INGERSOLL-RAND COMPANY LIMITED

Consolidated Income Statement
Second Quarter and Six Months
(In millions except per share amounts)

UNAUDITED

	Three Months Ended June 30,		Six Months Ended June 30,	
	2003	2002	2003	2002
Revenues	$ 2,525.1	$ 2,266.4	$ 4,723.8	$ 4,283.4
Cost of goods sold	1,907.6	1,730.0	3,597.1	3,260.0
Selling & administrative expenses	398.0	353.9	741.8	679.8
Restructuring charges	-	7.0	-	17.2
Operating income	219.5	175.5	384.9	326.4
Interest expense	(44.0)	(59.1)	(94.1)	(118.3)
Other income/(expense)	2.6	(10.9)	(4.0)	(20.8)
Earnings before taxes	178.1	105.5	286.8	187.3
Provision for taxes	25.0	14.4	40.2	25.7
Earnings from continuing operations	153.1	91.1	246.6	161.6
Discontinued operations, net of tax	(13.8)	16.3	45.9	26.7
Earnings before cumulative effect of change in accounting principle	139.3	107.4	292.5	188.3
Cumulative effect of change in accounting principle, net of tax	-	-	-	(634.5)
Net earnings/(loss)	$ 139.3	$ 107.4	$ 292.5	$ (446.2)
Basic earnings per share				
- Continuing operations	$ 0.90	$ 0.54	$ 1.46	$ 0.96
- Discontinued operations	(0.08)	0.10	0.27	0.16
- Change in accounting principle	-	-	-	(3.76)
	$ 0.82	$ 0.64	$ 1.73	$ (2.64)
Diluted earnings per share				
- Continuing operations	$ 0.89	$ 0.53	$ 1.45	$ 0.95
- Discontinued operations	(0.08)	0.10	0.27	0.15
- Change in accounting principle	-	-	-	(3.72)
	$ 0.81	$ 0.63	$ 1.72	$ (2.62)
Average number of common shares outstanding:				
Basic	169.5	169.0	169.4	168.7
Diluted	170.9	171.2	170.3	170.5

SEE ATTACHED RELEASE FOR ADDITIONAL INFORMATION

INGERSOLL-RAND COMPANY LIMITED
Business Review
Second Quarter and Six Months
(In millions except percentages)

UNAUDITED

	Three Months Ended June 30,		Six Months Ended June 30,	
	2003	2002	2003	2002
Climate Control				
Revenues	$ 655.6	$ 615.2	$ 1,213.1	$ 1,129.7
Operating income	55.3	37.3	80.4	60.5
and as a % of revenues	8.4%	6.1%	6.6%	5.4%
Industrial Solutions				
Air & Productivity Solutions				
Revenues	352.9	323.1	673.2	633.2
Operating income	21.6	13.9	45.2	39.5
and as a % of revenues	6.1%	4.3%	6.7%	6.2%
Dresser Rand				
Revenues	337.1	234.7	615.2	446.5
Operating income/(loss)	8.0	0.2	12.2	(0.2)
and as a % of revenues	2.4%	0.1%	2.0%	0.0%
Industrial Solutions				
Revenues	690.0	557.8	1,288.4	1,079.7
Operating income	29.6	14.1	57.4	39.3
and as a % of revenues	4.3%	2.5%	4.5%	3.6%
Infrastructure				
Revenues	791.2	729.3	1,452.3	1,364.4
Operating income	100.5	89.7	169.1	152.4
and as a % of revenues	12.7%	12.3%	11.6%	11.2%
Security & Safety				
Revenues	388.3	364.1	770.0	709.6
Operating income	66.6	64.3	137.1	130.4
and as a % of revenues	17.2%	17.7%	17.8%	18.4%
Total				
Revenues	$ 2,525.1	$ 2,266.4	$ 4,723.8	$ 4,283.4
Operating income	252.0	205.4	444.0	382.6
and as a % of revenues	10.0%	9.1%	9.4%	8.9%
Unallocated corporate expense	(32.5)	(29.9)	(59.1)	(56.2)
Consolidated operating income	$ 219.5	$ 175.5	$ 384.9	$ 326.4
and as a % of revenues	8.7%	7.7%	8.1%	7.6%

INGERSOLL-RAND COMPANY LIMITED
Condensed Consolidated Balance Sheet
(In millions)

UNAUDITED

	June 30, 2003	December 31, 2002
ASSETS		
Current assets:		
Cash and cash equivalents	$ 108.1	$ 342.2
Marketable securities	165.6	1.8
Accounts and notes receivable, net	1,505.4	1,405.3
Inventories	1,222.4	1,189.8
Prepaid expenses and deferred income taxes	254.2	379.3
Assets held for sale	-	794.0
Total current assets	3,255.7	4,112.4
Property, plant and equipment, net	1,243.2	1,279.9
Goodwill	4,093.1	4,005.5
Intangible assets, net	890.4	890.9
Other assets	743.0	520.9
Total assets	$ 10,225.4	$ 10,809.6
LIABILITIES AND EQUITY		
Current liabilities:		
Accounts payable	$ 727.0	$ 730.3
Accrued expenses and other current liabilities	1,409.1	1,617.1
Loans payable	699.3	1,155.5
Liabilities held for sale	-	295.2
Total current liabilities	2,835.4	3,798.1
Long-term debt	1,836.2	2,092.1
Other noncurrent liabilities	1,704.6	1,441.2
	6,376.2	7,331.4
Shareholders' equity:		
Common stock	169.7	169.2
Other shareholders' equity	4,071.2	3,822.1
Accumulated other comprehensive income	(391.7)	(513.1)
Total shareholders' equity	3,849.2	3,478.2
Total liabilities and equity	$ 10,225.4	$ 10,809.6