WABCO

SECOND QUARTER 2009

Q2 2009 EARNINGS RELEASE
July 30, 2009

JACQUES ESCULIER
Chairman & Chief Executive Officer
TODD WEINBLATT
Vice President & Controller

FORWARD LOOKING STATEMENTS

Comments in this document contain certain forward-looking statements, which are based on management's good faith expectations and beliefs concerning future developments. Actual results may differ materially from these expectations as a result of many factors. These factors include, but are not limited to, the risks and uncertainties described in the "Risk Factors" section and the "Forward Looking Statements" section of WABCO's Form 10-K, as well as in the "Management's Discussion and Analysis of Financial Condition and Results of Operations - Information Concerning Forward Looking Statements" section of WABCO's Form 10-Q Quarterly Reports. WABCO does not undertake any obligation to update such forward-looking statements. All market and industry data are based on Company estimates.

This presentation contains certain non-GAAP financial measures as that term is defined by the SEC. EBIT and sales excluding the effects of foreign exchange are non-GAAP financial measures. Additionally, gross profit, gross profit margin, operating income, operating income margin, EBIT, EBIT margin, net income and net income per diluted share on a "performance basis" are non-GAAP financial measures that exclude separation and streamlining costs, one-time impact from the Indian joint venture transactions, and one-time and discrete tax items, as applicable. Lastly, "free cash flow" presents our net cash provided by operating activities less purchases of property, plant, equipment and computer software. These measures should be considered in addition to, not as a substitute for, GAAP measures. Management believes that presenting these non-GAAP measures is useful to shareholders because it enhances their understanding of how management assesses the operating performance of the Company's business. Certain non-GAAP measures may be used, in part, to determine incentive compensation for current employees. Reconciliations of the non-GAAP financial measures to the most comparable GAAP measures are available in WABCO's quarterly results presentations posted on the company's website.

PERFORMANCE SUMMARY Q2 2009

- **Second Quarter Sales of $316.0 Million; Down 59% Reported or 53% in Local Currencies**
- **Gross Profit Margin of 21.4%; Performance Gross Profit Margin[(1)] of 22.6% vs. 27.5% in Prior Year**
- **EBIT Loss of $15.3 Million; Performance EBIT Loss[(1)] of $1.6 Million vs. Performance EBIT[(1)] of $93.7 Million in Prior Year**
- **EPS Reported ($0.27), Performance EPS[(2)] ($0.07), vs. $1.13 in Q2 2008**
- **Free Cash Flow[(3)] of $43.4 Million**
- **Outstanding Strategic Achievements:**
  - **Took Majority Control of WABCO-TVS, India Market Leader**
  - **Launched Several Technology Breakthroughs**
  - **CNHTC Became Second Largest Customer by Sales**

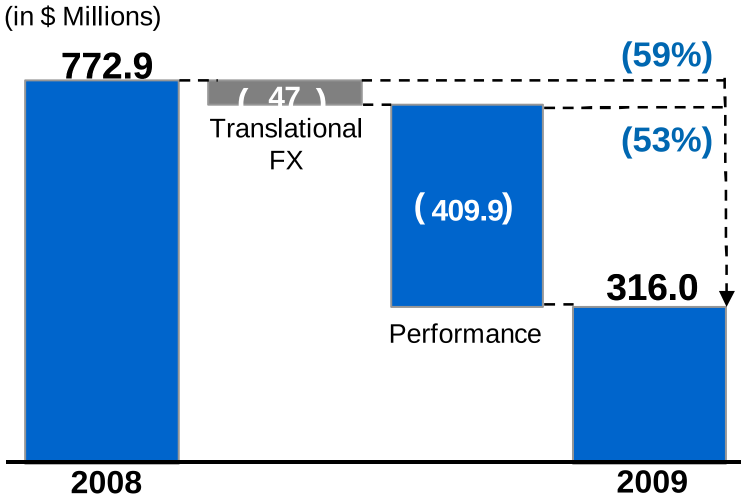
Refer to Slide #13 for Footnotes

Close to Break Even in Spite of 59% Drop in Sales

WABCO

SALES PERFORMANCE & MARKET TRENDS

Q2 Sales Bridge



Q2 Sales Growth[4] By Channel

OEMs	-62%	• Western Europe T&B Production Declines Further from Q1 '09 • Emerging Markets Less Affected • Western Europe Trailer Production down 76%
Aftermarket	-19%	• Slowdown in Transportation • Distributor Inventory Reduction • Emerging Markets Less Affected
Sales to JVs	-48%	• Continued Decline in T&B and Trailer Production in the U.S.

Q2 T&B Sales Growth[4] vs. Estimated Production Growth By Region

	WABCO	Estimated Production
Europe	(68%)	(70%)
North America	(40%)	(55%)
South America	(50%)	(36%)
Japan/Korea	(54%)	(49%)
China	(25%)	(12%)

Comments

- Global Recessive Environment Continues its Effect on All Economies
- Weak Demand & Inventory Reductions Drive Severe Production Cuts at All T&B OEMs
- Stimulus Packages Improving Local Truck Demand in China and Brazil
- Exports from Emerging Countries Slowed; Export vehicles have higher content per vehicle

Refer to Slide #13 for Footnotes

Market Decline Continues Globally; Emerging Markets Less Impacted

FINANCIAL PERFORMANCE Q2 2009

(In $ Millions except per share data)

	Q2 Reported	Q2 Performance (1),(2)	Performance vs. 2008 In Local Curr.(5)	Performance Drivers
Sales	$316.0	$316.0	**(53.0%)**	• Market Slowdown Continues • Order Book at $663, Down 44% • Price: ($4.9) or (1.3%)
Gross Profit	67.5	71.4	**(61.3%)**	• Volume & Mix: ($98.1)
	21.4%	22.6%	(485 bps)	• Productivity: – Materials: $7.0 – Conversion $3.9 – OH Absorption & Other: ($38.7)
OPEX & Other	(75.1)	(76.9)	**26.6%**	
	(23.8%)	(24.3%)	(870 bps)	
Operating (Loss)/Income	(7.6)	(5.5)		• Labor Inflation: ($4.0)
	(2.4%)	(1.7%)	(1,355 bps)	• OPEX Savings: $30.6
Equity Income	5.3	5.3		• +$3.5 vs. '08, Predominantly from the Indian JV
EBIT	($15.3)	($1.6)		• Streamlining ($6.0) vs. ($5.8) in '08 • Separation $3.9 vs. ($2.9) in '08
	(4.8%)	(0.5%)		• India JV Transaction ($11.6) in '09
Taxes	2.4	3.4		
Net Income	($17.4)	($4.7)		
EPS	**($0.27)**	**($0.07)**		• Versus $1.13 in Prior Year

Refer to Slide #13 for Footnotes

Early Decisive Actions Keep EBIT Close to Break Even

CASH FLOW SUMMARY Q2 2009

(in $ Millions)

Free Cash Flow

Cash Provided by Operating Activities		
Net Loss	(17.4)	Includes non-cash impact from India JV transactions – ($10.4)
Depreciation & Amortization	23.5	
Working Capital	58.3	Receivables $41.1, Inventory $21.8 Payables ($4.6)
Changes in Other Assets & Liabilities	(3.3)	Restructuring Payments – ($12.4)
Net Cash Provided by Operating Activities	61.1	
Purchases of PP&E and Computer Software	(17.7)	
Free Cash Flow(3)	43.4	

- **Continued customer credit management drives receivables collections**
- **Successful reduction of inventory levels even while increasing inventories for risky suppliers by approximately $10M**
- **Spending on PP&E and Tooling 20% lower than previous year**

Refer to Slide #13 for Footnotes

Another Outstanding Free Cash Flow Result

ORGANIZATION REALIGNMENT UPDATE

Streamlining Program

	Commitment*	Achievement to Date	New Target**
Manufacturing Positions	1,350	1,268	1,570
OPEX Positions	200	194	230
Total Positions	**1,550**	**1,462**	**1,800**
Estimated Total Cost	$80M - $85M	$58M	$80M - $85M
Estimated Annualized Savings	$65M - $70M	$61M	$80M - $90M

**Exchange Rate: 1 Euro = $1.3 US*
***Exchange Rate: 1 Euro = $1.36 US*

Q2 Results & Status of Additional Actions

- **Approximately 45 positions to be eliminated from the closure of UK factory in 2H '09**
- **Engaged in consultative process with works councils on a reduction of an additional 300 positions in Germany**
- **Timely decisive actions helped drive operating expenses down by $31 million vs. prior year**
- **Flexible work arrangements extended at the manufacturing and operating expense levels**

Continuing to Align to Market Conditions

WABCO

2009 REGIONAL MARKET DYNAMICS

% of Q2 '09 Sales

Europe 68%

- Inventory of new trucks reducing to normal levels
- Production should begin to rise to meet current demand/registration level
- Current production and demand at or near trough levels
- Order book beginning to show positive signs

China 8%

- Economy showing strong signs of improvement
- Reduced levels of current export will be a source of growth as demand returns
- Strong government stimulus actions

North America 7%

- Economy beginning to show positive signs
- Order book beginning to increase at some OEM's
- 2010 EPA regulation to drive a build up in engine inventory in 2009

Brazil 6%

- Economy showing strong signs of improvement
- Government incentive program initiated in the commercial vehicle industry
- Order book beginning to increase

Early Signs of Recovery in All Major Regions

WABCO

OPERATING FRAMEWORK FY 2009

First Half Actuals & Full Year Operating Framework

	1H 2009 Actuals (1 Euro = 1.33 USD)	**Q1 2009** (1 Euro = 1.3 USD) **High End - Low End**	**Updated** (1 Euro = 1.36 USD) **High End - Low End**
Sales[(4)] vs. '08	(49%)	(25%) – (35%)	(35%) – (40%)
Performance Operating Margin[(1)]	(0.4%)	6% - 3%	Positive
Free Cash Flow*[(2)]	$86.5	Positive	Strongly Positive

*Excluding Streamlining & Separation

Full Year Projection Drivers

- Containing Price Erosion at 1.5% to 2.0%
- Commodity Prices Below 2008
- Benefits from 1H '09 Streamlining activities
- Utilizing Flexible Work Arrangements for Short-Term Market Volatility
- Reductions of New Truck Inventory by OEM's
- Excludes Impact from Pending EC Fine

T&B Production Assumptions

	1H '09	2H '09	FY '09
Europe	(63%)	(61%)	(63%)
North America	(47%)	(39%)	(43%)
South America	(35%)	(39%)	(37%)
Japan/Korea	(26%)	13%	(12%)
China	(20%)	31%	(2%)

Operating Framework Adjusted to Better Align with Market

FOCUSING ON CORE STRATEGIES

Globalization	• **Majority Control of JV in India:** On June 3, increased equity to 75% in award-winning WABCO-TVS, strengthening already successful footprint in Asia • **Agreement with Ashok Leyland in India:** Starting in 2010, supply of OptiDrive™, highly advanced modular automated manual transmission system • **Major New Contract in Russia:** Agreement to supply ABS to KAMAZ, the largest manufacturer of commercial vehicles in the Russian Federation • **Qingdao Factory in China:** Awarded “Enterprise of the Year 2008” by Qingdao Municipal Government
New Technologies & Products	• **ESCsmart™:** Breakthrough ESC homologation system approved in 27-country EU and in 20 other countries; industry’s most efficient method to certify ESC • **EcoSmart™:** Breakthrough fuel-saving, emission-reducing clutch compressor for trucks and buses; series production in 2011 with major OEM in Europe • **Trailer Innovations:** OptiLoad™, OptiTurn™, TiltAlert™ and Bounce Control™ as well as new CAN Repeater and Router to enhance performance of EBS
Execution	• **WABCO Operating System** – 5.4% materials productivity in Q2 ‘09 – Delivering results from the cost reduction program (CRP) Initiated in the latter part of 2008 – 5.2% conversion productivity in Q2 ’09 – Continued improvement in quality: 3 additional production lines with 0ppm

Continued Success in Executing Core Strategies

SUMMARY

- Achieved Nearly Break-Even in Performance EBIT[(1)] During Continued Unprecedented Severe Slump in Industry
- Delivered Outstanding Free Cash Flow[(3)] of $43.4 Million
- Continuing Expansion in Emerging Markets; Took Control of WABCO-TVS India; Driving Growth in China, Second Largest Source of Revenue
- Anticipating and Mitigating Adverse Market Conditions through Further Streamlining and other Cost Reduction Measures
- Adjusted 2009 Operating Framework to Align with Market Conditions; Some Early Signs of Recovery
- Outstanding Achievements in Our Core Strategies of Globalization, New Technologies and Products, and Execution

Refer to Slide #13 for Footnotes

Growing Momentum while Navigating the Storm

APPENDIX

RECONCILIATIONS OF NON-GAAP MEASURES TO GAAP MEASURES

Footnotes, Tables & Definitions

Footnotes

1. Adjusted for streamlining, separation costs and one-time impact from the Indian joint venture transactions
2. Adjusted for streamlining, separation, one-time impact from the India joint venture transactions and one-time tax and discrete tax items
3. Net cash provided by operating activities less net cash used for purchases of property, plant, equipment and computer software
4. Adjusted for currency translation
5. Adjusted for currency translation, streamlining and separation costs

Tables

The tables that follow provide the reconciliations of the non-GAAP financial measures to the most comparable US GAAP measures.

Definitions

- **Separation costs** include all the incremental costs to establish WABCO as a stand-alone separate independent company. It also includes the costs associated with certain liabilities, including contingent liabilities, that have been assumed by WABCO from Trane, formerly American Standard, in the separation but are not related to the Vehicle Controls Business. These costs would include the (i) periodic adjustments to the carrying values of the liability, (ii) interest on certain liabilities and (iii) costs to defend certain of these assumed liabilities.
- **Streamlining costs** are those costs that help adjust the company's workforce and other resources to changing market requirements.

WABCO HOLDINGS Inc.
Consolidated Statements of Income
Reconciliation of Net Income to Performance Net Income and Performance Net Income per Diluted Common Share
(Unaudited)

(Amounts in millions, except per share data)	Three Months Ended June 30, 2009	Three Months Ended June 30, 2008	Six Months Ended June 30, 2009	Six Months Ended June 30, 2008
Net (Loss)/Income	**$ (17.4)**	**$ 67.0**	**$ (53.7)**	**$ 128.3**
Adjustments:				
Streamlining cost, net of tax	5.2	5.1	33.1	6.2
Tax items	1.4	0.5	2.2	2.5
Separation costs, net of tax and separation related taxes	(4.3)	2.9	(2.0)	8.8
Impact from India JV Transaction, net of tax	10.4	-	10.4	-
Performance Net (Loss)/Income	**$ (4.7)**	**$ 75.5**	**$ (10.0)**	**$ 145.8**
Performance Net (Loss)/Income per Diluted Common Share	**$ (0.07)**	**$ 1.13**	**$ (0.16)**	**$ 2.17**
Common Shares Outstanding - Diluted	**64.0**	**66.7**	**64.0**	**67.1**

Note: The presentation of performance net income and performance net income per diluted common share is not in conformity with generally accepted accounting principles (GAAP). These measures may not be comparable to similar measures of other companies as not all companies calculate these measures in the same manner.

WABCO HOLDINGS INC.
Reconciliation of Net Cash Provided
By Operating Activities to Free Cash Flow
(Unaudited)

(Amounts in millions)	Three Months Ended June 30, 2009	2008
Net Cash Provided by Operating Activities	$ 61.1	$ 90.8
Deductions or Additions to Reconcile to Free Cash Flow:		
Purchases of property, plant, equipment and computer software	(17.7)	(18.8)
Free Cash Flow	$ 43.4	$ 72.0

Note: This statement reconciles net cash provided by operating activities to free cash flow. Management uses free cash flow, which is not defined by US GAAP, to measure the Company's operating performance. Free cash flow is also one of the several measures used to determine incentive compensation for certain employees.

WABCO HOLDINGS INC.
Reconciliation of Net Cash Provided
By Operating Activities to Free Cash Flow
(Unaudited)

(Amounts in millions)		**Six Months Ended June 30, 2009**
Net Cash Provided by Operating Activities	$	95.0
Deductions or Additions to Reconcile to Free Cash Flow:		
Purchases of property, plant, equipment and computer software		(28.3)
Free Cash Flow	$	66.7
Adj. for Streamlining & Separation payments		19.8
Free Cash Flow excluding streamlining & separation payments		86.5

Note: This statement reconciles net cash provided by operating activities to free cash flow. Management uses free cash flow, which is not defined by US GAAP, to measure the Company's operating performance. Free cash flow is also one of the several measures used to determine

WABCO HOLDINGS INC.
Q2 2009 Data Supplement Sheet
(Unaudited)

(Amounts in millions)	Quarter Ended June 30, 2009	% of Sales/ Adj Sales	2008	% of Sales/ Adj Sales	% Chg vs. 2008
Sales					
Reported	$ 316.0		$ 772.9		-59.1%
Foreign exchange translational effects	47.0		-		
Adjusted Sales	**$ 363.0**		**$ 772.9**		**-53.0%**
Gross Profit					
Reported	$ 67.5	21.4%	$ 212.3	27.5%	-68.2%
Streamlining costs	3.6		0.3		
Separation costs	0.3		0.3		
Performance Gross Profit	**$ 71.4**	**22.6%**	**$ 212.9**	**27.5%**	**-66.5%**
Foreign exchange translational effects	11.0		-		
Adjusted Gross Profit	**$ 82.4**	**22.7%**	**$ 212.9**	**27.5%**	**-61.3%**
Selling, Administrative, Product Engineering Expenses and Other					
Reported	$ 75.1	23.8%	$ 127.9	16.5%	-41.3%
Streamlining costs	(2.4)		(5.5)		
Separation costs	4.2		(2.7)		
Performance Selling, Administrative, Product Engineering Expenses and Other	**$ 76.9**	**24.3%**	**$ 119.7**	**15.5%**	**-35.8%**
Foreign exchange translational effects	10.9		-		
Adjusted Selling, Administrative, Product Engineering Expenses and Other	**$ 87.8**	**24.2%**	**$ 119.7**	**15.5%**	**-26.6%**
Operating (Loss)/Income					
Reported	$ (7.6)	-2.4%	$ 84.4	10.9%	-109.0%
Streamlining costs	6.0		5.8		
Separation costs	(3.9)		3.0		
Performance Operating Income	**$ (5.5)**	**-1.7%**	93.2	**12.1%**	**-105.9%**
Foreign exchange translational effects	0.1		-		
Adjusted Operating Income	**$ (5.4)**	**-1.5%**	**$ 93.2**	**12.1%**	**-105.8%**

WABCO HOLDINGS INC.
Q2 2009 Data Supplement Sheet
(Unaudited)

(Amounts in millions)	Quarter Ended June 30, 2009	% of Sales/ Adj Sales	2008	% of Sales/ Adj Sales	% Chg vs. 2008
Equity in (Loss)/Income of Unconsolidated Joint Ventures					
Reported	5.3		$ 2.5		
Foreign exchange translational effects	0.7		-		
Adjusted Equity in (Loss)/Income of Unconsolidated Joint Ventures	**$ 6.0**		**$ 2.5**		
EBIT (Earnings Before Interest and Taxes)					
Reported Net (Loss)/Income	**$ (17.4)**		**$ 67.0**		
Adjust for taxes	2.4		18.4		
Adjust for interest income	(0.3)		(0.4)		
EBIT	**$ (15.3)**	**-4.8%**	**$ 85.0**	**11.0%**	**-118.0%**
Streamlining costs	6.0		5.8		
Separation costs	(3.9)		2.9		
Impact from India JV transaction	11.6		-		
Performance EBIT (Earnings Before Interest and Taxes)	**$ (1.6)**	**-0.5%**	**$ 93.7**	**12.1%**	**-101.7%**
Foreign exchange translational effects	0.9		-		
Adjusted EBIT (Earnings Before Interest and Taxes)	**$ (0.7)**	**-0.2%**	**$ 93.7**	**12.1%**	**-100.7%**

Note: The presentation of the performance measures above are not in conformity with generally accepted accounting principles (GAAP). These measures may not be comparable to similar measures of other companies as not all companies calculate these measures in the same manner.

WABCO HOLDINGS INC.
Six Months Ended June 2009 Data Supplement Sheet
(Unaudited)

(Amounts in millions)	2009	% of Sales/ Adj Sales	2008	% of Sales/ Adj Sales	% Chg vs. 2008
	Six Months Ended June 30,				
Sales					
Reported	$ 649.9		$ 1,478.3		**-56.0%**
Foreign exchange translation effects	100.6		-		
Adjusted Sales	**$ 750.5**		**$ 1,478.3**		**-49.2%**
Gross Profit					
Reported	$ 125.7	**19.3%**	$ 408.3	**27.6%**	**-69.2%**
Streamlining costs	25.1		0.6		
Separation costs	0.6		0.6		
Performance Gross Profit	**$ 151.4**	**23.3%**	**$ 409.5**	**27.7%**	**-63.0%**
Foreign exchange translational effects	23.4		-		
Adjusted Gross Profit	**$ 174.8**	**23.3%**	**$ 409.5**	**27.7%**	
Selling, Administrative, Product Engineering Expenses and Other					
Reported	$ 163.3	**25.1%**	$ 240.3	**16.3%**	**-32.0%**
Streamlining costs	(11.8)		(6.4)		
Separation costs	2.4		(9.0)		
Performance Selling, Administrative, Product Engineering Expenses and Other	**$ 153.9**	**23.7%**	**$ 224.9**	**15.2%**	**-31.6%**
Foreign exchange translational effects	22.5		-		
Adjusted Selling, Administrative, Product Engineering Expenses and Other	**$ 176.4**	**23.5%**	**$ 224.9**	**15.2%**	**-21.6%**
Operating Income					
Reported	$ (37.6)	**-5.8%**	$ 168.0	**11.4%**	**-122.4%**
Streamlining costs	36.9		7.0		
Separation costs	(1.8)		9.6		
Performance Operating Income	**$ (2.5)**	**-0.4%**	184.6	**12.5%**	**-101.4%**
Foreign exchange translational effects	0.9		-		
Adjusted Operating Income	**$ (1.6)**	**-0.2%**	**$ 184.6**	**12.5%**	**-100.9%**

WABCO HOLDINGS INC.
Six Months Ended June 2009 Data Supplement Sheet
(Unaudited)

(Amounts in millions)	Six Months Ended June 30, 2009	% of Sales/ Adj Sales	2008	% of Sales/ Adj Sales	% Chg vs. 2008
Equity in Income of Unconsolidated Joint Ventures					
Reported	$ 0.5		$ 3.1		
Foreign exchange translational effects	(0.1)		-		
Adjusted Equity in Income of Unconsolidated Joint Ventures	**$ 0.4**		**$ 3.1**		**-87.1%**
EBIT (Earnings Before Interest and Taxes)					
Reported Net Income	**$ (53.7)**		**$ 128.3**		
Adjust for taxes	3.0		39.4		
Adjust for interest (income)/expense	(0.7)		(1.0)		
EBIT	**$ (51.4)**	**-7.9%**	**$ 166.7**	**11.3%**	**-130.8%**
Streamlining costs	37.0		7.0		
Separation costs	(1.0)		9.5		
Impact from India JV transaction	11.6		-		
Performance EBIT (Earnings Before Interest and Taxes)	**$ (3.8)**	**-0.6%**	**$ 183.2**	**12.4%**	**-102.1%**
Foreign exchange translational effects	0.5		-		
Adjusted EBIT (Earnings Before Interest and Taxes)	**$ (3.3)**	**-0.4%**	**$ 183.2**	**12.4%**	**-101.8%**

Note: The presentation of the performance measures above are not in conformity with generally accepted accounting principles (GAAP). These measures may not be comparable to similar measures of other companies as not all companies calculate these measures in the same manner.

WABCO HOLDINGS INC.
Reconciliation of Operating Income Margin to Performance Operating Income Margin for Full Year 2009 Operating Framework
(Unaudited)

	Q1 2009 Twelve Months Ending, December 31, 2009 (1 Euro = 1.3 USD)	Update Twelve Months Ending, December 31, 2009 (1 Euro = 1.36 USD)
Operating Income		
Reported Operating Income Margin	(1.5%) - 1.5%	>(3.2%)
Streamlining costs, impact to margin	3.8%	2.9%
Separation costs, impact to margin	0.7%	0.3%
Performance Operating Income Margin	**3.0% - 6.0%**	**>0.0%**

Note: The presentation of performance Operating Income Margin is not in conformity with generally accepted accounting principles (GAAP). These measures may not be comparable to similar measures of other companies as not all companies calculate these measures in the same manner.