



Vehicles and Trailers

Auto Parts

Financial Services



2Q2010/1H2010



Caxias do Sul, RS, August 9, 2010. Randon S.A – Implementos e Participações (BM&FBovespa RAPT3 and RAPT4), the controlling holding of eight companies operating within the segments of vehicles and trailers/semi-trailers, as well as auto parts and financial services, reports its results for the second quarter of 2010 (2Q2010) and first-half period of 2010 (1H2010) ended as of June 30, 2010. The financial and operating information of the Company, except when otherwise stated, are consolidated and the monetary values are denominated in Reais.

RANDON DISCLOSES ITS FIRST HALF AND SECOND QUARTER RESULTS OF 2010.

- **1H2010 Total Gross Revenue**, before consolidation, is **R\$ 2.58 billion**, an increase of 48.7% compared with 1H09;
- **1H2010 Consolidated Net Revenue** reached **R\$ 1.70 billion**, a rise of 46.9% as compared to 1H2009;
- **1H2010 EBITDA** was **R\$ 254.6 million**, 76.2% up from 1H2009;
- **R\$ 104.1 million** of **Consolidated Net Profit** in 1H2010, with a **Net Margin** of 6.1%.

Apimec Meeting

AUGUST 10 2010, TUE, 09:00am
Hotel Blue Tree Faria Lima
Av. Brigadeiro Faria Lima, 3989
Vila Olímpia – São Paulo - SP

Conference Call on Results

AUGUST 10, 2010, TUE,
11:30 am. Brasília
10:30 am. New York
3:30 pm. London
+55 (11) 2188-0155
Ticker: RONDON

Simultaneous Translation into English

+ 1 1 646 843 6054 – for calls from NY
+ 55 11 2188.0155 – for calls from SP

HIGHLIGHTS

The main highlights of the quarter were:

- EBITDA has grown by 76.7% in 2Q2010 compared with 2Q09, reaching R\$ 139.6 million;
- Consolidated sales to foreign market reached US\$ 64.0 million, an increase of 65.5% compared with 2Q09;
- Consolidated Net Income was R\$ 63.8 million, 43.4% up from 2Q09.

OVERVIEW

Understanding and adapting to the different moments of the market is one of the guidelines followed by Randon. This dynamics governs and directs the decisions and moves on a daily basis. And now, in line with economic recovery, Randon continues to sustain rapid growth and its efforts are focused on meeting this demand.

The current level of demand requires special attention to the supply chain, with specific problems in supply resulting from the rapid evolution of sales. Other difficulties focus on logistical issues and in adjusting the means of production available. It is noteworthy that part of the growth is sustained by incentives in the tax area and by special financing terms, which should end at the close of the year. The recent rise in interest rates, the risk of inflation and the presidential elections prompt us to focus on possible changes in the current market conditions.

“...part of the growth is sustained by incentives in the tax area and by special financing terms”.

In line with the country's economic growth, the domestic market continues to be the main highlight on the accelerated sales level of Randon and its controlled companies, although the pace of exports has intensified in recent months. Product lines related to infrastructure, construction and services have recorded progress in terms of their relative share in total sales.

Giving close attention to the market movement in the coming months, Randon reviews its six-month indicators (guidance) by adjusting its prospects. In general, the review presented in this report takes into consideration the results achieved in the first half and anticipates intense activity for the second half, as long as the current economic conditions remain.

The results presented herein reposition the indicators of the Company at its historic level, less than a year after the peak of the financial crisis, and show Randon's capacity to quickly adjust, in addition to reaffirming its leadership in the commercial vehicle market by offering complete transport solutions in its product portfolio.

MAIN FIGURES (R\$ Thousands)

	2Q2010	2Q09	Δ%	1H2010	1H09	Δ%
Total Gross Revenue (*)	1,407,475	922,762	52.5%	2,583,920	1,737,375	48.7%
Domestic market	1,292,721	842,261	53.5%	2,381,727	1,577,665	51.0%
Foreign market	114,754	80,501	42.5%	202,193	159,710	26.6%
Foreign market in US\$	63,957	38,638	65.5%	112,547	72,862	54.5%
Consolidated Net Revenue	918,556	620,716	48.0%	1,701,227	1,157,979	46.9%
Consolidated Gross Profit	228,710	143,907	58.9%	417,777	268,618	55.5%
Gross Margin (%)	24.9%	23.2%	1.7 p.p.	24.6%	23.2%	1.4 p.p.
Consolidated Net Profit	63,762	44,469	43.4%	104,113	71,219	46.2%
Net Margin (%)	6.9%	7.2%	-0.3 p.p.	6.1%	6.2%	-0.1 p.p.
Consolidated EBITDA	139,559	78,984	76.7%	254,588	144,528	76.2%
EBITDA Margin (%)	15.2%	12.7%	2.5 p.p.	15.0%	12.5%	2.5 p.p.

(*) Without elimination of inter-company sales.

Values in thousands of Reais

Randon S.A. - Implementos e Participações achieved, in the second quarter of 2010, a consolidated net profit of R\$ 63.8 million, an increase of 43.4% when compared to the same period of 2009. The company reached consolidated net revenues of R\$ 918.6 million in the quarter, 48.0% higher than the same period in 2009. The total gross revenues, including intercompany sales, totaled R\$ 1.41 billion in the second quarter, a rise of 52.5% if compared to that of the same period of 2009. Consolidated EBITDA reached R\$ 139.6 million in the second quarter of 2010 and EBITDA margin of 15.2%, which is an increase of 2.5 percentage points compared to second quarter 2009 and also in relation to 1H09.

Review of Indicators 2010 - Guidance

The recovery of sales and the high spirits in the market have led Randon to resubmit their estimates concerning the key market indicators, namely:

Total Gross Revenue –R\$ 5.0 billion;
Consolidated Net Revenue –R\$ 3.4 billion;
Exports –US\$ 220 million
Imports –US\$ 80 million;
Capex –R\$ 200 million;

OPERATING PERFORMANCE

Total Gross Revenue

Total gross revenue with taxes and before consolidation reached R\$ 1.41 billion in 2Q2010, 52.5% higher than the same period last year (R\$ 922.8 million). In 1H2010, gross revenue totaled R\$ 2.58 billion, an increase of 48.7% over the R\$ 1.74 billion in 1H2009.

Consolidated Net Revenue

In 2Q2010, consolidated net revenues totaled R\$ 918.6 million, a rise of 48.0% when compared to the same quarter of 2009 (R\$ 620.7 million), and 46.9% higher if compared with the first half of the prior year. This increase is associated with an increased demand, which can be demonstrated through the physical volumes shown later in this report.

CONSOLIDATED NET REVENUE BREAKDOWN BY COMPANY

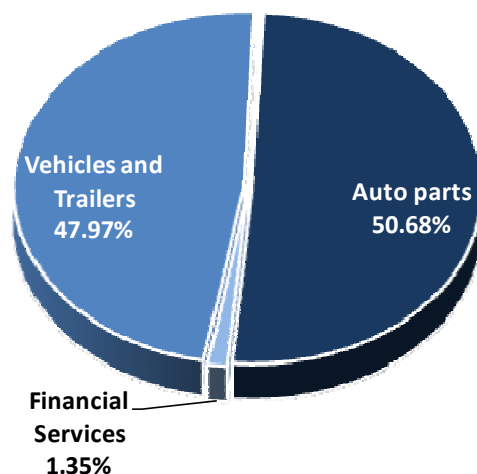
Intercompany sales accounted for 17.7% of total revenue for the second quarter of 2010 against 14.0% in the same quarter of 2009. See table, as follows:

	1Q2010				1Q09	
	NET REVENUE	INTER-COMPANY SALES	CONSOLIDATED NET REVENUE	% OVER REVENUE	CONSOLIDATED NET REVENUE	% OVER REVENUE
Randon S.A. Impl. e Participações (Parent Company)	373.566	89.891	283.675	30,9%	199.009	32,1%
Randon Impl. p/o Transporte Ltda.	150.384	5.242	145.142	15,8%	81.737	13,2%
Randon Veículos Ltda.	-	-	-	-	22.038	3,6%
Randon Argentina S.A.	11.845	0	11.845	1,3%	7.102	1,1%
Escritórios Internacionais	545	545	-	0,0%	-	-
VEHICLES AND TRAILERS/SEMI-TRAILERS	536.340	95.678	440.662	48,0%	309.886	49,9%
Master Sist. Automotivos Ltda.	113.800	23.132	90.668	9,9%	51.747	8,3%
Jost Brasil Sistemas Automotivos Ltda.	52.721	14.266	38.455	4,2%	19.979	3,2%
Fras-Le S.A. (Consolidated)	135.721	7.205	128.516	14,0%	101.900	16,4%
Suspensys Sistemas Automotivos Ltda.	263.654	55.081	208.573	22,7%	125.994	20,3%
Castertech Fundação e Tecnologia Ltda	1.513	2.228	(715)	-0,1%	0	0,0%
AUTO PARTS	567.409	101.912	465.497	50,7%	299.620	48,3%
Randon Administradora de Consórcios Ltda.	11.823	0	11.823	1,3%	11.210	1,8%
Randon Investimentos Ltda.	574	0	574	0,1%	0	0,0%
FINANCIAL SERVICES	12.397	0	12.397	1,3%	11.210	1,8%
TOTAL	1.116.146	197.590	918.556	100,0%	620.716	100,0%

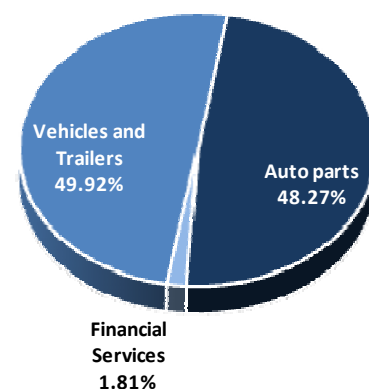
Values in thousands of Reais

CONSOLIDATED NET REVENUE BY SEGMENT

2Q2010



2Q09



SOLD VOLUMES

The physical volumes in 2Q2010 showed significant growth in all its lines and / or segments.

	2Q2010	2Q09	Δ%	1H2010	1H09	Δ%
Vehicles and Trailers/Semi-Trailers						
<i>Trailers/Semi-Trailers (un.)</i>	5,738	4,712	21.8%	10,450	8,103	29.0%
<i>Specialty vehicles (un.)</i>	270	114	136.8%	554	199	178.4%
<i>Rail wagons (un.)</i>	182	56	225.0%	390	230	69.6%
Auto Parts						
<i>Friction materials (ton.)</i>	19,444	15,055	29.2%	35,419	27,147	30.5%
<i>Brakes (un.)</i>	243,026	139,064	74.8%	457,865	253,859	80.4%
<i>Coupling systems (un.)</i>	26,091	14,481	80.2%	48,207	27,785	73.5%
<i>Suspensions and Undercarriage Systems (un.)</i>	111,995	71,189	57.3%	207,155	128,917	60.7%
<i>Castings (ton.)</i>	491	-	-	918	-	-
Financial Services						
<i>Coop-payment plan quotas sold (Consórcio)</i>	1,814	1,621	11.9%	3,048	2,890	5.5%

COMMENTS BY MARKET SEGMENT

Vehicles and Road Equipment

The incentives aimed at boosting sales by tax exemption and special financing terms will extend until DEC/2010.

Namely: Exemption of IPI (Federal VAT) - from 5% to zero - trucks, buses and towed vehicles. Extended in May until DEC/2010.

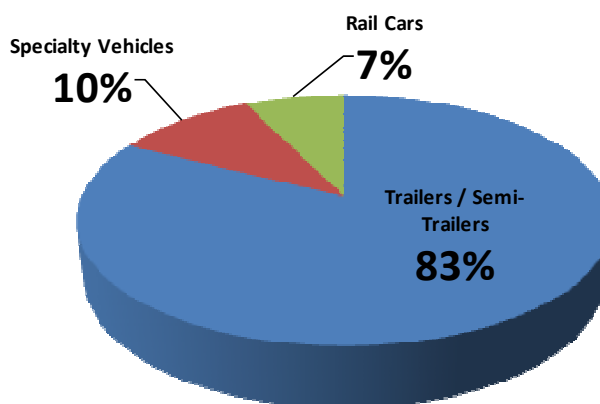
Finame PSi and Procaminhoneiro - special financing terms for commercial vehicles, offered by BNDES, with interest from 4.5% to 8% /year. Valid for loans made by DEC/10.

Rail Wagons: On June 17, 2010, Randon S.A.- Implementos e Participações signed a Rail Wagons Supply Agreement with MRC Soluções em Logística Ferroviária Vnte-AI Ltda. (MRC), a company of the Japanese group *Mitsui & Co Ltd.*

The deal involves the supply of up to 1,150 Hopper type rail wagons for grain transport. This transaction strengthens Randon`s market share in rail freight cars in Brazil, consolidating its position among the leading domestic manufacturers.

“Randon sold 1,150 rail wagons to MRC”.

Net revenue breakdown – 1H2010 Vehicles and Road Equipment



“The 2Q10 was quite busy in terms of Randon auto parts”.

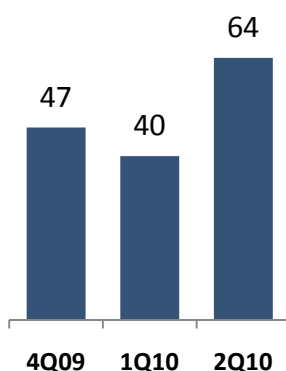
Auto Parts

Truck production in 1H2010 reached 89,548 units (66.8% higher than 1H09) according to ANFAVEA. The highlight is in the domestic demand and in the sales of heavy trucks. The quarter was quite busy in terms of Randon auto parts. The production of towed vehicles, trucks and buses was intense and the delivery schedules for the coming months do not show signs of slow demand.

Financial Services

On July 20, 2010, during the preparation of this report, Randon Bank received authorization from BACEN (Central Bank) to start its operations. The Bank was created from the perception of numerous factors; market trend in setting up niche financial institutions, significant amounts in the customer’s account, thus raising the working capital, tax saving opportunity, experience with credit management through its co-payment plans (*consórcios*), leverage of the group companies and possible attractive return.

EXPORTS
Values in Millions of US\$



EXPORTS

Consolidated sales abroad in the second quarter of 2010 totaled US\$ 64.0 million, an increase of 65.5% over the second quarter of 2009 (US\$ 38.6 million). Exports of Randon Companies accounted for 11.9% of consolidated net revenue in the first half of 2010 against 13.8% in the same period in 2009, totaling US\$ 112.5 million (US\$ 72.9 million in the same period in 2009).

Exports

	2Q010	2Q09	Δ%	1H2010	1H09	Δ%
Randon S/A Impl. e Partic. + SP	22,869	14,746	55.1%	40,337	28,816	40.0%
Vehicles Division	363	252	44.0%	579	1,422	-
VEHICLES AND TRAILERS/SEMI-TRAILERS	23,232	14,998	54.9%	40,916	30,238	35.3%
Master	4,909	1,727	184.3%	8,967	3,181	181.9%
Jost	1,118	374	198.9%	1,802	690	161.2%
Fras-le	29,966	20,063	49.4%	52,368	35,966	45.6%
Suspensys	4,732	1,476	220.6%	8,494	2,787	204.8%
AUTO PARTS	40,725	23,640	72.3%	71,631	42,624	68.1%
TOTAL	63,957	38,638	65.5%	112,547	72,862	54.5%

Values in thousands of US\$

COST OF PRODUCTS SOLD

In 2Q2010, the cost of goods sold amounted to 75.1% of consolidated net revenue (R\$ 689.8 million), a decline of 1.7 percentage points over the R\$ 476.8 million for the same period in 2009 (76.8% of consolidated net revenue) In the first half, the cost of products sold amounted to R\$ 1.28 million, 75.4% of the net revenue for the period (1st half) and variation of minus 1.4 percentage points over the same period of 2009.

OPERATING EXPENSES

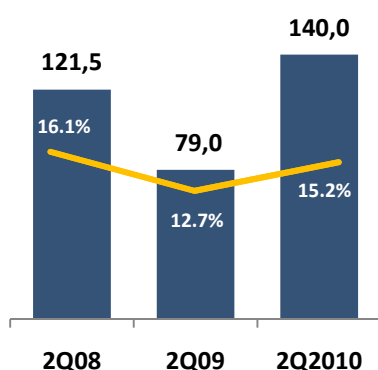
Operating expenses (administrative, commercial and other non-operating expenses) in the second quarter of 2010 totaled R\$ 107.0 million (R\$ 81.7 million during 2009). These expenses accounted for 11.7% of consolidated net revenue in 2Q2010, against 13.2% in 2Q2009, also a result of decreased results. Accumulated in the six-month period, these expenses were 11.7% of consolidated net revenues and amounted to R\$ 198.4 million.

Other Operating Expenses / Income

The value of other operating revenues in the second quarter of 2010 totaled R\$ 9.8 million against R\$ 7.1 million for the same quarter of 2009, going from 13.2% of consolidated net revenues in 2Q2009 to 11.7% in 2Q2010. In 1H2010, these earnings totaled R\$ 15.3 million against R\$ 11.8 million in 1H2009. This figure refers to the revenue from rentals, reversal of provisions and interest from coop-payment plans. Other operating expenses totaled R\$ 14.9 million in the second quarter of 2010 (R\$ 10.2 million in the second quarter of 2009). In 1H2010, this value reached R\$ 25.7 million, a 59.0% variation compared to 1H2009. The main highlight is the profit sharing program, which varies according to the revenue and results achieved in all its indicators. The other expenses refer to fines, indemnifications, damages, provision for contingencies, fees and other provisions.

“Operating expenses in 2Q2009 which were 13.2% of consolidated net revenue, fell to 11.7%.”

EBITDA/Ebitda Margin
Consolidated Values - R\$ Million



EBITDA/ EBITDA MARGIN

GROSS CASH GENERATION

EBITDA in the second quarter of 2010 increased by 76.7% compared to that obtained in the same quarter of 2009, reaching R\$ 140.0 million (15.2% of consolidated net revenue) compared to R\$ 79.0 million for the quarter 2009, or 12.7% over the consolidated net revenue. The improvements in profit margins, generated by economies of scale, are the main factors for the improvement in this indicator.

	2Q2010	2Q09	Δ%	1H2010	1H09	Δ%
Consolidated Net Revenue	918,556	620,716	48.0%	1,701,227	1,157,979	46.9%
Cost of Products Sold	(689,846)	(476,809)	44.7%	(1,283,450)	(889,361)	44.3%
Consolidated Gross Profit	228,710	143,907	58.9%	417,777	268,618	55.5%
(-) Operating Expenses	(101,880)	(78,630)	29.6%	(188,026)	(152,881)	23.0%
(-) Other Expenses / Income	(5,194)	(3,089)	68.1%	(10,402)	(4,330)	140.2%
Result from Activities	121,636	62,188	95.6%	219,349	111,407	96.9%
(+) Depreciation / Amortization	17,923	16,796	6.7%	35,239	33,121	6.4%
Consolidated EBITDA	139,559	78,984	76.7%	254,588	144,528	76.2%
EBITDA Margin (%)	15.2%	12.7%	2.5 p.p.	15.0%	12.5%	2.5 p.p.

Values in thousands of Reais

GROSS INCOME

Gross profit reached R\$ 228.7 million in the second quarter of 2010, accounting for 24.9% of consolidated net revenue, 1.7 pp higher than that in the second quarter of 2009, when profit totaled R\$ 143.9 million or 23.2% of the consolidated net revenues. In 1H2010, this value reached R\$ 417.8 million, 24.6% of net revenue.

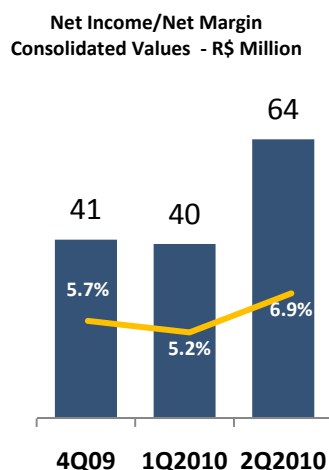
EBIT

OPERATING INCOME BEFORE FINANCIAL EXPENSES

EBIT totaled R\$ 121.6 million in the second quarter of 2010 (13.2% of consolidated net revenues), an increase of 3.2 percentage points over the second quarter of 2009, which was R\$ 62.2 million (10.0% of consolidated net revenues). In the first half of 2010, EBIT totaled R\$ 219.3 million, 12.9% of the consolidated net revenues for the period against R\$ 111.4 million for the same period in 2009 (9.6% of consolidated net revenue).

INCOME TAX AND SOCIAL CONTRIBUTION

Income tax and social contribution totaled R\$ 23.7 million in the second quarter of 2010 (R\$ 20.3 million in the same period of 2009), for profit before income taxes of R\$ 119.2 million (R\$ 86.8 million in the same period in 2009).



NET INCOME

Net income for the second quarter of 2010 reached R\$ 63.8 million (R\$ 0.26 per share) or 43.4% higher when compared with the profit of R\$ 44.5 million in the same quarter in 2009 (R\$ 0.30 per share). The percentage of consolidated net margin was 6.9% in this quarter of 2010 against 7.2% in the same quarter of 2009. In the period Jan-Jun 2010, the net income was R\$ 104.1 million (R\$ 0.43 per share) compared to R\$ 71.2 million (R\$ 0.47 per share) in the same period in the prior year, representing a positive variation of 46.2% in the compared quarter.

INDEBTEDNESS

Consolidated net financial debt (gross debt less cash) amounted to R\$ 256.4 million at the end of June 2010, which is equivalent to a 0.62 multiple of the EBITDA of the last 12 months. In the same period last year, this value was R\$ 270.5 million (0.64% of EBITDA).

COMPARATIVE PERFORMANCE

	2Q2010	2Q09	Δ%	1H2010	1H09	Δ%
Total Gross Revenue without eliminations	1,407,475	922,762	52.5%	2,583,920	1,737,375	48.7%
Consolidated Net Revenue	918,556	620,716	48.0%	1,701,227	1,157,979	46.9%
Consolidated Gross Profit	228,710	143,907	58.9%	417,777	268,618	55.5%
Consolidated Net Profit	63,762	44,469	43.4%	104,113	71,219	46.2%
Consolidated Shareholders' Equity Operating	121,636	62,188	95.6%	219,349	111,407	96.9%
Consolidated EBITDA	139,559	78,984	76.7%	254,588	144,528	76.2%
Consolidated Net Financial Debts	-	-	-	256,437	270,507	-5.2%
Consolidated Net Financial Income	(2,438)	24,599	-	(5,050)	26,620	-
<i>Financial Income</i>	37,305	70,502	-47.1%	78,219	108,440	-27.9%
<i>Financial Expenses</i>	(39,743)	(45,903)	-13.4%	(83,269)	(81,820)	1.8%
Consolidated Administrative and Commercial	(101,880)	(78,630)	29.6%	(188,026)	(152,881)	23.0%
Consolidated Profit per Share	0.26	0.30	-13.3%	0.43	0.47	-8.5%

Values in thousands of Reais

INVESTMENTS

R\$ 38.0 million in consolidated investments was recorded in 2Q2010, against R\$ 27.5 million in 2Q2009.

Highlight

The process of implementing the new ERP has gained strength and a dedicated team early in the current quarter. The investment aims to support the growth and the internationalization project of Randon and its controlled companies. The integration of business processes is key to facilitating the synergy between the companies of the group. The contract was closed in DEC/2009 with SAP and follows a specific implementation schedule.



Team of SAP employees and analysts - Implementation of the ERP in Randon

Below are investments made by the company:

Investments

	2Q2010	2Q09	Δ%	1H2010	1H09	Δ%
Randon S/A Impl. e Partic.	13,688	8,738	56.6%	22,048	17,485	26.1%
Randon Implem. p/o Transporte	2,266	850	166.6%	3,114	2,277	36.8%
Randon Veículos	0	73	-100.0%	0	85	-100.0%
Randon Argentina	95	(1,478)	-106.4%	278	(1,427)	-119.5%
Randon Automotive	2	0	-	5	3	66.7%
Randon Middle East	1	0	-	4	1	300.0%
VEHICLES AND TRAILERS-	16,052	8,183	96.2%	25,449	18,424	38.1%
Master	3,189	1,593	100.2%	4,484	4,473	0.2%
Jost	529	508	4.1%	1,213	2,257	-46.3%
Fras-le	7,893	7,138	10.6%	10,265	13,297	-22.8%
Suspensys	6,633	3,582	85.2%	12,788	10,723	19.3%
Castertech	2,944	6,506	-54.7%	4,456	16,326	-72.7%
AUTO PARTS	21,188	19,327	9.6%	33,206	47,076	-29.5%
Consórcios	223	16	1293.8%	374	39	859.0%
Randon Investimentos	506	0	-	532	0	-
FINANCIAL SERVICES	729	16	4456.3%	906	39	2223.1%
TOTAL	37,969	27,526	37.9%	59,561	65,539	-9.1%

Values in thousands of Reais

"In 1H2010, the Company recorded an average daily volume of trades of R\$ 5.0 million against R\$ 2.2 million in the same period of 2009."

STOCK MARKET

Investors Relations

Events during the quarter:

Following the schedule of corporate events in 2010, the Company held, on May 11, 2009, in Porto Alegre, an Apimec (Brazilian Association of Investment Analysts) meeting with analysts, shareholders and investors. On the occasion, the company released the results for 1Q2010 and other expectations of the Company.

- Randon participated, as a guest, in the IV Mid & Small Caps Conference, sponsored by Fator Corretora, on June 22 and 23, 2010;
- Randon participated, as a guest, in the 3rd Annual Brazil Equity Conference, sponsored by Citibank, from June 23 to 25, 2010.

Bonus Shares

A capital increase was approved during the Extraordinary General Meeting held on April 8, 2010 upon the capitalization of part of the balance of the Profit General Reserve, going from R\$ 406.000.000,00 to R\$ 730.000.000,00, with issuance of new shares. 81,261,817 (eighty one million, two hundred and sixty-one thousand, eight hundred and seventeen) new nominative uncertificated shares, without par value, were issued, of which 27.296.098 (twenty seven million, two hundred and ninety-six thousand and ninety-eight) are common shares and 53.965.719 (fifty-three million, nine hundred and sixty-five thousand, seven hundred and nineteen) are preferred shares being allocated to shareholders, free of charge, one (1) new bonus share for each group of two (2) shares held on April 8, 2010, with the respective amendment of Article 5 of the Company By-laws.

The bonus shares have rights identical to the shares outstanding at the time the bonus shares were issued, and will be entitled to all dividends and return on capital that may be declared from the date of their inclusion in the stockholders` position, as well as to possible advantages attributed to the other shares.

Interest on Capital

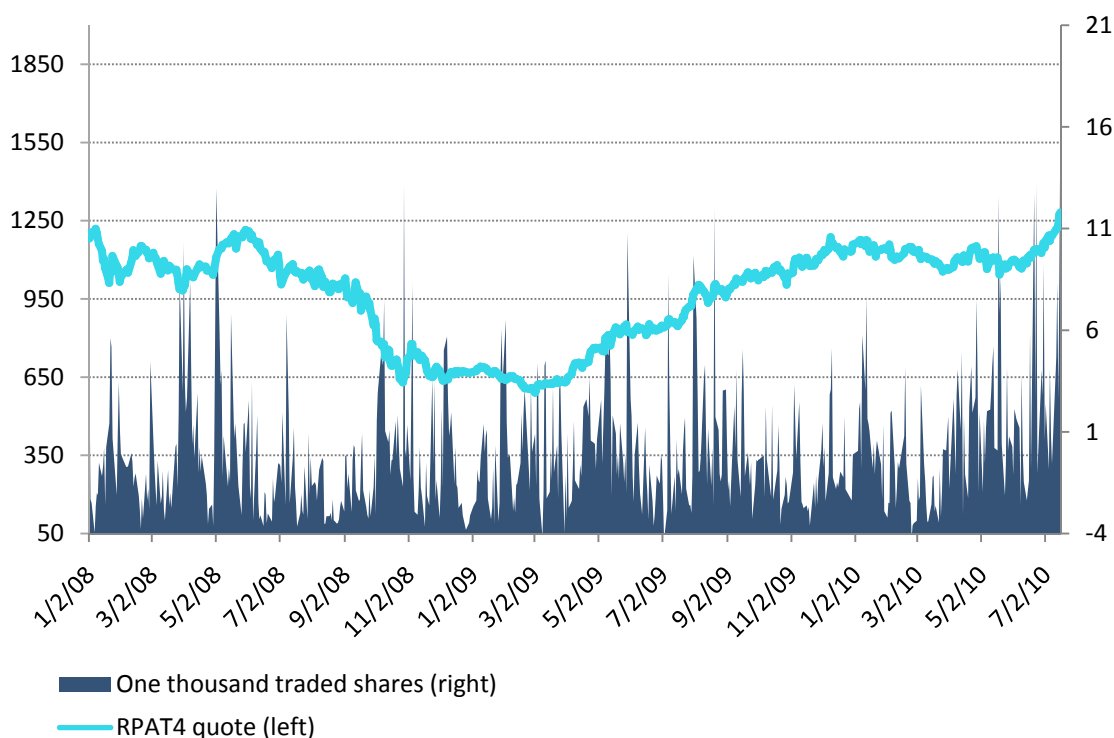
On the Minutes of the Board of Directors` Meeting, held on June 14, 2010, the payment of interest on capital was approved for the period January to June 2010. The amount, credited and paid, was R\$ 25,876,898.24, R\$ 0.10736 per common and preferred share. The credit was made on July 23, 2010 to all holders of common and preferred shares. The referred value may be attributed to dividends for the year to be closed on December 31, 2010, or as determined by the shareholders during the next General Assembly Meeting.

Performance of Shares

The preferred shares of Randon S.A. - Implementos e Participações in the period January-June 2010 appreciated by 0.68%. On June 30, 2010, they were quoted at R\$ 10.29 per share. This variation already includes, in its calculation, the bonus shares, as mentioned in the previous chapter.

51.8 million preferred shares were traded in the same period, in 72,914 deals, on the spot market of BM&FBovespa (São Paulo Stock Market) During this period, the Company recorded an average daily volume of trades of R\$ 5.0 million against R\$ 2.2 million in the same period of 2009.

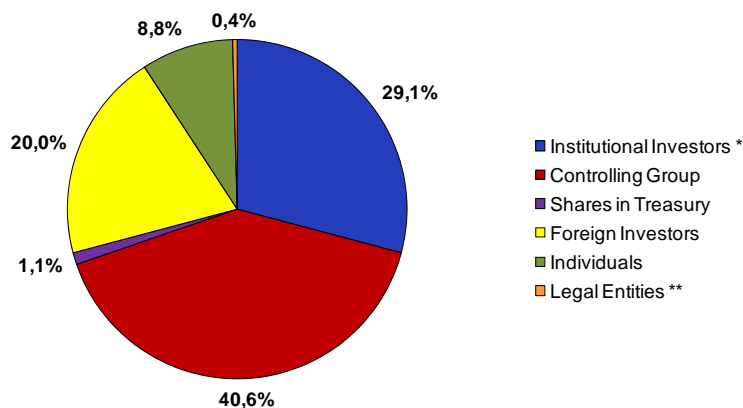
Performance of Shares and Traded Volumes



Shareholders Profile

On June 30, 2010, the shareholders` of the Company's total shares (common and preferred) was as follows:

Shareholders' Profile - Total of Shares



* Funds and investments Clubs

** Companies, Banks, Stockbrokers and Associations

AWARDS

In the second quarter of 2010, Randon Companies received awards, of which we highlight:

- ✓ The controlled company Jost Brasil Sistemas Automotivos Ltda. Received, for the second time, the Fiat prize " Qualitas Award "in the category of metals, standing out as one of the best suppliers of Iveco for its quality, service and management;
- ✓ The Export Award, in its 38th Edition, sponsored by ADVB-RS, for the controlled company Fras-le S.A in the Market Diversification category;
- ✓ Fras-le S. A won the trophy *Mérito Reconhecido 2010*, in its 5th edition. This distinction is the result of a nationwide survey, conducted every two years by Editorauto / Jornauto magazine with the owners of cargo and passengers fleets, which point out the best brands of parts and products they prefer to use in maintaining their vehicles.
- ✓ "Mais Diesel 2010" Award, granted to Fras-le S.A. as the best manufacturer of brake components. The Award, in its 2nd Edition, was the result of a survey conducted by Editora Novo Meio;
- ✓ Fras-le S.A was mentioned among the TOP 100 suppliers of the automotive aftermarket and was ranked 75th in the ranking published by the Automotive Aftermarket Suppliers Association (AASA), considered one of the leading automobile associations in the United States.
- ✓ Randon S.A. Implementos e Participações was awarded the Prêmio Distinção Indústria (Industry Award) by the Federation of Industries of Rio Grande do Sul (FIERGS) for its Randon 60-Year Series Grain Semi-Trailer. The award was granted due to the set of innovations featured by the product, which offers extra safety on roads has a modern design and provides higher profitability to fleet owners.

Board of Directors

Raul Anselmo Randon – Chairman
Alexandre Randon - Vice-Chairman
Hugo Eurico Irigoyen Ferreira – Board Member
José Maria Rabelo – Board Member
Ruy Lopes Filho – Board Member

Audit Board

Benilda Waschow
Carlos Osvaldo Pereira Hoff
Luiz Gonzaga Pinto Junior

Executive Board

David Abramo Randon – President-Director
Alexandre Randon – Vice-President Director
Erino Tonon – Vice-President Director
Astor Milton Schmitt – Director

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

Investor Relations Assistance

Hemerson Fernando de Souza

54 3209.2505

ri@randon.com.br

Meri - Lusmeri Tomazzoni

Angelica - Maria A. Mossmann





EARNINGS RELEASE - 2Q 2010 / 1H 2010

ENCLOSURE I.a CONSOLIDATED STATEMENTS OF INCOME - QUARTERLY
Values expressed in thousands of Reais

	2Q2010		2T09		1H2010		1H2009		Variations %	
		%		%		%		%	2Q2010/2Q09	1H2010/1H09
Gross Revenue	1,144,573	124.6%	785,831	126.6%	2,129,624	125.2%	1,472,409	127.2%	45.7%	44.6%
Deduction in Gross Revenue	(226,017)	-24.6%	(165,115)	-26.6%	(428,397)	-25.2%	(314,430)	-27.2%	36.9%	36.2%
Net Revenue	918,556	100.0%	620,716	100.0%	1,701,227	100.0%	1,157,979	100.0%	48.0%	46.9%
Cost of Sales and Services	(689,846)	-75.1%	(476,809)	-76.8%	(1,283,450)	-75.4%	(889,361)	-76.8%	44.7%	44.3%
Gross Profit	228,710	24.9%	143,907	23.2%	417,777	24.6%	268,618	23.2%	58.9%	55.5%
Sales Expenses	(67,574)	-7.4%	(49,561)	-8.0%	(123,763)	-7.3%	(95,428)	-8.2%	36.3%	29.7%
Administrative Expenses	(34,306)	-3.7%	(29,069)	-4.7%	(64,263)	-3.8%	(57,453)	-5.0%	18.0%	11.9%
Financial Income	(2,438)	-0.3%	24,599	4.0%	(5,050)	-0.3%	26,620	2.3%	-109.9%	-119.0%
<i>Financial Income</i>	37,305	4.1%	70,502	11.4%	78,219	4.6%	108,440	9.4%	-47.1%	-27.9%
<i>Financial Expenses</i>	(39,743)	-4.3%	(45,903)	-7.4%	(83,269)	-4.9%	(81,820)	-7.1%	-13.4%	1.8%
Investments Valuation Income	0	0.0%	0	0.0%	0	0.0%	0	0.0%	-	-
Other Expenses/ Income	(5,194)	-0.6%	(3,089)	-0.5%	(10,402)	-0.6%	(4,330)	-0.4%	68.1%	140.2%
Result before Income Tax	119,198	13.0%	86,787	14.0%	214,299	12.6%	138,027	11.9%	37.3%	55.3%
Provision for Income Tax and Social Contribution Taxes	(23,696)	-2.6%	(20,335)	-3.3%	(50,737)	-3.0%	(36,367)	-3.1%	16.5%	39.5%
Minority Interest	(29,517)	-3.2%	(19,736)	-3.2%	(55,192)	-3.2%	(26,529)	-2.3%	49.6%	108.0%
Management Bonus	(2,223)	-0.2%	(2,247)	-0.4%	(4,257)	-0.3%	(3,912)	-0.3%	-1.1%	8.8%
Net Profit for the Period	63,762	6.9%	44,469	7.2%	104,113	6.1%	71,219	6.2%	43.4%	46.2%
EBIT	121,636	13.2%	62,188	10.0%	219,349	12.9%	111,407	9.6%	95.6%	96.9%
EBITDA	139,559	15.2%	78,984	12.7%	254,588	15.0%	144,528	12.5%	76.7%	76.2%
EBITDA Margin (%)	15.2%		12.7%		15.0%		12.5%		2.5 p.p.	2.5 p.p.



EARNINGS RELEASE - 2Q 2010 / 1H 2010

ENCLOSURE I.b

CONSOLIDATED ACCRUED INCOME STATEMENT BY MARKET SEGMENT

Values expressed in thousands of Reais

	Vehicles and Trailers/Semi-trailers			Autoparts			Financial Services			Consolidated		
	2T2010	2T09	Δ%	2T2010	2T09	Δ%	2T2010	2T09	Δ%	2T2010	2T09	Δ%
Gross Revenue	537,014	384,554	40%	593,772	388,758	53%	13,787	12,519	10%	1,144,573	785,831	46%
Deduction in Gross Revenue	(96,352)	(74,668)	29%	(128,277)	(89,138)	44%	(1,388)	(1,309)	6%	(226,017)	(165,115)	37%
Net Revenue	440,662	309,886	42%	465,495	299,620	55%	12,399	11,210	11%	918,556	620,716	48%
Cost of Sales and Services	(346,644)	(252,531)	37%	(343,202)	(224,278)	53%	-	-	-	(689,846)	(476,809)	45%
Gross Profit	94,018	57,355	64%	122,293	75,342	62%	12,399	11,210	11%	228,710	143,907	59%
GROSS MARGIN (%)	21.3%	18.5%	15%	26.3%	25.1%	4%	-	-	-	24.9%	23.2%	7%
Operating Expenses	(48,662)	(42,303)	15%	(48,836)	(31,794)	54%	(9,576)	(7,622)	26%	(107,074)	(81,719)	31%
Financial Income	(4,807)	11,563	-142%	2,215	12,982	-83%	154	54	185%	(2,438)	24,599	-110%
Operating Income	40,549	26,615	52%	75,672	56,530	34%	2,977	3,642	-18%	119,198	86,787	37%
Net Profit for the Period	34,281	19,525	76%	27,343	22,407	22%	2,138	2,537	-16%	63,762	44,469	43%
EBIT	45,356	15,052	201%	73,457	43,548	69%	2,823	3,588	-21%	121,636	62,188	96%
EBITDA	51,642	21,407	141%	84,885	53,766	58%	3,032	3,811	-20%	139,559	78,984	77%
EBITDA Margin (%)	11.7%	6.9%	4.8 p.p.	18.2%	17.9%	0.3 p.p.	24.5%	34.0%	-9.5 p.p.	15.2%	12.7%	2.5 p.p.



EARNINGS RELEASE - 2Q 2010 / 1H 2010

ENCLOSURE I.b

CONSOLIDATED ACCRUED INCOME STATEMENT BY MARKET SEGMENT

Values expressed in thousands of Reais

	Vehicles and Trailers/Semi-trailers			Auto Parts			Financial Services			Consolidated		
	1S2010	1S09	Δ%	1S2010	1S09	Δ%	1S2010	1S09	Δ%	1S2010	1S09	Δ%
Gross Revenue	990,833	729,836	36%	1,111,733	717,009	55%	27,058	25,564	6%	2,129,624	1,472,409	45%
Deduction in Gross Revenue	(182,159)	(145,246)	25%	(243,559)	(166,518)	46%	(2,679)	(2,666)	0%	(428,397)	(314,430)	36%
Net Revenue	808,674	584,590	38%	868,174	550,491	58%	24,379	22,898	6%	1,701,227	1,157,979	47%
Cost of Sales and Services	(645,504)	(461,214)	40%	(637,946)	(428,147)	49%	-	-	-	(1,283,450)	(889,361)	44%
Gross Profit	163,170	123,376	32%	230,228	122,344	88%	24,379	22,898	6%	417,777	268,618	56%
GROSS MARGIN (%)	20.2%	21.1%	-4%	26.5%	22.2%	19%	-	-	-	24.6%	23.2%	6%
Operating Expenses	(92,091)	(79,259)	16%	(88,777)	(61,345)	45%	(17,560)	(16,607)	6%	(198,428)	(157,211)	26%
Financial Income	(6,952)	9,609	-172%	1,638	16,857	-90%	264	154	71%	(5,050)	26,620	-119%
Operating Income	64,127	53,726	19%	143,089	77,856	84%	7,083	6,445	10%	214,299	138,027	55%
Net Profit for the Period	48,670	34,795	40%	50,241	31,886	58%	5,202	4,538	15%	104,113	71,219	46%
EBIT	71,079	44,117	61%	141,451	60,999	132%	6,819	6,291	8%	219,349	111,407	97%
EBITDA	83,536	56,316	48%	163,827	81,469	101%	7,225	6,743	7%	254,588	144,528	76%
EBITDA Margin (%)	10.3%	9.6%	0.7 p.p.	18.9%	14.8%	4.1 p.p.	29.6%	29.4%	0.2 p.p.	15.0%	12.5%	2.5 p.p.



ENCLOSURE II STATEMENTS OF CASH FLOW – INDIRECT METHOD
Values expressed in thousands of Reais

	Parent Company		Consolidated	
	June 30 2010	June 30, 2009	June 30, 2010	June 30, 2009
Cash flow from operations				
Income for the Period	104,660	71,314	104,113	71,219
Adjustments to conciliate income to cash and banks generated by operations:				
Depreciation and amortization	11,396	10,773	35,239	33,121
Provision for Contingencies	(850)	372	(338)	575
Other provisions	7,045	(9,810)	20,854	(6,345)
Cost of fixed assets sold	4,813	242	6,158	1,014
Shareholders` Equity	(75,880)	(38,921)	-	-
Shareholders` Equity of other controlled companies	-	-	(7,561)	899
Premium on Sale of Treasury Shares	-	-	-	-
Interest of minority shareholders	-	-	47,143	(4,025)
Sale of treasury shares	-	-	-	-
Variation in loans and financing	-	-	(289)	513
Conversion accumulated adjustments	-	-	3	(2,686)
Variations in loans	13,185	(11,346)	22,287	(5,088)
Variations in derivative contracts	-	(5,223)	446	(24,427)
Adjustments to the initial adoption of Law 11.638/07 and MP 449/08	-	-	-	-
Profit and dividends from controlled companies	24,074	36,320	-	-
Variations in assets and liabilities				
(Increase) in other accounts receivable	37,539	3,010	(9,157)	3,694
(Increase) in accounts receivable from customers	(40,936)	3,086	(97,511)	(3,857)
Reduction (increase in inventories)	(42,281)	(14,635)	(105,627)	71,615
Reduction(increase) in accounts payable	(1,244)	24,351	24,839	33,909
Increase in accounts payable and provisions	9,933	(24,074)	33,678	(18,976)
(Reduction) in income and social contribution taxes	973	699	5,186	4,642
Net cash and Banks generated by operations	52,427	46,158	72,720	155,797
Cash Flow from investments				
Purchase of Property, Plant and Equipment	(18,069)	(19,522)	(46,205)	(65,541)
Acquisition of shares and quotas	(2,700)	(18,014)	-	(2)
Additions to deferred assets	-	-	-	-
Additions to intangible assets	(3,981)	-	(13,356)	-
Write off of Fixed Assets by Capital Payment	-	778	-	-
Write off of investment by incorporation	-	44,559	-	-
Acquisition of treasury shares	-	-	-	-
Net cash and banks (applied on) investments	(24,750)	7,801	(59,561)	(65,543)
Cash Flow from loans and financing				
Capital payment	-	-	-	-
Dividends payment	(12,090)	(34,301)	(15,746)	(38,447)
Interest on capital payable	(14,489)	(17,509)	(14,826)	(22,968)
Loans	11,993	723	65,737	83,023
Payment of loans	(18,604)	(28,465)	(98,227)	(109,909)
Loans from parent company and controlled companies	421	17,183	421	17,637
Loans from other related parties	2,089	1,356	3,089	(3,605)
Interest paid on loans	(9,034)	(8,556)	(19,040)	(20,384)
Net cash and Banks from loans and financing	(39,714)	(69,569)	(71,839)	(94,653)
	(12,037)	(15,610)	(58,690)	(4,399)
Statement of Cash and Banks Increase				
At beginning of year	169,006	129,092	616,659	316,372
At end of period	156,969	113,482	557,969	311,973
Increase in cash and banks	(12,037)	(15,610)	(58,690)	(4,399)



EARNINGS RELEASE 2Q2010

ENCLOSURE III

SUMMARIZED FINANCIAL STATEMENTS AS OF JUNE 30, 2010

Values in thousands of Reais – according to the corporate law

BALANCE SHEET	CONSOLIDATED	VEHICLES AND TRAILERS/SEMI-TRAILERS			AUTOPARTS					FINANCIAL SERVICES	
	RANDON S/A IMPL. E PARTIC.	RANDON S/A IMPL. E PARTIC. CONTROLLING	RANDON IMPL. P/O TRANSP LTDA. SP	RANDON ARGENTINA	FRAS-LE CONSOLIDATED	MASTER	JOST	SUSPENSYS	CASTERTECH	RANDON ADM. CONSÓRCIOS	RANDON INVESTIMENTOS
Assets	2,754,972	1,609,513	231,883	34,766	523,509	321,718	85,867	405,449	152,459	98,601	27,012
Current Assets	1,783,190	719,128	192,507	29,542	345,114	148,029	69,923	302,032	21,009	63,301	26,451
Cash and equivalents	557,969	156,969	29,465	3,173	173,302	58,961	28,127	96,121	888	9,395	26,436
Receivables	514,942	272,197	93,716	10,076	76,533	49,291	24,614	113,771	533	1,869	0
Inventory	432,067	178,821	40,779	5,707	74,728	29,902	11,720	75,193	7,142	0	15
Deferred Charges/ Recoverable costs	181,917	89,682	26,960	9,078	16,534	5,723	4,996	15,049	12,332	1,561	0
Others	96,295	21,459	1,586	1,508	4,017	4,153	467	1,898	115	50,476	0
Noncurrent Assets	971,782	890,385	39,376	5,224	178,395	173,689	15,944	103,417	131,450	35,300	561
Credit controlling company/controlled companies	0	22,174	0	0	0	232	0	0	0	0	0
Consortiums for resale	23,912	12,398	0	0	0	0	0	0	0	11,514	0
Deferred Charges/ recoverable costs	39,780	12,692	1,211	794	4,675	2,572	475	1,838	12,827	2,454	38
Other non-current assets	16,075	0	165	35	782	0	119	314	7	17,628	0
Taxes under litigation	7,931	682	0	0	6,217	198	0	42	0	792	0
Investments/Property, Plant, Property/Intangible/Deferred	884,084	842,439	38,000	4,395	166,721	170,686	15,350	101,224	118,616	2,912	522
Liabilities	2,754,972	1,609,513	231,883	34,766	523,509	321,718	85,867	405,449	152,459	98,601	27,012
Current Liabilities	633,459	243,597	125,341	16,176	126,532	49,323	24,630	103,354	13,722	55,676	1,954
Suppliers	170,973	69,208	95,763	4,095	17,801	19,659	14,038	63,619	1,609	601	14
Financing institutions	135,743	33,576	0	10,041	60,939	9,791	1,680	8,548	11,159	8	0
Salaries and benefits	71,129	24,242	4,807	420	20,043	6,498	2,740	10,617	633	949	177
Taxes and Fees	33,615	11,022	1,210	1,186	5,826	3,493	2,508	7,055	186	989	139
Advances for customers and others	221,999	105,549	23,561	434	21,923	9,882	3,664	13,515	134	53,130	1,624
Noncurrent Liabilities	789,810	402,380	12	14,376	141,291	52,389	10,522	103,177	89,526	16	8
Financing institutions	705,467	335,654	0	14,376	133,931	47,588	9,979	95,302	68,637	0	0
Debits with controlled companies	58,564	53,850	12	0	0	0	0	0	0	0	8
Diverse taxes and contributions	14,960	6,718	0	0	0	3,253	447	4,540	0	0	0
Provision for contingencies	10,762	4,451	0	0	6,155	0	0	141	0	15	0
Other non-current liabilities	57	1,707	0	0	1,205	1,548	96	3,194	20,889	1	0
Minority interest	369,324	0	0	0	238	0	0	0	0	0	3
Net equity	962,379	963,536	106,531	4,214	255,447	220,006	50,714	198,918	49,212	42,909	25,047



EARNINGS RELEASE 2Q2010

ENCLOSURE III

SUMMARIZED FINANCIAL STATEMENTS AS OF JUNE 30, 2010

Values in thousands of Reais – according to the corporate law

	CONSOLIDATED	VEHICLES AND TRAILERS/SEMI-TRAILERS			AUTOPARTS					FINANCIAL SERVICES	
BALANCE SHEET	RANDON S/A IMPL. E PARTIC.	RANDON S/A IMPL. E PARTIC. CONTROLLING	RANDON IMPL. P/O TRANSP LTDA. SP	RANDON ARGENTINA	FRAS-LE CONSOLIDATED	MASTER	JOST	SUSPENSYS	CASTERTECH	RANDON ADM. CONSÓRCIOS	RANDON INVESTIMENTOS
INCOME STATEMENT											
Net turnover	1,701,227	690,707	252,767	22,651	252,929	208,924	98,247	487,880	2,382	22,948	1,431
Cost of goods and services	(1,283,450)	(567,387)	(206,811)	(18,895)	(169,339)	(165,185)	(74,813)	(398,163)	(11,871)	0	0
Gross income	417,777	123,320	45,956	3,755	83,590	43,740	23,434	89,717	(9,490)	22,948	1,431
Sales expenses	(123,763)	(49,069)	(12,391)	(1,192)	(24,344)	(6,742)	(3,685)	(17,324)	(10)	(9,592)	0
Administrative expenses	(64,263)	(27,236)	(3,579)	(934)	(16,033)	(4,822)	(1,319)	(8,965)	(893)	(8,066)	(1,272)
Financial income	(5,050)	(5,628)	973	(2,166)	1,492	1,857	1,772	1,087	(4,686)	265	0
Investment valuation income	0	75,880	0	0	0	23,005	0	0	0	0	0
Other expenses/income	(10,402)	(6,342)	(618)	(205)	(4,730)	(2,777)	(1,108)	4,014	(40)	1,456	(86)
Income before taxes	214,299	110,925	30,341	(741)	39,975	54,260	19,094	68,530	(15,118)	7,011	72
Provision for taxes and social contributions	(50,737)	(4,065)	(9,190)	0	(9,621)	(8,916)	(5,556)	(16,745)	5,139	(1,761)	(23)
Minority interest	(55,192)	0	0	0	(102)	0	0	0	0	0	(3)
Management Bonus	(4,257)	(2,200)	0	0	(738)	(200)	(247)	(800)	0	(72)	0
Net income for the period	104,113	104,660	21,151	(741)	29,514	45,145	13,291	50,986	(9,979)	5,177	47
EBIT	219,349	40,673	29,368	1,425	38,484	29,398	17,322	67,443	(10,432)	6,746	72
EBITDA	254,588	52,069	30,281	1,573	46,027	32,725	18,536	73,798	(6,496)	7,143	82
EBITDA MARGIN (%) ON NET REVENUES	15.0%	7.5%	12.0%	6.9%	18.2%	15.7%	18.9%	15.1%	-272.7%	31.1%	5.7%