schmitt - CFO
Erino Tonon - COO

Investor Relations Director

Astor Milton Schmitt

Holding Division Financial Director

Geraldo Santa Catharina

Corporate Administrative Manager

Maria Tereza Casagrande

Ieda Maria Onzi Perosa – Accountant: CRC/RS 49886/O-3

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Angelica - Maria A. Mossmann



EARNINGS RELEASE - 2Q08 / 1H08

ENCLOSURE I

CONSOLIDATED STATEMENTS OF INCOME - QUARTERLY

Values expressed in thousands of Reais

	2Q08		2Q07		1H08		1H07		Variations %	
		%		%		%		%	2Q08/2Q07	1H08/1H07
Gross Revenue	955,276	127.0%	803,576	126.2%	1,842,968	126.9%	1,499,327	126.2%	18.9%	22.9%
Deduction in Gross Revenue	(202,894)	-27.0%	(167,040)	-26.2%	(390,434)	-26.9%	(310,883)	-26.2%	21.5%	25.6%
Net Revenue	752,382	100.0%	636,536	100.0%	1,452,534	100.0%	1,188,444	100.0%	18.2%	22.2%
Cost of Sales and Services	(545,959)	-72.6%	(464,093)	-72.91%	(1,058,148)	-72.8%	(869,596)	-73.2%	17.6%	21.7%
Gross Profit	206,423	27.4%	172,443	27.1%	394,386	27.2%	318,848	26.8%	19.7%	23.7%
Sales Expenses	(62,692)	-8.3%	(50,962)	-8.0%	(113,058)	-7.8%	(95,794)	-8.1%	23.0%	18.0%
Administrative Expenses	(26,592)	-3.5%	(25,355)	-4.0%	(51,056)	-3.5%	(49,641)	-4.2%	4.9%	2.9%
Financial Income	13,749	1.8%	(35)	0.0%	17,481	1.2%	(2,112)	-0.2%	-	-
Investments Valuation Income	-	-	-	-	-	-	-	-	-	-
Other Expenses/ Income	(11,015)	-1.5%	(6,429)	-1.0%	(16,984)	-1.2%	(10,188)	-0.9%	71.3%	66.7%
Operating Income	119,873	15.9%	89,662	14.1%	230,769	15.9%	161,113	13.6%	33.7%	43.2%
Non-Operating Income	237	0.0%	(960)	-0.2%	418	0.0%	4,664	0.4%	-124.7%	-91.0%
Result before Income Tax	120,110	16.0%	88,702	13.9%	231,187	15.9%	165,777	13.9%	35.4%	39.5%
Provision for Income Tax and Social Contribution Taxes	(27,423)	-3.6%	(20,477)	-3.2%	(62,404)	-4.3%	(44,728)	-3.8%	33.9%	39.5%
Minority Interest	(23,004)	-3.1%	(19,455)	-3.1%	(43,082)	-3.0%	(34,736)	-2.9%	18.2%	24.0%
Management Bonus	(2,084)	-0.3%	(1,359)	-0.2%	(4,109)	-0.3%	(2,908)	-0.2%	53.3%	41.3%
Net Profit for the Period	67,599	9.0%	47,411	7.4%	121,592	8.4%	83,405	7.0%	42.6%	45.8%
EBIT	106,124	14.1%	89,697	14.1%	213,288	14.7%	163,225	13.7%	18.3%	30.7%
EBITDA	121,463	16.1%	102,377	16.1%	243,214	16.7%	188,098	15.8%	18.6%	29.3%
EBITDA margin (%)	16.1%		16.1%		16.7%		15.8%		0.4%	5.8%



ENCLOSURE II

STATEMENTS OF CASH FLOW – INDIRECT METHOD

Values expressed in thousands of Reais

	Parent Company		Consolidated	
	June 30, 2008	June 30, 2007	June 30, 2008	June 30, 2007
Operating Activities Cash Flow				
Results for the Period	121,750	82,835	121,592	83,405
Adjustments to reconcile income to net cash provided by operating activities				
Depreciation and amortization	6,947	4,901	29,926	24,873
Cost of fixed assets sold	2,046	3,006	2,139	4,693
Net Equity	(58,835)	(45,525)	-	-
Net equity of other companies in controlled companies	-	-	(6,784)	(1,635)
Minority Interest	-	-	32,235	19,783
Exchange variations in controlled companies abroad	-	-	63	124
Variations in loans	(933)	1,791	4,202	13,435
Proceeds from profits and dividends from controlled companies	24,495	21,797	-	-
Variations in assets and liabilities				
Decrease (Increase) in other accounts receivable	82,138	(24,148)	49,250	(29,520)
(Increase) in accounts receivable from customers	(21,564)	(24,480)	(44,734)	(86,846)
Decrease (increase) in inventories	(2,597)	(7,085)	(41,184)	(18,851)
Decrease (increase) in suppliers	802	16,733	24,356	36,065
Increase in accounts payable and provisions	21,657	9,814	52,280	24,958
(Decrease) in Income Tax and Social Contribution	502	-	1,852	4,448
Disponibilidades líquidas geradas pelas atividades operacionais	176,408	39,639	225,193	74,932
Cash Flow of Investing Activities				
Acquisition of fixed assets	(41,465)	(51,490)	(98,499)	(72,571)
Acquisition of shares and quotas	(42,288)	(3,247)	(20)	(133)
Increases to deferred assets	(140)	(917)	(2,153)	(3,612)
Write-off of fixed assets by payment of capital in full	25,503	-	-	-
Acquisition of treasury shares	-	(19,118)	-	(19,118)
Net cash provided by investing activities	(58,390)	(74,772)	(100,672)	(95,434)
Cash Flow of Financing Activities				
Payment of dividends	(14,539)	(11,912)	(24,550)	(14,858)
Interest on capital payable	(21,837)	(14,007)	(23,666)	(15,501)
Loans borrowed	90,227	84,444	230,615	261,877
Payment of loans	(102,538)	(16,280)	(208,185)	(104,548)
Loans borrowed from parent company and controlled companies	(26,609)	12,285	(9,207)	10,513
Loans borrowed with related parties	1,582	986	1,651	1,585
Interest paid on loans	(8,328)	(6,128)	(17,551)	(10,123)
Net cash provided (used in) by financing activities	(82,042)	49,388	(50,893)	128,945
	35,976	14,255	73,628	108,443
Statement of Increase in Cash and Cash Equivalents				
At beginning of the period	64,872	112,016	252,879	183,221
At end of the period	100,848	126,271	326,507	291,664
Increase in cash and cash equivalents	35,976	14,255	73,628	108,443

Em Milhares de Reais



EARNINGS RELEASE - 2Q08 / 1H08

ENCLOSURE III

SUMMARIZED FINANCIAL STATEMENTS AS OF JUNE 30, 2008

Values in thousands of Reais – according to the corporate law

BALANCE SHEET	RANDON S/A IMPL, E PARTIC, CONTROLLING	RANDON S/A IMPL, E PARTIC, CONSOLIDATED	RANDON IMPLP/O TRANSPORTE LTDA SP	FRAS-LE CONSOLIDATED	MASTER	JOST	RANDON ADM, CONSÓRCIOS	RANDON VEÍCULOS	RANDON ARGENTINA	SUSPENSYS	CASTERTECH
Assets	1,985,768	1,182,408	72,720	394,782	236,322	63,695	74,384	55,138	30,182	280,018	88,153
Current Assets	1,247,502	509,720	44,754	246,626	105,245	51,818	48,996	52,801	24,574	212,999	11,405
Cash and equivalents	328,353	101,037	3,437	115,511	27,238	7,640	5,646	6,544	955	49,096	9,976
Receivables	453,310	225,842	18,340	62,641	47,716	26,036	731	25,764	8,401	101,448	-
Inventory	325,309	120,857	18,954	58,501	24,194	13,271	-	15,980	9,328	48,305	-
Deferred Charges/ Recoverable costs	87,032	44,145	3,189	7,534	3,791	4,375	180	3,717	4,130	12,770	1,017
Others	53,498	17,839	835	2,440	2,306	496	42,440	795	1,759	1,380	412
Non-current Assets	91,432	35,903	37	16,297	5,113	935	20,830	264	899	7,070	7,781
Credit controlling company/controlled companies	-	1,295	-	-	-	265	-	-	-	-	-
Consortiums for resale	26,988	12,484	-	-	-	-	15,004	-	-	-	-
Deferred Charges/ recoverable costs	50,841	21,758	37	8,990	4,318	396	731	49	932	5,848	7,781
Other non-current assets	5,543	11	-	13	596	275	5,050	89	(33)	1,180	-
Taxes under litigation	8,060	355	-	7,294	198	-	45	126	-	42	-
Fixed Assets	646,834	636,785	27,929	131,859	125,964	10,942	4,558	2,073	4,709	59,950	68,967
Liabilities	1,985,768	1,182,408	72,720	394,782	236,322	63,695	74,384	55,138	30,182	280,018	88,153
Current Liabilities	606,550	268,143	34,598	97,239	42,726	19,240	45,717	19,600	20,139	102,124	7,333
Suppliers	144,256	44,100	19,818	16,412	13,418	12,195	462	7,509	12,936	51,302	6,563
Financing institutions	135,843	52,729	-	40,885	13,751	207	-	2,087	2,430	23,372	383
Salaries and benefits	53,477	15,231	4,179	16,175	4,596	1,937	880	771	425	9,155	127
Taxes and Fees	37,746	13,198	887	7,013	2,863	2,400	1,197	1,809	576	7,656	147
Advances for customers and others	235,228	142,885	9,714	16,754	8,098	2,502	43,178	7,425	3,773	10,638	112
Non-current Liabilities	375,110	187,524	1,023	87,659	32,869	788	18	764	2,772	45,985	23,841
Financing institutions	319,529	151,241	-	70,617	28,436	792	-	-	2,706	41,896	23,841
Debits with controlled companies	28,104	21,521	1,023	25	3,027	-	-	34	-	153	-
Diverse taxes and contributions	9,878	783	-	9,095	453	-	-	-	65	-	-
Provision for contingencies	9,439	5,901	-	2,948	-	-	-	-	-	136	-
Other non-current liabilities	8,160	8,079	-	4,974	952	(5)	18	730	-	3,800	-
Minority interest	278,475	-	-	251	-	-	-	-	-	-	-
Net equity	725,633	726,741	37,100	209,633	160,727	43,668	28,650	34,774	7,271	131,909	56,979



EARNINGS RELEASE - 2Q08 / 1H08

ENCLOSURE III

SUMMARIZED FINANCIAL STATEMENTS AS OF JUNE 30, 2008

Values in thousands of Reais – according to the corporate law

INCOME STATEMENT	RANDON S/A IMPL, E PARTIC, CONTROLLING	RANDON S/A IMPL, E PARTIC, CONSOLIDATED	RANDON IMPLP/O TRANSPORTE LTDA SP	FRAS-LE CONSOLIDATED	MASTER	JOST	RANDON ADM, CONSÓRCIOS	RANDON VEÍCULOS	RANDON ARGENTINA	SUSPENSYS	CASTERTECH
Net turnover	1,452,534	660,195	8,376	217,206	176,422	95,873	21,443	54,163	29,900	388,130	-
Cost of goods and services	(1,058,148)	(488,466)	(7,431)	(152,635)	(145,665)	(73,997)	-	(36,876)	(24,844)	(320,178)	-
Gross income	394,386	171,729	945	64,571	30,757	21,876	21,443	17,287	5,056	67,952	-
Sales expenses	(113,058)	(57,712)	(1,131)	(18,407)	(5,501)	(3,480)	(8,057)	(6,352)	(2,193)	(11,178)	-
Administrative expenses	(51,056)	(21,902)	(522)	(15,048)	(3,968)	(1,083)	(7,010)	(1,533)	(823)	(6,191)	-
Financial income	17,481	7,948	(9)	8,288	841	566	448	318	(274)	(220)	-
Investment valuation income	-	58,835	-	-	17,775	-	-	-	-	-	-
Other expenses/income	(16,984)	(11,486)	(278)	(3,713)	(2,033)	(986)	(8)	(772)	-	(2,918)	-
Operating income	230,769	147,412	(995)	35,692	37,871	16,893	6,816	8,947	1,766	47,446	-
Non-operating income	418	336	(5)	56	-	50	(26)	16	-	(5)	-
Income before taxes	231,187	147,748	(1,000)	35,747	37,871	16,943	6,790	8,963	1,777	47,441	-
Provision for taxes and social contributions	(62,404)	(23,698)	-	(10,779)	(4,745)	(4,926)	(2,131)	(2,597)	-	(13,528)	-
Minority interest	(43,082)	-	-	(89)	-	-	-	-	-	-	-
Management Bonus	(4,109)	(2,300)	-	(1,125)	-	(196)	-	-	-	(487)	-
Net income for the period	121,592	121,750	(1,000)	23,754	33,13	11,820	4,659	6,366	1,77	33,426	-
EBIT	213,288	80,629	(986)	27,404	19,26	16,327	6,368	8,629	2,041	47,665	-
EBITDA	243,214	87,576	(841)	36,473	24,527	17,327	6,690	8,775	2,186	54,547	-
EBITDA MARGIN (%) ON NET REVENUES	16.7%	13.3%	(10.0%)	16.8%	13.9%	18.1%	31.2%	16.2%	7.3%	14.1%	-