

SECURITIES AND EXCHANGE COMMISSION

FORM 8-K

Current report filing

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FILER

MILACRON INC

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): August 3, 2006

MILACRON INC.

(Exact name of registrant as specified in its charter)

Delaware

1-8485

31-1062125

(State or other
jurisdiction of
incorporation)

(Commission File Number)

(IRS Employer
Identification No.)

2090 Florence Avenue, Cincinnati, Ohio

45206

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: (513) 487-5000

Not Applicable

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2 below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the

ITEM 2.02. RESULTS OF OPERATIONS AND FINANCIAL CONDITION.

On August 3, 2006, Milacron Inc. (the "Company") issued an earnings release announcing its results for the second quarter of 2006, which is furnished as Exhibit 99.1 hereto.

This information shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as expressly set forth by specific reference to such filing.

ITEM 8.01 OTHER EVENTS

Pension Announcement

In its earnings release the Company also announced its intent to make a voluntary contribution of approximately \$30 million to its pension fund in 2006.

Ross A. Anderson Announcement

In a separate news release the Company announced the promotion of Ross A. Anderson to Senior Vice President - Finance and Chief Financial Officer. His prior title was Vice President - Finance and Chief Financial Officer. The separate news release is furnished as Exhibit 99.2

ITEM 9.01. FINANCIAL STATEMENTS AND EXHIBITS.

(c) Exhibits:

Exhibit No.	Description
99.1	Earnings release issued by Milacron Inc. on August 3, 2006.
99.2	News release issued by Milacron Inc. on August 3, 2006.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Milacron Inc.

Date: August 3, 2006

By: /s/ Ross A. Anderson

Ross A. Anderson
Senior Vice President - Finance and
Chief Financial Officer

EXHIBIT INDEX

Exhibit No.	Description
-----	-----
99.1	Earnings release issued by Milacron Inc. on August 3, 2006.
99.2	News release issued by Milacron Inc. on August 3, 2006

Milacron's Q2 Results in Line with Guidance;
Improvement Expected in Second Half;
Company Intends to Prepay Pension Obligation

CINCINNATI--(BUSINESS WIRE)--Aug. 3, 2006--Milacron Inc. (NYSE: MZ), a leading global supplier of plastics-processing technologies and industrial fluids, today reported second-quarter results in line with its May 1 guidance and provided positive guidance for the remainder of the year. The company also announced it intends to contribute approximately \$30 million to its pension fund next month, which is expected to have the effect of eliminating contribution requirements in 2007.

Consolidated Results

For the quarter ended June 30, 2006, Milacron incurred a net loss of \$14.3 million, or \$0.34 per diluted share, compared to a net loss of \$3.8 million, or \$0.11 per diluted share, in the second quarter of 2005. The most recent quarter included \$8.8 million in restructuring charges with no tax benefit, as well as \$3.2 million in expenses for exhibiting at the triennial international plastics trade show, NPE-2006.

Manufacturing margins in the second quarter improved to 19.1% from 18.1% in the year-ago quarter, primarily as a result of better pricing and cost-reduction initiatives.

Sales for the second quarter were \$211 million, up slightly over last year's \$209 million. New orders of \$200 million, versus \$214 million in 2005, were held back in part by the effect of NPE, which was held at the end of June. Many buying decisions were delayed until the show, and most of the approximately \$30 million in orders Milacron received at NPE are being confirmed and booked in the third quarter. Accordingly, the company is expecting solid year-over-year order growth in the third quarter.

Cash on hand at the end of the quarter was \$42 million, and the company had approximately \$36 million available for borrowing under its asset-based revolving credit facility. Liquidity (cash plus borrowing availability) of \$78 million was down from \$86 million at the beginning of the quarter, partly due to almost \$6 million in cash restructuring expenses as well as an inventory build of close to \$6 million, which is expected to shrink in the third quarter.

"The two most encouraging accomplishments for Milacron during the quarter were our success at NPE and our progress in the restructuring of our plastics businesses," said Ronald D. Brown, chairman, president and chief executive officer.

At NPE-2006, Milacron showcased a wide array of advanced technology and customer services for injection molding, blow molding, extrusion, mold components and hot runner systems, as well as rebuild/retrofit capabilities and other aftermarket products and services. In addition to orders taken at the show, the company garnered a record number of highly qualified leads, which it is currently actively pursuing. "At the show, we reinforced our leadership position in the industry as 'the one-stop shop' for plastics processing," Brown

said.

Milacron's consolidation plan calls for streamlining the organization and reducing the overall cost structure, while allowing the company to work more closely with customers. In total, the restructuring actions are expected to require approximately \$13 million in cash, spread over 2006 and the first half of 2007, and to generate annualized cost savings of about \$15 million, of which at least \$4 million is expected to be realized in late 2006.

"We have made solid progress in the restructuring of our mold technologies and European machinery businesses over the past three months," Brown added. "This is a major step in our objective to return the company to profitability in 2007."

Pension Funding

In anticipation of legislation extending current rules governing pension funding for 2006 and 2007 plan years, Milacron intends to make a voluntary contribution to its U.S. defined benefit plan of approximately \$30 million in September 2006. Credit for this pre-funding is expected to eliminate required contributions due in 2007, previously estimated at approximately \$50 million, and potentially reduce contributions required in 2008. Milacron intends to raise the bulk of the pre-payment amount through the liquidation of investments for non-qualified retirement plans for executives. The company is also in the process of selling various non-core, non-operating assets such as land, facilities and equipment made redundant through current and previous consolidations. In the short term, the amount could be supplemented by cash on hand and/or borrowing from the company's revolving credit facility.

Dividends

No dividends were declared on Milacron common or preferred stock. The company is accruing dividends on its 4% Cumulative Preferred Stock and on its 6% Series B Convertible Preferred Stock. Milacron currently has outstanding: 60,000 shares of 4% Cumulative Preferred Stock, 500,000 shares of 6% Series B Convertible Preferred Stock, and approximately 51 million shares of common stock.

Segment Results

Machinery Technologies-North America (machinery and related parts and services for injection molding, blow molding and extrusion supplied from North America, India and China)

Sales rose to \$107 million, up 13% over the same period last year, boosted by higher shipments of injection molding machines. Segment earnings declined slightly to \$4.5 million from \$4.9 million in the year-ago quarter, primarily due to \$2.9 million in expenses related to NPE. New orders fell to \$93 million from \$101 million, reflecting the NPE effect of deferring bookings to the third quarter. As a result, third-quarter orders are expected to show significant improvement over both the prior quarter and the year-ago quarter.

Machinery Technologies-Europe (machinery and related parts and services for

injection molding and blow molding supplied from Europe)

Demand in Western Europe held steady, as second-quarter new orders of \$43 million were even with the year-ago quarter. Sales of \$40 million, however, were off from \$42 million. Lower sales volume and continued pricing pressure resulted in an operating loss of \$1.2 million compared to a loss of \$0.5 million a year ago.

Mold Technologies (mold bases and related parts and services, as well as maintenance, repair and operating supplies for injection molding worldwide)

Sales in the second quarter of \$39 million declined from \$44 million a year ago, reflecting softness in the North American market, particularly in the automotive, tool-and-die and moldmaking sectors. A focus on cost reductions limited the decline in segment earnings to \$0.3 million from \$0.7 million a year ago.

Industrial Fluids (water-based and oil-based coolants, lubricants and cleaners for metalcutting and metalforming operations worldwide)

Improved pricing in North America and Western Europe and continued strong growth in emerging markets helped boost sales and earnings. Sales were \$29 million, up \$1 million over the second quarter of 2005, while segment earnings of \$2.9 million were up from \$1.9 million a year ago.

Outlook

Milacron's outlook remains positive. Third and fourth quarter results are expected to show good sequential and year-over-year improvement, with a 4% to 5% sales increase projected for the year. Looking further ahead, despite the dampening effect on capital spending exerted by high energy and resin costs, plastic part production in North America continues to rise and capacity utilization rates among plastics processors have also risen to very high levels - 90% plus in recent months. Furthermore, the company's sales outside its traditional markets of North America and Western Europe have been growing at a strong double-digit pace. Assuming these conditions persist, continued 4% to 5% top-line growth appears reasonable for Milacron in 2007. Greater sales volume, along with improved pricing and incremental restructuring benefits, should lead to better margins, which may be offset partially by higher material and energy costs as well as expenses associated with the implementation of a new ERP (enterprise resource planning) system.

The forward-looking statements above by their nature involve risks and uncertainties that could significantly impact operations, markets, products and expected results. For further information please refer to the Cautionary Statement included in the company's most recent Form 10-Q on file with the Securities and Exchange Commission.

Investor Conference Call

Today at 11:00 a.m. EDT, Milacron will hold an open investor conference

call, which can be accessed live at www.milacron.com. The dial-in number for those interested in asking questions is (213) 785-2437 or (866) 558-6338. A recording of the conference call will be available from 4:00 p.m. today through midnight August 10 on Milacron's website or by phone: (719) 457-0820 or (888) 203-1112 and providing the access code: 5475157.

First incorporated in 1884, Milacron is a leading global supplier of plastics-processing technologies and industrial fluids, with 3,500 employees and major manufacturing facilities in North America, Europe and Asia. For further information, visit www.milacron.com or call Milacron's toll-free investor line: (800) 909-6452.

Milacron Inc. and Subsidiaries

Second Quarter 2006

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2006	2005	2006	2005
Sales	\$211,122,000	\$208,802,000	\$413,519,000	\$401,117,000
Loss from continuing operations	(14,280,000)	(4,351,000)	(23,905,000)	(13,446,000)
Per Share				
Basic	(0.34)	(0.12)	(0.59)	(0.34)
Diluted	(0.34)	(0.12)	(0.59)	(0.34)
Earnings from discontinued operations	-	590,000	17,000	592,000
Per Share				
Basic	-	0.01	-	0.01
Diluted	-	0.01	-	0.01
Net loss	(14,280,000)	(3,761,000)	(23,888,000)	(12,854,000)
Per Share				
Basic	(0.34)	(0.11)	(0.59)	(0.33)
Diluted	(0.34)	(0.11)	(0.59)	(0.33)
Common shares				
Weighted average outstanding for basic EPS	48,216,000	47,600,000	48,116,000	47,560,000
Weighted average				

outstanding for diluted EPS	48,216,000	47,600,000	48,116,000	47,560,000
Outstanding at quarter end	51,412,000	49,797,000	51,412,000	49,797,000

Note: These statements are unaudited and subject to year-end adjustments.

Consolidated Earnings
Milacron Inc. and Subsidiaries

Second Quarter 2006

(In millions, except per-share data)	Three Months Ended June 30,		Six Months Ended June 30,	
	2006	2005	2006	2005
Sales	\$211.1	\$208.8	\$413.5	\$ 401.1
Cost of products sold	170.4	171.0	339.2	331.1
Cost of products sold related to restructuring	0.4	-	0.4	-
Total cost of products sold	170.8	171.0	339.6	331.1
Manufacturing margins	40.3	37.8	73.9	70.0
Percent of sales	19.1%	18.1%	17.9%	17.5%
Other costs and expenses				
Selling and administrative	38.3	33.7	72.5	67.2
Restructuring costs (a)	8.4	0.3	9.0	0.7
Other (income) expense - net	(0.9)	0.2	(1.0)	(0.8)
Total other costs and expenses	45.8	34.2	80.5	67.1
Operating earnings (loss)	(5.5)	3.6	(6.6)	2.9
Interest expense - net	(7.9)	(7.0)	(15.5)	(15.2)
Loss from continuing operations before income taxes	(13.4)	(3.4)	(22.1)	(12.3)
Provision for income taxes	0.9	1.0	1.8	1.2

Loss from continuing operations	(14.3)	(4.4)	(23.9)	(13.5)
Discontinued operations - net of income taxes (b)	-	0.6	-	0.6
	-----	-----	-----	-----
Net loss	\$ (14.3)	\$ (3.8)	\$ (23.9)	\$ (12.9)
	=====	=====	=====	=====
Loss per common share - basic and diluted				
Continuing operations	\$ (0.34)	\$ (0.12)	\$ (0.59)	\$ (0.34)
Discontinued operations	-	0.01	-	0.01
	-----	-----	-----	-----
Net loss	\$ (0.34)	\$ (0.11)	\$ (0.59)	\$ (0.33)
	=====	=====	=====	=====

(a) In 2006, represents costs related to the consolidation of the global mold technologies and European plastics machinery businesses to reduce their cost structures and improve customer service. In 2005, represents costs related to initiatives to reduce operating and administrative costs.

(b) In 2005, represents adjustments of reserves related to prior divestitures.

Note: These statements are unaudited and subject to year-end adjustments.

Consolidated Balance Sheets
Milacron Inc. and Subsidiaries

Second Quarter 2006

(In millions)	June 30, 2006	June 30, 2005
Assets		
Cash and cash equivalents	\$ 41.9	\$ 37.4
Notes and accounts receivable-net	119.9	127.3
Inventories	176.7	159.6
Other current assets	43.4	46.7
	-----	-----
Total current assets	381.9	371.0
Property, plant and equipment - net	117.1	116.0
Goodwill	86.1	83.8
Other noncurrent assets	99.5	111.6
	-----	-----

Total assets	\$	684.6	\$	682.4
		=====		=====
Liabilities and shareholders' equity (deficit)				
Short-term borrowings and long-term debt due within one year (a)	\$	13.0	\$	3.4
Trade accounts payable and advance billings and deposits		102.9		93.8
Accrued and other current liabilities		84.1		86.7
		-----		-----
Total current liabilities		200.0		183.9
Long-term accrued liabilities		271.6		243.5
Long-term debt		232.6		234.4
Shareholders' equity (deficit)		(19.6)		20.6
		-----		-----
Total liabilities and shareholders' equity (deficit)	\$	684.6	\$	682.4
		=====		=====

(a) In 2006, \$8.0 million was drawn against the revolving credit facility. In 2005, no borrowings were drawn against the revolving credit facility. Outstanding letters of credit were \$8.0 million in 2006 and \$10.8 million in 2005.

Note: These statements are unaudited and subject to year-end adjustments.

Consolidated Cash Flows
Milacron Inc. and Subsidiaries

Second Quarter 2006

(In millions)	Three Months		Six Months	
	Ended June 30,		Ended June 30,	
	2006	2005	2006	2005
Increase (decrease) in cash and cash equivalents				
Operating activities cash flows				
Net Loss	\$ (14.3)	\$ (3.8)	\$ (23.9)	\$ (12.9)
Discontinued operations - net of income taxes	-	(0.6)	-	(0.6)
Depreciation and amortization	4.2	4.6	8.3	9.1
Restructuring costs	8.8	0.3	9.4	0.7
Working capital changes				
Notes and accounts receivable	1.8	(1.9)	0.6	3.3
Inventories	(5.9)	(2.4)	(12.6)	(11.4)

Other current assets	1.8	(0.6)	1.7	2.0
Trade accounts payable	(3.0)	2.5	5.5	(2.1)
Other current liabilities	(13.8)	(5.9)	(8.0)	(6.8)
Deferred income taxes and other - net	12.4	5.1	15.3	9.8
	-----	-----	-----	-----
Net cash used by operating activities	(8.0)	(2.7)	(3.7)	(8.9)
Investing activities cash flows				
Capital expenditures	(3.9)	(1.8)	(7.6)	(3.3)
Other - net	-	1.9	-	2.1
	-----	-----	-----	-----
Net cash provided (used) by investing activities	(3.9)	0.1	(7.6)	(1.2)
Financing activities cash flows				
Repayments of long-term debt	(0.4)	(0.4)	(1.0)	(4.2)
Increase (decrease) in short-term borrowings	7.9	(0.3)	6.1	(10.5)
Debt issuance costs	-	-	-	(0.6)
Costs of 2004 rights offering	-	-	-	(1.1)
Dividends paid	(0.1)	(1.5)	(0.1)	(3.1)
	-----	-----	-----	-----
Net cash provided (used) by financing activities	7.4	(2.2)	5.0	(19.5)
Effect of exchange rate fluctuations on cash and cash equivalents	1.8	(1.5)	2.5	(2.2)
	-----	-----	-----	-----
Decrease in cash and cash equivalents	(2.7)	(6.3)	(3.8)	(31.8)
Cash and cash equivalents at beginning of period	44.6	43.7	45.7	69.2
	-----	-----	-----	-----
Cash and cash equivalents at end of period	\$ 41.9	\$ 37.4	\$ 41.9	\$ 37.4
	=====	=====	=====	=====

Note: These statements are unaudited and subject to year-end adjustments.

Segment and Supplemental Information
Milacron Inc. and Subsidiaries

Second Quarter 2006

(In millions)

Three Months Ended Six Months Ended
June 30, June 30,

	2006	2005	2006	2005

Machinery technologies North America				
Sales	\$ 106.9	\$ 95.4	\$ 201.0	\$182.5
Operating cash flow (a)	6.0	6.5	8.9	10.0
Segment earnings	4.5	4.9	5.9	6.8
Percent of sales	4.2%	5.1%	2.9%	3.7%
New orders	92.5	100.7	206.5	195.6
Machinery technologies Europe				
Sales	\$ 39.9	\$ 41.5	\$ 76.2	\$ 75.8
Operating cash flow (a)	(0.2)	0.6	(1.8)	(0.6)
Segment loss	(1.2)	(0.5)	(3.6)	(2.7)
Percent of sales	-3.0%	-1.2%	-4.7%	-3.6%
New orders	42.9	42.7	82.9	78.1
Mold technologies				
Sales	\$ 38.9	\$ 44.4	\$ 83.3	\$ 88.6
Operating cash flow (a)	1.6	2.1	4.9	5.8
Segment earnings	0.3	0.7	2.2	3.0
Percent of sales	0.8%	1.6%	2.6%	3.4%
New orders	38.5	43.4	82.2	88.5
Eliminations				
Sales	\$ (3.9)	\$ (0.6)	\$ (6.0)	\$ (0.9)
New orders	(3.2)	(0.5)	(5.5)	(0.9)
Total plastics technologies				
Sales	\$ 181.8	\$ 180.7	\$ 354.5	\$346.0
Operating cash flow (a)	7.4	9.2	12.0	15.2
Segment earnings	3.6	5.1	4.5	7.1
Percent of sales	2.0%	2.8%	1.3%	2.1%
New orders	170.7	186.3	366.1	361.3
Industrial fluids				
Sales	\$ 29.3	\$ 28.1	\$ 59.0	\$ 55.1
Operating cash flow (a)	3.3	2.4	5.6	4.3
Segment earnings	2.9	1.9	4.8	3.3
Percent of sales	9.9%	6.8%	8.1%	6.0%
New orders	29.3	28.2	59.0	55.2
Total continuing operations				
Sales	\$ 211.1	\$ 208.8	\$ 413.5	\$401.1
Operating cash flow (a)	7.5	8.5	11.1	12.7
Segment earnings	6.5	7.0	9.3	10.4
Restructuring costs (b)	(8.8)	(0.3)	(9.4)	(0.7)
Corporate expenses	(3.1)	(3.0)	(6.4)	(6.5)
Other unallocated expenses	(0.1)	(0.1)	(0.1)	(0.3)

Operating earnings (loss)	(5.5)	3.6	(6.6)	2.9
Percent of sales	-2.6%	1.7%	-1.6%	0.7%
New orders	200.0	214.5	425.1	416.5
Ending backlog	106.8	99.2	106.8	99.2

(a) Represents EBITDA (earnings before interest, income taxes, depreciation and amortization) before restructuring costs.

(b) In 2006, represents costs related to the consolidation of the global mold technologies and European plastics machinery businesses to reduce their cost structures and improve customer service. In 2005, represents costs related to initiatives to reduce operating and administrative costs.

Note: These statements are unaudited and subject to year-end adjustments.

Reconciliation of Earnings to Operating Cash Flows
Milacron Inc. and Subsidiaries

	Second Quarter 2006			
(In millions)	Three Months Ended June 30,		Six Months Ended June 30,	
	2006	2005	2006	2005
Machinery technologies North America				
Segment earnings	\$ 4.5	\$ 4.9	\$ 5.9	\$ 6.8
Depreciation and amortization	1.5	1.6	3.0	3.2
Operating cash flow	6.0	6.5	8.9	10.0
Machinery technologies Europe				
Segment loss	\$ (1.2)	\$ (0.5)	\$ (3.6)	\$ (2.7)
Depreciation and amortization	1.0	1.1	1.8	2.1
Operating cash flow	(0.2)	0.6	(1.8)	(0.6)
Mold technologies				
Segment earnings	\$ 0.3	\$ 0.7	\$ 2.2	\$ 3.0
Depreciation and amortization	1.3	1.4	2.7	2.8
Operating cash flow	1.6	2.1	4.9	5.8
Total plastics technologies				
Segment earnings	\$ 3.6	\$ 5.1	\$ 4.5	\$ 7.1
Depreciation and				

amortization	3.8	4.1	7.5	8.1
	-----	-----	-----	-----
Operating cash flow	7.4	9.2	12.0	15.2
Industrial fluids				
Segment earnings	\$ 2.9	\$ 1.9	\$ 4.8	\$ 3.3
Depreciation and amortization	0.4	0.5	0.8	1.0
	-----	-----	-----	-----
Operating cash flow	3.3	2.4	5.6	4.3
Total continuing operations				
Net Loss	\$ (14.3)	\$ (3.8)	\$ (23.9)	\$ (12.9)
Discontinued operations - net of income taxes (a)	-	(0.6)	-	(0.6)
Provision for income taxes	0.9	1.0	1.8	1.2
Interest expense - net	7.9	7.0	15.5	15.2
Restructuring costs (b)	8.8	0.3	9.4	0.7
Depreciation and amortization	4.2	4.6	8.3	9.1
	-----	-----	-----	-----
Operating cash flow	\$ 7.5	\$ 8.5	\$ 11.1	\$ 12.7
	=====	=====	=====	=====

(a) In 2005, represents adjustments of reserves related to prior divestitures.

(b) In 2006, represents costs related to the consolidation of the global mold technologies and European plastics machinery businesses to reduce their cost structures and improve customer service. In 2005, represents costs related to initiatives to reduce operating and administrative costs.

Note: These statements are unaudited and subject to year-end adjustments.

Historical Information

(In millions, except per-share data)

	2005				
	Qtr 1	Qtr 2	Qtr 3	Qtr 4	Year
	-----	-----	-----	-----	-----
Sales	\$192.3	\$208.8	\$190.7	\$217.1	\$808.9
Cost of products sold	160.1	171.0	157.3	174.7	663.1
Cost of products sold related to restructuring	-	-	-	-	-
	-----	-----	-----	-----	-----
Total cost of products sold	160.1	171.0	157.3	174.7	663.1
	-----	-----	-----	-----	-----

Manufacturing margins	32.2	37.8	33.4	42.4	145.8
Other costs and expenses					
Selling and administrative	33.5	33.7	31.3	35.3	133.8
Refinancing costs	-	-	-	-	-
Restructuring costs (a)	0.4	0.3	0.1	0.8	1.6
Other - net	(1.0)	0.2	1.3	(0.1)	0.4
	-----	-----	-----	-----	-----
Total other costs and expenses	32.9	34.2	32.7	36.0	135.8
	-----	-----	-----	-----	-----
Operating earnings (loss)	(0.7)	3.6	0.7	6.4	10.0
Interest expense - net	(8.2)	(7.0)	(7.7)	(7.4)	(30.3)
	-----	-----	-----	-----	-----
Loss from continuing operations before income taxes	(8.9)	(3.4)	(7.0)	(1.0)	(20.3)
Provision (benefit) from income taxes	0.2	1.0	0.6	(5.6)	(3.8)
	-----	-----	-----	-----	-----
Earnings (loss) from continuing operations	(9.1)	(4.4)	(7.6)	4.6	(16.5)
Discontinued operations - net of income taxes (b)					
Loss from operations	-	-	-	-	-
Net gain on divestitures	-	0.6	0.7	1.2	2.5
	-----	-----	-----	-----	-----
Total discontinued operations	-	0.6	0.7	1.2	2.5
	-----	-----	-----	-----	-----
Net earnings (loss)	\$ (9.1)	\$ (3.8)	\$ (6.9)	\$ 5.8	\$ (14.0)
	=====	=====	=====	=====	=====
Earnings (loss) per common share					
Basic					
Continuing operations	\$ (0.22)	\$ (0.12)	\$ (0.20)	\$ 0.06	\$ (0.47)
Discontinued operations	-	0.01	0.02	0.03	0.05
	-----	-----	-----	-----	-----
Net earnings (loss)	\$ (0.22)	\$ (0.11)	\$ (0.18)	\$ 0.09	\$ (0.42)
	=====	=====	=====	=====	=====
Diluted					
Continuing operations	\$ (0.22)	\$ (0.12)	\$ (0.20)	\$ 0.04	\$ (0.47)
Discontinued operations	-	0.01	0.02	0.01	0.05

Net earnings (loss)	\$ (0.22)	\$ (0.11)	\$ (0.18)	\$ 0.05	\$ (0.42)
	=====	=====	=====	=====	=====

2006

	Qtr 1	Qtr 2	Year
Sales	\$202.4	\$211.1	\$413.5
Cost of products sold	168.8	170.4	339.2
Cost of products sold related to restructuring	-	0.4	0.4
Total cost of products sold	168.8	170.8	339.6
Manufacturing margins	33.6	40.3	73.9
Other costs and expenses			
Selling and administrative	34.2	38.3	72.5
Refinancing costs	-	-	-
Restructuring costs (a)	0.6	8.4	9.0
Other - net	(0.1)	(0.9)	(1.0)
Total other costs and expenses	34.7	45.8	80.5
Operating earnings (loss)	(1.1)	(5.5)	(6.6)
Interest expense - net	(7.6)	(7.9)	(15.5)
Loss from continuing operations before income taxes	(8.7)	(13.4)	(22.1)
Provision (benefit) from income taxes	0.9	0.9	1.8
Earnings (loss) from continuing operations	(9.6)	(14.3)	(23.9)
Discontinued operations - net of income taxes (b)			
Loss from operations	-	-	-
Net gain on divestitures	-	-	-
Total discontinued operations	-	-	-
Net earnings (loss)	\$ (9.6)	\$ (14.3)	\$ (23.9)

Earnings (loss) per common share

Basic

Continuing operations	\$ (0.25)	\$ (0.34)	\$ (0.59)
Discontinued operations	-	-	-
	-----	-----	-----
Net earnings (loss)	\$ (0.25)	\$ (0.34)	\$ (0.59)
	=====	=====	=====

Diluted

Continuing operations	\$ (0.25)	\$ (0.34)	\$ (0.59)
Discontinued operations	-	-	-
	-----	-----	-----
Net earnings (loss)	\$ (0.25)	\$ (0.34)	\$ (0.59)
	=====	=====	=====

(a) In 2006, represents costs related to the consolidation of the global mold technologies and European plastics machinery businesses to reduce their cost structures and improve customer service. In 2005, represents costs related to initiatives to reduce operating and administrative costs.

(b) In 2005, represents adjustments of reserves related to prior divestitures.

Historical Segment and Supplemental Information

(In Millions)

	2005				
	Qtr 1	Qtr 2	Qtr 3	Qtr 4	Year
Machinery technologies North America					
Sales	\$ 87.1	\$ 95.4	\$ 86.7	\$ 107.3	\$ 376.5
Operating cash flow (a)	3.5	6.5	5.8	7.8	23.6
Segment earnings	1.9	4.9	4.3	6.2	17.3
New orders	94.9	100.7	89.2	97.9	382.7
Machinery technologies Europe					
Sales	\$ 34.3	\$ 41.5	\$ 36.8	\$ 36.9	\$ 149.5
Operating cash flow (a)	(1.2)	0.6	(0.5)	0.4	(0.7)
Segment loss	(2.2)	(0.5)	(1.5)	(0.8)	(5.0)
New orders	35.4	42.7	34.2	40.3	152.6
Mold technologies					
Sales	\$ 44.2	\$ 44.4	\$ 40.6	\$ 44.2	\$ 173.4
Operating cash flow (a)	3.7	2.1	0.7	3.4	9.9
Segment earnings (loss)	2.3	0.7	(0.7)	1.6	3.9
New orders	45.1	43.4	40.7	44.5	173.7

Eliminations					
Sales	\$ (0.3)	\$ (0.6)	\$ (0.5)	\$ (1.3)	\$ (2.7)
New orders	(0.4)	(0.5)	(0.4)	(1.0)	(2.3)
Total plastics technologies					
Sales	\$165.3	\$180.7	\$163.6	\$187.1	\$696.7
Operating cash flow (a)	6.0	9.2	6.0	11.6	32.8
Segment earnings	2.0	5.1	2.1	7.0	16.2
New orders	175.0	186.3	163.7	181.7	706.7
Industrial fluids					
Sales	\$ 27.0	\$ 28.1	\$ 27.1	\$ 30.0	\$112.2
Operating cash flow (a)	1.9	2.4	2.2	3.9	10.4
Segment earnings	1.4	1.9	1.8	3.6	8.7
New orders	27.0	28.2	27.1	29.8	112.1
Total continuing operations					
Sales	\$192.3	\$208.8	\$190.7	\$217.1	\$808.9
Operating cash flow (a)	4.2	8.5	5.2	12.1	30.0
Segment earnings	3.4	7.0	3.9	10.6	24.9
Restructuring costs (b)	(0.4)	(0.3)	(0.1)	(0.8)	(1.6)
Corporate expenses	(3.5)	(3.0)	(3.0)	(3.3)	(12.8)
Other unallocated expenses	(0.2)	(0.1)	(0.1)	(0.1)	(0.5)
Operating earnings (loss)	(0.7)	3.6	0.7	6.4	10.0
Percent of sales	-0.4%	1.7%	0.4%	2.9%	1.2%
New orders	202.0	214.5	190.8	211.5	818.8
Ending backlog	96.0	99.2	99.6	92.7	92.7

2006

Qtr 1 Qtr 2 Year

Machinery technologies North America

Sales	\$ 94.1	\$106.9	\$201.0
Operating cash flow (a)	2.9	6.0	8.9
Segment earnings	1.4	4.5	5.9
New orders	114.0	92.5	206.5

Machinery technologies Europe

Sales	\$ 36.3	\$ 39.9	\$ 76.2
Operating cash flow (a)	(1.6)	(0.2)	(1.8)
Segment loss	(2.4)	(1.2)	(3.6)
New orders	40.0	42.9	82.9

Mold technologies

Sales	\$ 44.4	\$ 38.9	\$ 83.3
Operating cash flow (a)	3.3	1.6	4.9
Segment earnings (loss)	1.9	0.3	2.2

New orders	43.7	38.5	82.2
Eliminations			
Sales	\$ (2.1)	\$ (3.9)	\$ (6.0)
New orders	(2.3)	(3.2)	(5.5)
Total plastics technologies			
Sales	\$172.7	\$181.8	\$354.5
Operating cash flow (a)	4.6	7.4	12.0
Segment earnings	0.9	3.6	4.5
New orders	195.4	170.7	366.1
Industrial fluids			
Sales	\$ 29.7	\$ 29.3	\$ 59.0
Operating cash flow (a)	2.3	3.3	5.6
Segment earnings	1.9	2.9	4.8
New orders	29.7	29.3	59.0
Total continuing operations			
Sales	\$202.4	\$211.1	\$413.5
Operating cash flow (a)	3.6	7.5	11.1
Segment earnings	2.8	6.5	9.3
Restructuring costs (b)	(0.6)	(8.8)	(9.4)
Corporate expenses	(3.3)	(3.1)	(6.4)
Other unallocated expenses	-	(0.1)	(0.1)
	-----	-----	-----
Operating earnings (loss)	(1.1)	(5.5)	(6.6)
Percent of sales	-0.5%	-2.6%	-1.6%
New orders	225.1	200.0	425.1
Ending backlog	116.2	106.8	106.8

(a) Represents EBITDA (earnings before interest, income taxes, depreciation and amortization) before restructuring costs.

(b) In 2006, represents costs related to the consolidation of the global mold technologies and European plastics machinery businesses to reduce their cost structures and improve customer service. In 2005, represents costs related to initiatives to reduce operating and administrative costs.

Updated: August 3, 2006

Note: The amounts below are approximate working estimates , around which an even wider range of numbers could be used for financial modeling purposes. These estimates, by their nature, involve a great number of risks and uncertainties. Actual results may differ as these risks and uncertainties could significantly impact the company's markets, products, and operations. For further information please refer to the Cautionary Statement included in Item 2 of the company's most recent Form 10-Q on file with the Securities and Exchange

Commission.

	Quarter Ended		Year Ended	
(In millions)	Sept. 30, 2006		Dec. 31, 2006	
Projected profit & loss items				
Sales (1)	\$	203 - 215	\$	830 - 860
Total plastics technologies		174 - 184		715 - 735
Industrial fluids		29 - 31		115 - 125
Segment earnings				
Total plastics technologies		4 - 7		15 - 22
Industrial fluids		1.5 - 2.5		8 - 10
Corporate expenses		3 - 4		13 - 14
Interest expense - net		7 - 8		31 - 32
Provision for income taxes		1		3 - 4
Restructuring costs		7 - 10		18 - 19
Loss after tax (2)		(17) - (8)		(46) - (33)
Average shares outstanding - basic		48 - 49		48 - 49
Average shares outstanding - diluted		106 - 107		107 - 108
Projected cash flow & balance sheet items				
Depreciation		4 - 5		17 - 18
Primary working capital - increase (decrease) (3)		(7) - (12)		(3) - 3
Cash pension contribution		30 - 31		32 - 33
Liquidations and disposals		10 - 12		20 - 22
Capital expenditures		4 - 5		14 - 16
Cash interest		less than 1		28 - 29
Cash dividends		less than 1		less than 1
Cash tax refunds (payments)		(1) - 0		1 - 2
Cash restructuring		5 - 6		11 - 12

(1) Decreased over the same periods a year ago due to the weakening of the Euro of approximately \$2 million and \$1 million in quarter ended September 30, 2006 and year ended Dec. 31, 2006, respectively.

(2) Includes \$3.4 million and \$13.6 million of expenses related to the U.S. defined benefit plan in quarter ended September 30, 2006 and year ended Dec. 31, 2006, respectively (versus \$3.2 million and \$12.3 million in quarter ended September 30, 2005 and year ended Dec. 31 2005, respectively).

Includes \$1.8 million and \$5.1 million of expenses related to Sarbanes-Oxley compliance in the quarter ended September 30, 2006

and the year ended Dec. 31, 2006, respectively (versus \$1.6 million and \$7.3 million in quarter ended September 30, 2005 and year ended Dec. 31, 2005, respectively).

(3) inventory + receivables - trade payables - advance billings

Comments & explanations

Assumes quarter ended June 30, 2006 foreign exchange rates (e.g., USD/EUR = 1.265800), and no further acquisitions or divestitures.

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Milacron Promotes Ross Anderson to Senior VP Finance & CFO

CINCINNATI--(BUSINESS WIRE)--Aug. 3, 2006--Milacron Inc. (NYSE: MZ) today announced the board of directors has promoted Ross A. Anderson to senior vice president - finance and chief financial officer, effective immediately. His prior title was vice president - finance and chief financial officer, a position he assumed in August 2005.

"We are pleased to recognize Ross' efforts and success in dealing with the many challenges he faces as our CFO," said Ronald D. Brown, chairman, president and chief executive officer.

Anderson, 49, joined Milacron in 1989 and has held a number of positions of increasing responsibility, including general manager of the North American plastics injection machinery business from 2004 to 2005 and company controller from 2002 to 2004. He holds a B.A. from Hillsdale College in Michigan and an M.B.A. from Xavier University in Cincinnati.

First incorporated in 1884, Milacron is a leading global supplier of plastics-processing technologies and industrial fluids, with major manufacturing facilities in North America, Europe and Asia. For further information, visit www.milacron.com or call the toll-free investor line: 800-909-MILA (800-909-6452).

For photo of Ross Anderson: <ftp://ftp.milacron.com/Photo/Officers/>

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