



**Second Quarter 2008
Financial and Operational Results**
July 29, 2008



Forward-Looking Statements



Statements that are not historical facts, including the projections of future sales, earnings, production levels, supplier and production constraints, inflation, farm income, working capital improvement, cash flow, margins, effective tax rate, capital expenditures and strategic initiatives are forward-looking and subject to risks which could cause actual results to differ materially from those suggested by the statements. These forward-looking statements involve a number of risks and uncertainties. The following are among the factors that could cause actual results to differ materially from the results discussed in or implied by the forward-looking statements. Further information concerning these and other factors is included in AGCO's filings with the Securities and Exchange Commission, including its Form 10-K for the year ended December 31, 2007 and the Form 10Q for the quarter ended March 31, 2008. The Company disclaims any responsibility to update any forward- looking statements.

Financial Summary

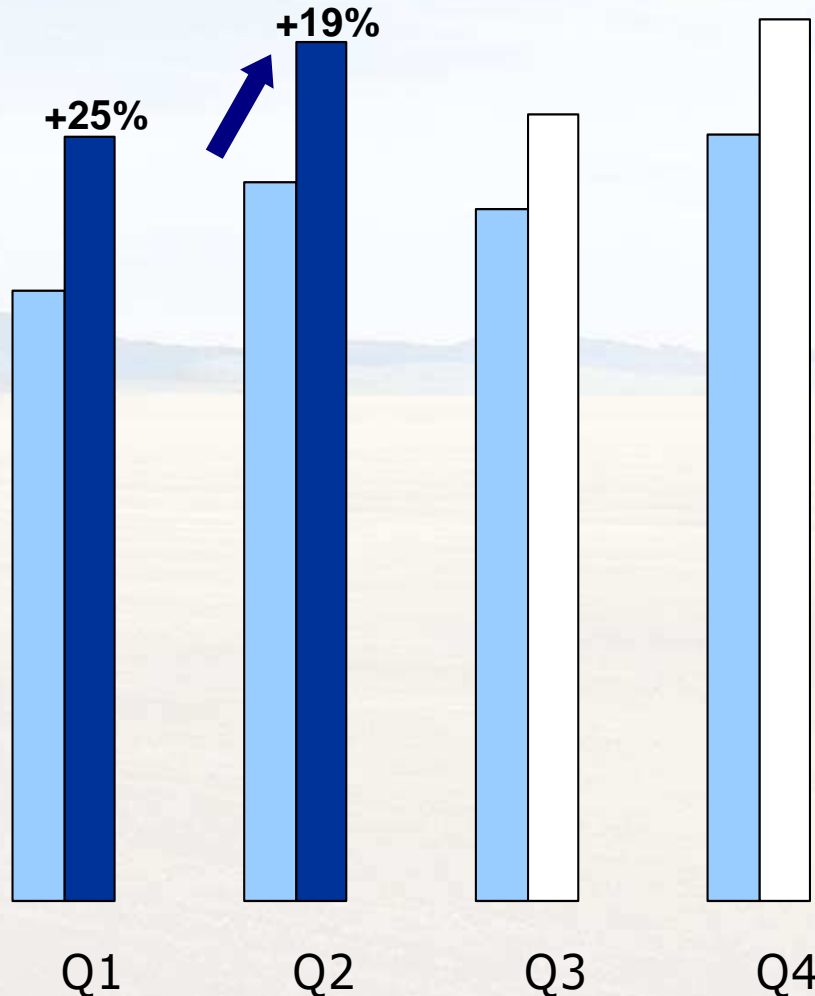


	<u>Q208</u>	<u>Q208 vs</u> <u>Q207</u>	<u>YTD</u> <u>2008</u>	<u>YTD08 vs</u> <u>YTD07</u>
Net Sales (\$Ms)	2,395.4	+40.0%	4,182.0	+37.4%
Gross Profit (\$Ms)	428.2	+44.2%	743.4	+44.0%
Adj. Op. Income (\$Ms)	189.2	+70.6%	283.5	+81.2%
Adj. Op. Margin	7.9%	+1.4%	6.8%	+1.6%
Adj. Diluted EPS	\$1.34	+\$0.67	\$1.97	+\$1.04

Tractor/Combine Production



Production Units



- Production up 19% in Q208 vs Q207
- Total 2008 production expected to increase 16-18% from 2007



■ '07 Act ■ '08 Act □ '08 Projected

Industry Overview



June YTD Retail Units

North America

YTD08 vs YTD07

Tractors – Industry
– AGCO

-6%
Flat

Combines – Industry
– AGCO

+18%
↑

Europe

Tractors – Industry
– AGCO

+8%
↑

South America

Tractors – Industry
– AGCO

+42%
↑

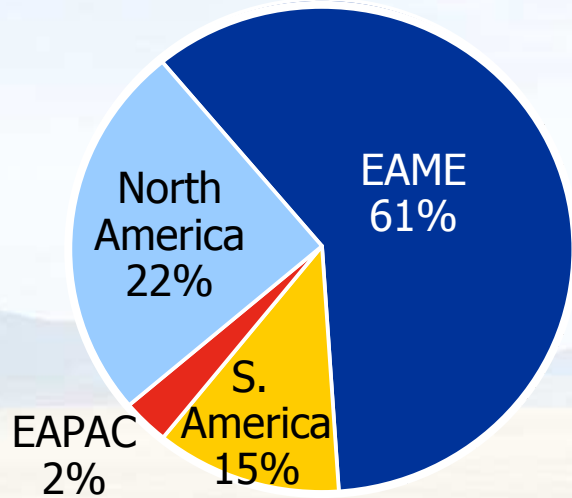
Combines – Industry
– AGCO

+82%
↑

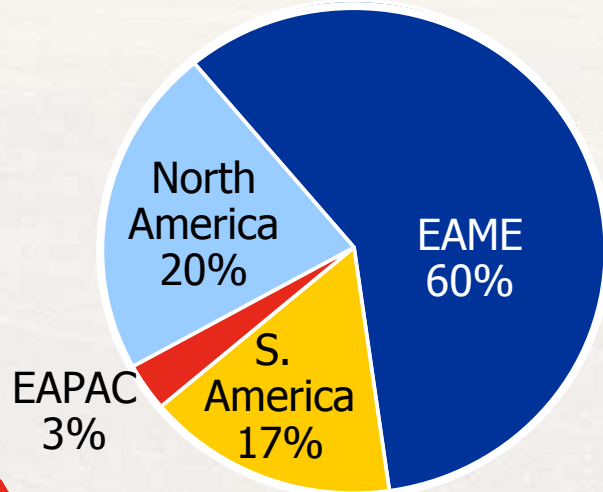
Regional Net Sales Results



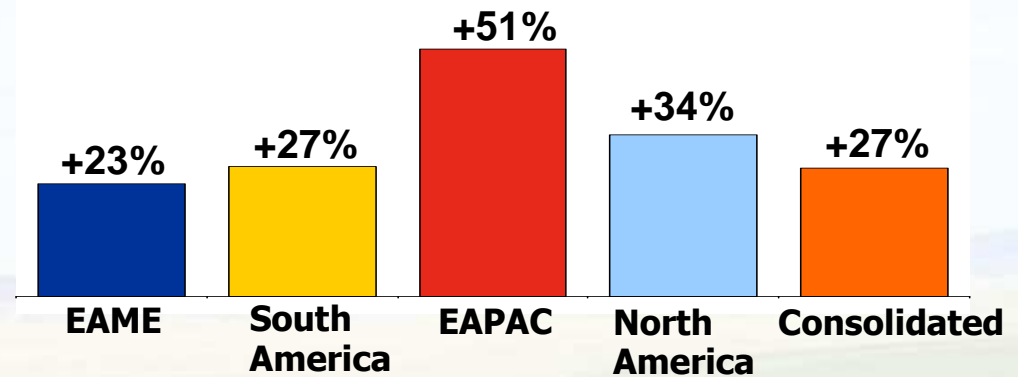
YTD 2007 \$3.0 billion



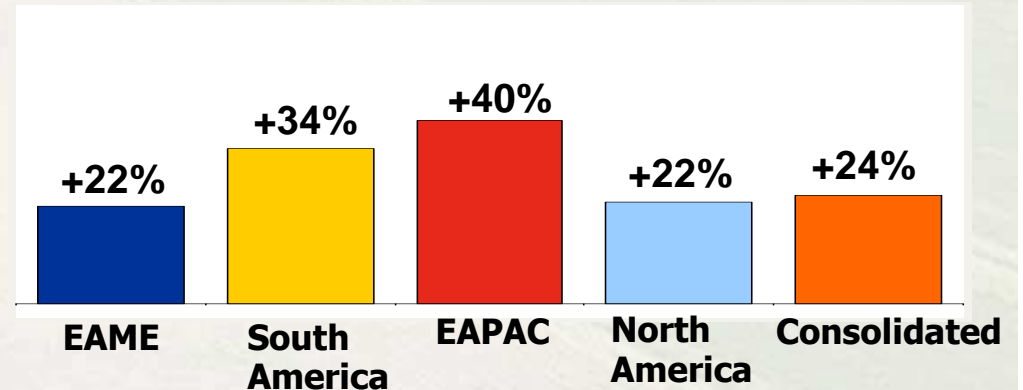
YTD 2008 \$4.2 billion



Q208 vs Q207 Net Sales Excl. Translation



YTD 08 vs YTD 07 Net Sales Excl. Translation



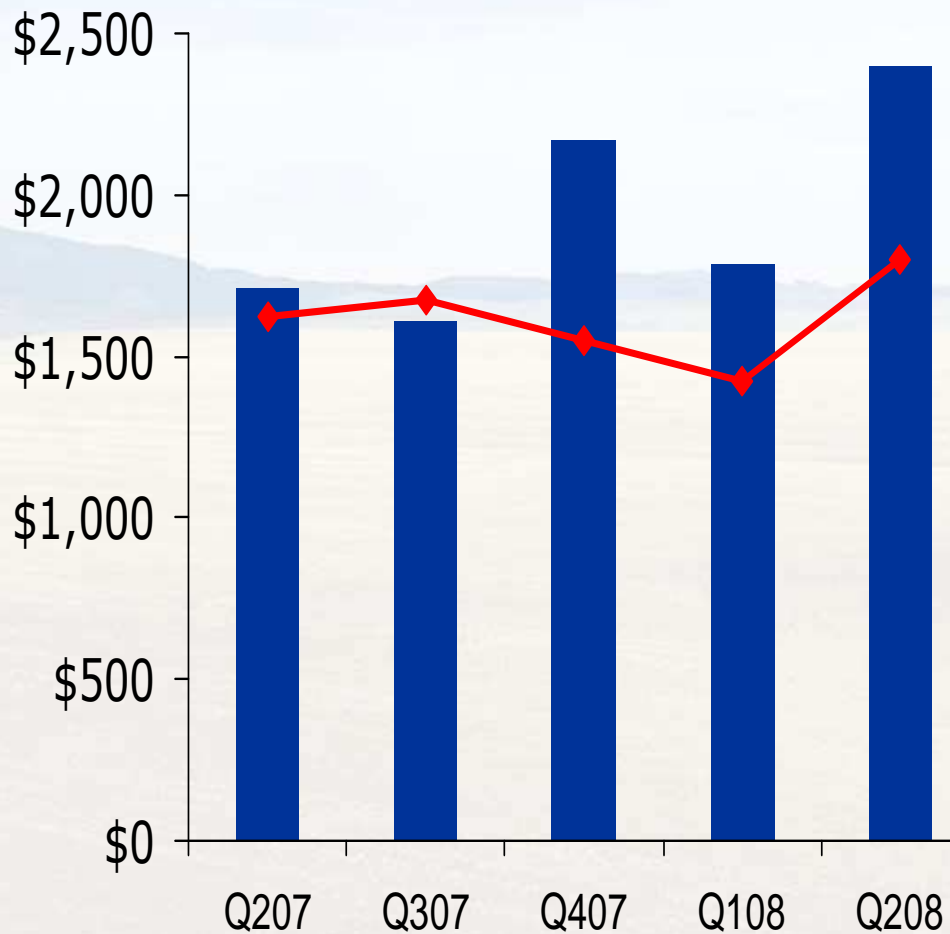
EAME – Europe/Africa/Middle East

EAPAC – East Asia/Pacific

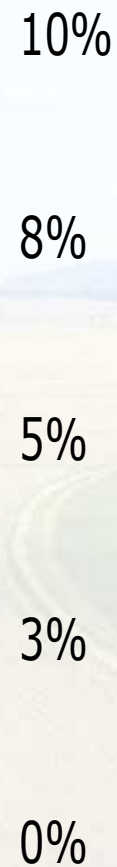
Sales and Margins



Sales \$M



Adj. Oper. Margin %



Adjusted Operating Margins Improved

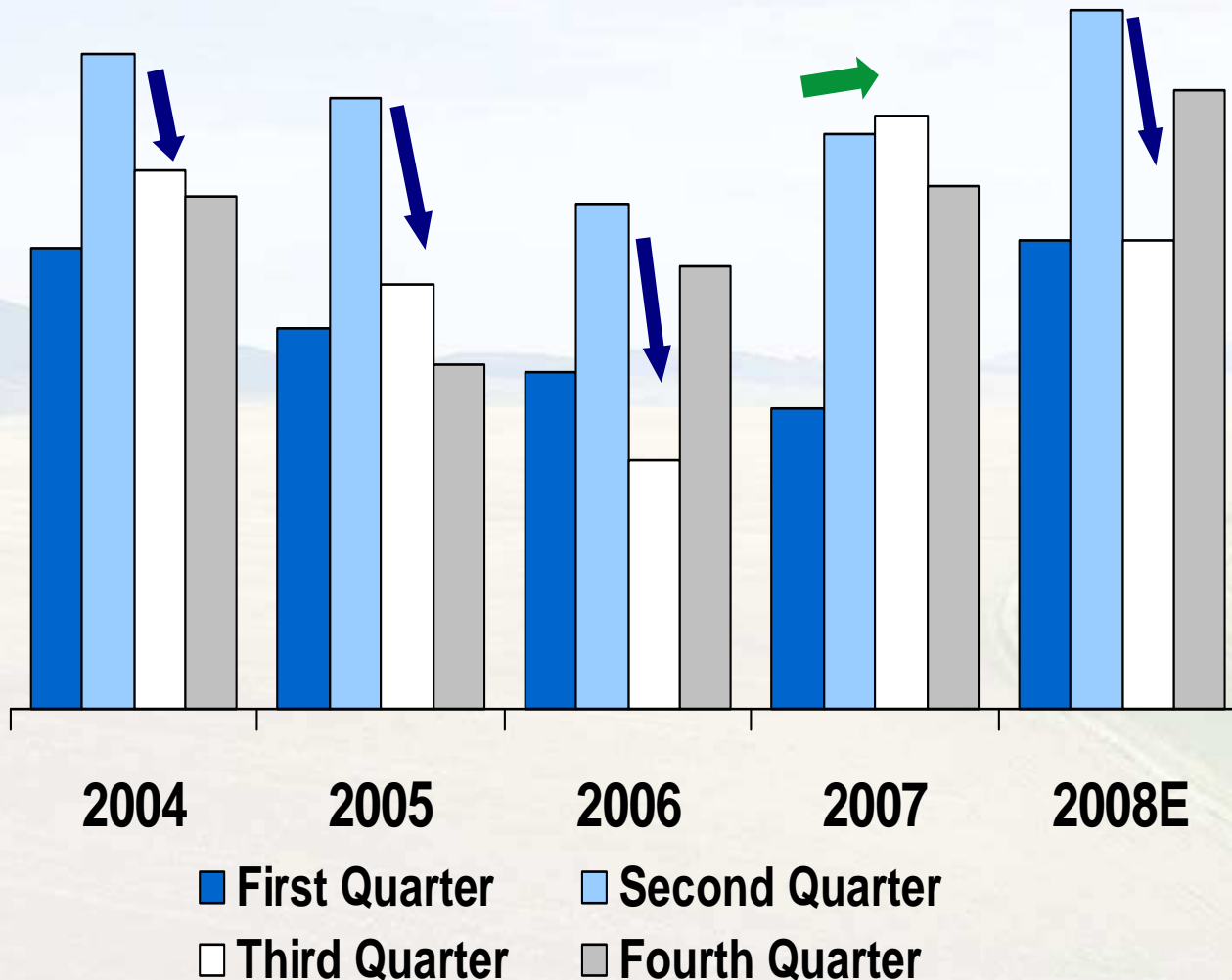


■ Sales ◆ Op. Margin

Margin Seasonality



Consolidated Operating Margins



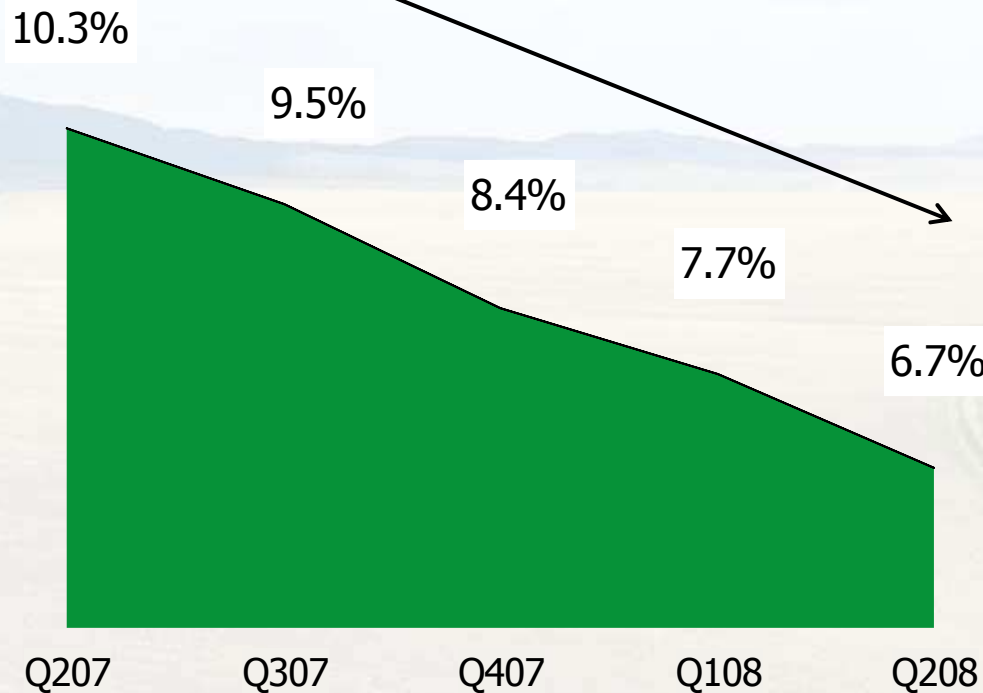
- Q2 margins seasonally strongest
- Q3 margins seasonally weaker
- Q308 margins impacted by sales mix and material cost inflation



Working Capital Progress



Working Capital* : Sales 12-Month Rolling Average



- Progress in NA dealer inventory months supply
- Long-term initiatives
 - build to order
 - distribution strategies



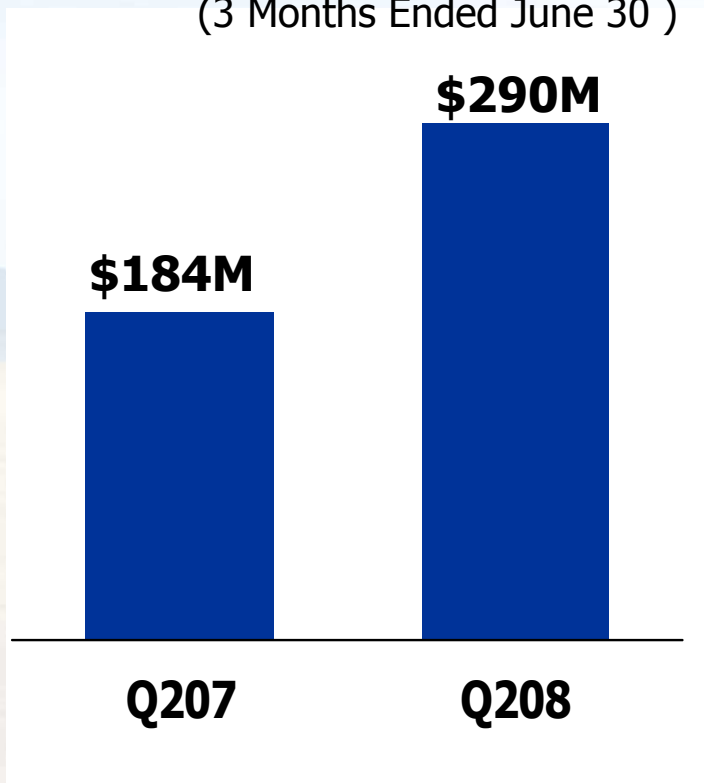
* Working Capital defined as Avg. A/R + Avg. Inv. – Avg. A/P – Avg. Accrued Exp

Strong Free Cash Flow



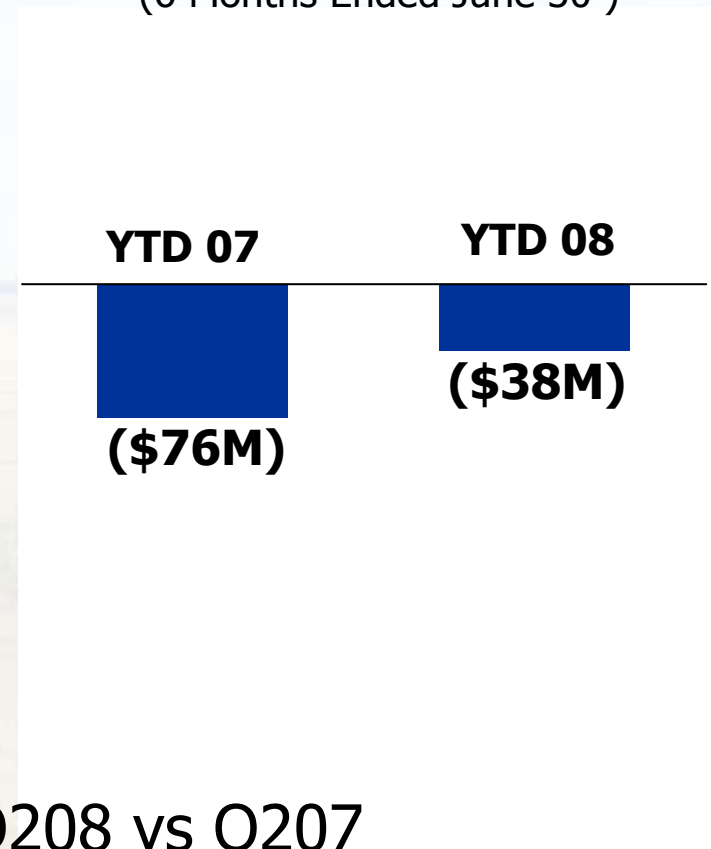
Quarterly Free Cash Flow

(3 Months Ended June 30)



YTD Free Cash Flow

(6 Months Ended June 30)



- Free cash flow up 58% in Q208 vs Q207
- Managed working capital despite strong sales growth

Impacts of Strategic Initiatives



	2008 Incremental Pre-tax Impact
Increased R&D	– \$ 25 M
System/process improvements	– \$ 10 M
Growth initiatives	– \$ 15 M
Total	– \$ 50 M

Financial Targets



2008 Targets

Total sales growth	26% to 28%
Diluted EPS	\$3.60 to \$3.70
Capital expenditures	\$220-230 million
Free cash flow	\$175-\$200 million

Appendix



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GAAP To NON-GAAP Reconciliation



	Three months ended June 30,					
	2008			2007		
	Income From Operations	Net Income ⁽¹⁾	Earnings Per Share ⁽¹⁾	Income From Operations	Net Income ⁽¹⁾	Earnings Per Share ⁽¹⁾
As adjusted	\$ 189.2	\$ 133.1	\$ 1.34	\$ 110.9	\$ 64.0	\$ 0.67
Restructuring and other infrequent expenses	0.1	—	—	0.3	0.2	—
As reported	<u>\$ 189.1</u>	<u>\$ 133.1</u>	<u>\$ 1.34</u>	<u>\$ 110.6</u>	<u>\$ 63.8</u>	<u>\$ 0.67</u>

(1) After tax.



See accompanying notes in the Company's Press Release

GAAP To NON-GAAP Reconciliation



Six months ended June 30,

	2008			2007		
	Income From Operations	Net Income ⁽¹⁾	Earnings Per Share ⁽¹⁾	Income From Operations	Net Income ⁽¹⁾	Earnings Per Share ⁽¹⁾
As adjusted	\$ 283.5	\$ 195.5	\$ 1.97	\$ 156.5	\$ 88.5	\$ 0.93
Restructuring and other infrequent expenses	0.2	0.1	—	0.3	0.2	—
As reported	<u>\$ 283.3</u>	<u>\$ 195.4</u>	<u>\$ 1.97</u>	<u>\$ 156.2</u>	<u>\$ 88.3</u>	<u>\$ 0.93</u>

(1) After tax.



See accompanying notes in the Company's Press Release

GAAP To NON-GAAP Reconciliation



Free Cash Flow

	Three months ended June 30, 2008	Three months ended June 30, 2007
Net cash provided by operating activities	\$ 343.4	\$ 208.9
Less:		
Capital expenditures	(53.8)	(25.2)
Free cash flow	<u>\$ 289.7</u>	<u>\$ 183.7</u>

	Six months ended June 30, 2008	Six months ended June 30, 2007
Net cash provided by (used in) operating activities	\$ 61.3	\$ (27.1)
Less:		
Capital expenditures	(99.7)	(48.9)
Free cash flow	<u>\$ (38.4)</u>	<u>\$ (76.0)</u>

See accompanying notes in the Company's Press Release