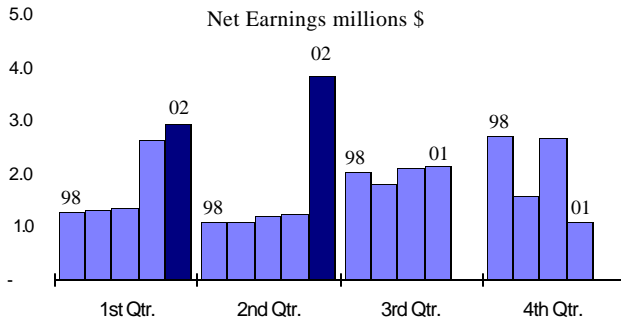


Net Earnings Up

Second quarter earnings increased to \$3.8 million or \$0.16 per share, compared with \$1.3 million last year or \$0.05 per share. Year to date earnings increased by 75% to \$6.8 million compared with \$3.9 million last year. The number of shares outstanding is 23.2 million compared to 24.5 million last year.

Revenue Up

Second quarter revenue increased to \$67.9 million compared with \$34.4 million last year. Year to date revenue is up 32% to \$123 million compared with \$94 million last year.



Earnings History

The above chart demonstrates a rather significant departure from our traditionally stable earnings during the first three quarters. This departure is due primarily to a greater than anticipated overlap between the winding down of the CNH tractor supply agreement and the growing dealer direct sales in the tractor business.

With the recent extension of the CNH tractor supply agreement and with the early positive acceptance in the farm market of our Buhler brand tractor products, we expect the results of Q3 and possibly Q4 to be above normal. However, as the CNH tractor supply agreement ends, the Company will be relying only on dealer direct tractor sales. As a result, revenue and earnings are expected to return to a more normalized level.

Balance Sheet Items

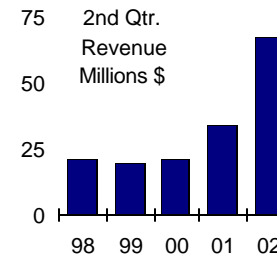
Inventory has returned to a more typical level compared to last year's record high levels due to a strike at the tractor plant. Accounts receivable has grown to 48.2 million compared with 22.2 million in the previous year. This increase is primarily due to the increased dealer direct tractor sales. This trend is expected to continue as this business grows. The long term debt consists of an Industry Canada interest free loan inherited from CNH. The Company will begin repaying the loan in July 2003.

The Company's strong balance sheet positions it well to take advantage of acquisition opportunities as they become available.

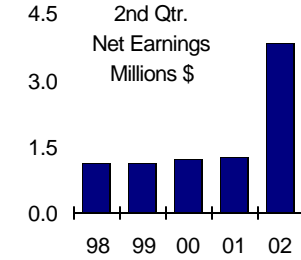
A Leading Manufacturer and Distributor
of Farm Equipment



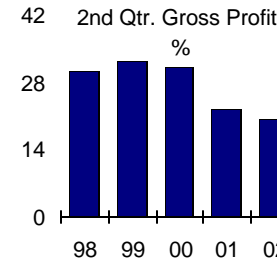
FINANCIAL ANALYSIS



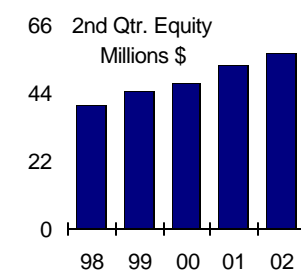
Revenue in Q2 increased to \$67.9 million compared with \$34.4 million last year. This increase is largely due to the overlap of tractor sales to CNH and to Buhler dealers. Future revenue will be dependant on our ability to penetrate the North American tractor market.



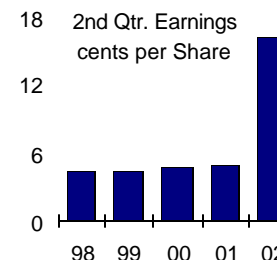
Earnings in Q2 increased to \$3.8 million compared with \$1.3 million last year. Increased revenue from our core products and increased tractor sales contributed to these record breaking results.



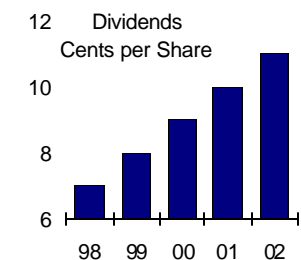
Gross profit of 21.3% of revenue is down from last year's 22.5%. The gross profit is greatly affected by the mix of traditional sales and lower margin tractor sales. As a result, future consolidated margins are uncertain.



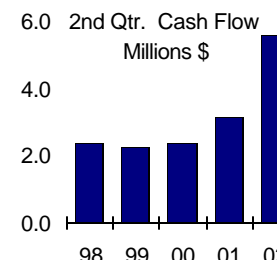
Equity has increased for 32 consecutive years. Shareholders' equity is now \$56.8 million or \$2.47 per share compared to \$53 million last year or \$2.15 per share.



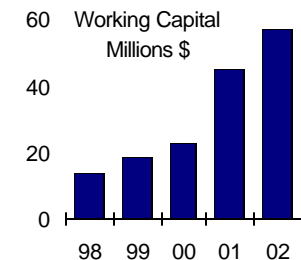
Second quarter earnings increased to \$0.16 per share compared with \$0.05 last year. The Company is purchasing shares under the Normal Course Issuers Bid for cancellation and this practice will continue.



The Company expects the practice of increasing dividends to continue as it has for the past 9 consecutive years. The dividend of \$0.11 was paid on January 28, 2002 to the shareholders of record on December 20, 2001.



Cash flow of \$5.6 million in Q2 increased by 78% over last years \$3.1 million. The healthy cash flow enables the Company to utilize all cash discounts offered by suppliers. Cash flow is the sum of net after tax earnings, plus amortization.



Net working capital of \$57 million has improved over last year's \$45 million. The increased working capital allows the Company to react quickly to changes in the market, as well as take advantage of opportunities as they occur.

Consolidated Balance Sheet

Buhler Industries Inc. 2nd Quarter 2002

Unaudited (000's)

As at March 31	2002	2001
ASSETS		
Current assets		
Accounts receivable	\$ 48,172	\$ 22,244
Inventories	59,029	82,221
Prepaid expenses	71	1,047
Total current assets	107,272	105,512
Loan receivable	2,706	4,060
Capital assets	35,356	40,544
Future income taxes	2,702	-
Investments - at cost	57	50
Total assets	\$ 148,093	\$ 150,166
LIABILITIES AND SHAREHOLDERS EQUITY		
Current liabilities		
Bank indebtedness	\$ 18,816	\$ 35,965
Account payable & accrued	34,302	24,451
Total current liabilities	53,118	60,416
Long term debt (unsecured)	31,850	31,850
Deferred income taxes	-	845
Total liabilities	84,968	93,111
Non-controlling interest	6,288	4,060
SHAREHOLDERS' EQUITY		
Share capital	18,074	18,481
Retained earnings	38,763	34,514
Total shareholders equity	56,837	52,995
Total Liabilities and equity	\$ 148,093	\$ 150,166

On behalf of the Board of Directors

John Buhler,
Chairman

Consolidated Statement of Earnings and Retained Earnings

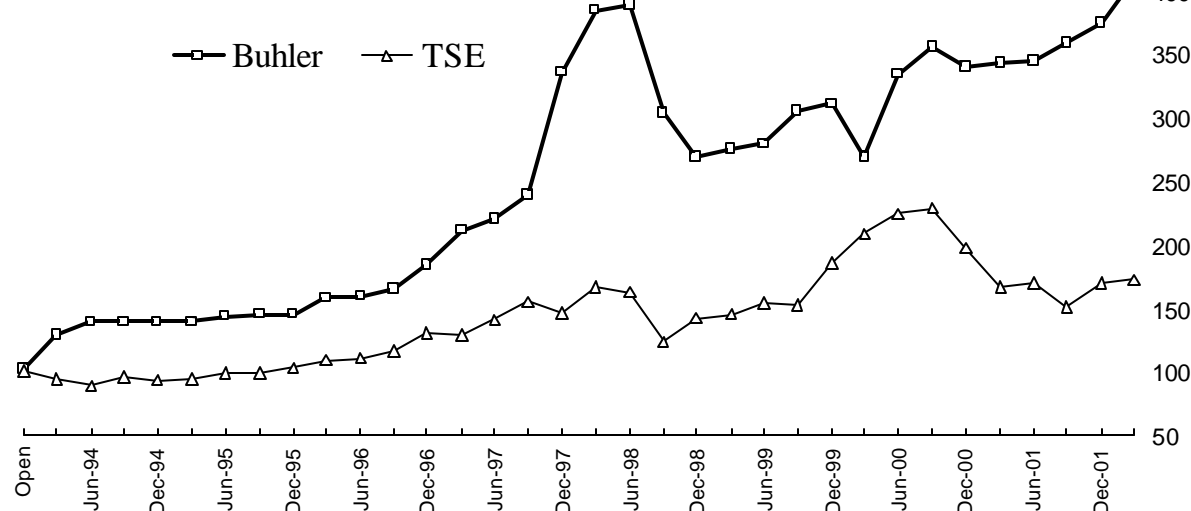
Buhler Industries Inc. 2nd Quarter 2002

Unaudited (000's except per share amounts)

	Three Months Ended March 31			Six Months Ended March 31		
	2002	2001		2002	2001	
Revenue	\$ 67,904	\$ 34,427		\$123,299	\$ 93,582	
Cost of Goods Sold	53,446	26,673		97,955	75,296	
Gross Profit	14,458	7,754	22.5%	25,344	18,286	19.5%
Selling & administration expenses	5,855	3,045	8.8%	10,011	6,968	7.4%
Income From Operations	8,603	4,709	13.7%	15,333	11,318	12.1%
Loss (gain) sale capital assets	(23)	22		(37)	(54)	
Interest expense	108	365		177	454	
Amortization	1,756	1,881		3,379	3,703	
Research & Development	429	443		998	939	
Non-controlling interest	218	247		423	428	
Earnings Before Taxes	6,115	1,751	5.1%	10,393	5,848	6.2%
Income taxes	2,284	493		3,612	1,965	
NET EARNINGS	\$ 3,831	\$ 1,258	3.7%	\$ 6,781	\$ 3,883	4.1%
Retained Earnings, begin period	35,498	33,299		35,212	33,339	
Dividends	-	-		(2,584)	(2,435)	
Retirement of shares	(566)	(43)		(646)	(273)	
Retained Earnings, End of Period	\$ 38,763	\$ 34,514		\$ 38,763	\$ 34,514	
Earnings per share						
Fully Diluted	\$ 0.16	\$ 0.05		\$ 0.29	\$ 0.16	

Buhler Continues to Outperform TSE 300 Index

March 25, 1994 to March 31, 2002



Consolidated Statement of Cash Flows

Unaudited (000's)

6 months ended March 31	2002	2001
Cash provided by (used in) operating activities		
Net earnings	\$ 6,781	\$ 3,883
Add (deduct) non-cash items		
Amortization	3,379	3,703
Gain on disposal of assets	(37)	(54)
Loss on foreign exchange	76	-
Future income taxes	(41)	-
	10,158	7,532
Net change in non-cash working capital balances*	(17,357)	(23,425)
	(7,199)	(15,893)
Investing activities		
Purchase of capital assets	(1,691)	(2,446)
Proceeds (sale of capital assets)	364	318
Investments	(15)	(7)
	(1,342)	(2,135)
Financing activities		
Issuance of share capital	17	247
Retirement of shares (note 11)	(819)	(359)
Increase of non-control interest	6,288	-
Advances from (to) related party	(3,162)	(3,350)
Dividends paid	(2,584)	(2,435)
	(260)	(5,897)
Foreign exchange loss on cash held in foreign currency		
	(76)	-
Net cash used in the period	(8,877)	(23,925)
Bank debt, beginning	(9,939)	(12,040)
Bank debt, end of period	(18,816)	(35,965)
*Net change in non-cash working capital balances is comprised of		
Accounts receivable	(21,425)	23,998
Inventories	1,150	(29,375)
Prepaid expenses	460	(500)
Acc'ts payable and accrued	2,458	(17,548)
Net cash used	(17,357)	(23,425)