



News Release

For Immediate Release

CNH Reports First Quarter Results

*For more
information contact:*

William B. Masterson
01 262 636 5793

- First quarter net loss, before goodwill and restructuring, of \$37 million (EPS \$.25) in line with expectations and comparable to last year, on a pro forma basis.
- Revenues of \$2.6 billion were comparable with the first quarter of 1999, on a pro forma basis, despite negative impact of foreign exchange rates.
- 2000 merger integration savings ahead of plan for the year; agreements reached on several planned divestitures, negotiations for others continue.
- Retail sales of construction equipment up worldwide, and retail sales of both agricultural and construction equipment outperformed the industry.

Racine, Wisconsin (May 3, 2000) – CNH Global (N:CNH), the company created by the business merger of Case Corporation and New Holland, today reported a net loss, before goodwill and restructuring, of \$37 million, or \$.25 per share, for the first quarter of 2000. These results were equal to those of the first quarter of 1999, on a pro forma basis. Including the impact of goodwill, the company had a first quarter net loss before restructuring of \$54 million, or \$.36 per share, also equal to that of the first quarter of 1999, on a pro forma basis.

Revenues for the first quarter were \$2.6 billion, comparable with the same period last year, on a pro forma basis. Unfavorable foreign exchange rates negatively impacted first quarter sales by \$85 million, compared to 1999.

“Our operating performance exceeded expectations for the quarter despite the impact of higher interest rates and unfavorable foreign exchange,” said Jean-Pierre Rosso, chairman and chief executive officer. “Our integration process is proceeding ahead of plan, and we now expect to realize increased synergies this year.

“During the quarter, we increased market share in almost every major market around the world, demonstrating our customers continuing loyalty to their preferred product brands,” Rosso added. “Our commercial organizations and dealer networks remain extremely focused on serving their customers and meeting their needs.”

First quarter results reflect significant cost reductions achieved through merger integration activities and ongoing cost initiatives. These include lower research and development expenditures and lower selling, general and administrative costs, as compared to the prior year on a pro forma basis. In addition, improved price realization and somewhat higher production volume were also positive factors in the quarter. These were offset by the impact of higher interest rates for both the equipment and financial services businesses, and a \$23 million, or \$.10 per share, negative impact of foreign exchange, attributed primarily to the Euro.

Rising interest rates and unfavorable foreign exchange are expected to reduce earnings in 2000 from the company’s prior expectations. However, increased production and greater merger synergy savings are anticipated to result in stronger overall operating performance for the year, as compared to 1999, on a pro forma basis. In the second quarter of 2000, when the impact of these negative factors will be more pronounced, earnings are expected to be comparable to the second quarter of 1999, on a pro forma basis. For the full year, The company now expects \$150 million in synergy savings and at least \$500 million by 2003.

Merger Integration Ahead of Plan

Merger integration activities were ahead of plan during the first quarter. A voluntary separation program was instituted in the period, and consolidation of the company’s administrative and corporate functions continued. As a result, the company has reduced its global headcount by 1,700 since September 1999, before the effect of acquisitions and other factors.

CNH has been actively pursuing the divestiture of products and operations that were agreed to with U.S. and European regulatory agencies as conditions of the merger. This week, the company announced that it reached an agreement for the sale of its interest in Hay and Forage Industries (HFI) to AGCO Corporation, subject to approval of the U.S. Department of Justice. Under the agreement, AGCO will continue to provide Case IH-branded hay and forage products to the Case distribution network until March 31, 2001, and will supply parts for those products under a long-term agreement.

In addition, CNH reached an agreement with the A.R.G.O. Group for the sale of the New Holland facility in Breganze, Italy. CNH also reached an agreement with A.R.G.O. for the sale of its large square baler line that is currently produced at its Case facility in Neustadt, Germany. Both agreements are pending approval of the European Commission.

In February, CNH completed the divestiture of the Austrian commercial distribution rights of two of its compact tractor models to Lindner Traktorenwerk GesmbH, an Austrian agricultural machinery maker. CNH will continue to produce the tractors at its Case Steyr plant in St. Valentin, Austria, and supply those tractors to Lindner. The agreement was approved by the European Commission and has already been implemented.

Negotiations for the previously announced divestiture of other products and operations in North America and Europe are continuing.

CNH Considers Equity Financing Options

The original equity financing plan for the business merger of New Holland and Case contemplated raising \$2 billion of new equity. In anticipation of this event, a subsidiary of Fiat contributed \$1.4 billion in advance of raising the capital. This advance would be converted into shares of CNH common stock as part of a \$2 billion public equity offering, the timing of which is dependent upon market conditions. In the event that the equity offering does not occur by June 30, 2000, the advance to capital is designed to convert into shares of CNH common stock on that date at a price determined by averaging the daily closing prices (after excluding the highest and lowest prices) of CNH stock for the preceding 20 trading days. Given current market conditions, CNH management is continuing to evaluate the various equity financing options that are available to the company.

Worldwide Retail Equipment Sales

First quarter retail unit sales of CNH construction equipment were up worldwide with increases in all geographic markets compared to the combined operations of the first quarter of 1999. In Latin America, retail sales were up slightly on the strength of compact equipment sales. In North America and Europe, the company reported double-digit retail sales growth. CNH outperformed the industry in each of its major regions around the world.

Retail unit sales of CNH agricultural equipment were lower in the first quarter than from combined operations in the comparable period last year. Growth in unit sales of tractors under 40 horsepower was more than offset by declines in larger tractors and combines. However, the

decline in CNH agricultural equipment sales was less than that of the industry, and the company increased its market share in nearly every major market around the world.

Financial Services

CNH Capital, the financial services unit of CNH Global, reported net income of \$14 million for the first quarter of 2000, compared to \$30 million in the same period last year, on a pro forma basis. The year-over-year decrease in net income is attributable to lower margins on receivables and lower gains on asset-backed securitizations resulting from a rising interest rate environment, as well as increased loss provisions.

CNH Capital's managed portfolio increased to \$10.9 billion, up more than 10 percent as compared to the prior year, on a combined basis. While the company's geographic expansion and diversification initiatives contributed to the portfolio growth, sustained weakness in the farm economy continues to put pressure on the large agricultural equipment segment of the business.

To support its growing portfolio, CNH Capital issued a \$1.1 billion asset-backed securitization in the first quarter, the largest such transaction in the company's history and the first to include both Case and New Holland equipment receivables.

CNH Capital continues to execute its growth strategy. It will establish a pan-European bank with headquarters in Ireland during the third quarter of 2000, pending regulatory approval. Plans include incorporating the financing operations in the company's major markets throughout Western Europe by 2002.

Substantial progress was made during the quarter toward integrating the financial services business. The closing of six finance offices in North America, Australia and Latin America was initiated in the quarter and most back-room processes will be integrated in all regions by year end.

"We're pleased with the progress we've made toward integrating our two financial services businesses," stated Ted R. French, chairman, CNH Capital. "Our decision to establish a banking operation in Europe demonstrates our commitment to Case and New Holland customers in the region. The bank will serve as a platform for further geographic and product expansion across the European community. We continue to grow and diversify our business in all regions of the world, and to leverage our strength as one of the world's largest equipment finance businesses."

In financial services, the current pressure for higher interest rates is expected to continue during 2000. Over time, the company can incorporate rate changes into its pricing, but until they stabilize, higher interest rates are expected to negatively impact earnings.

Market Outlook

The outlook remains unchanged for CNH's agricultural equipment and construction equipment markets; however, rising interest rates and unfavorable foreign exchange are adversely impacting the company's equipment and financial services operations.

Industry demand for agricultural equipment remains in line with the company's expectations, driven by low commodity prices and higher grain inventories. As a result, the company continues to expect worldwide sales of agricultural equipment to be moderately lower than the previous year, particularly high horsepower tractors and combines.

The global outlook for CNH's construction equipment markets continues to be stable. In North America, demand in 2000 is expected to be only slightly lower than strong 1999 levels, as construction activity continues to be sustained by a healthy economy. In Europe, the sales outlook remains slightly above last year due to stronger market conditions. In Latin America and other markets around the world, the company continues to expect significant sales improvement compared to relatively low 1999 levels as a result of more stable economic conditions.

With strong global brands, CNH is a leader in the agricultural equipment, construction equipment and financial services industries and had combined 1999 revenues of approximately \$11 billion. CNH sells its products in 160 markets through a network of more than 10,000 dealers and distributors. CNH products are sold under the following brands: Case, Case IH, Fermecc, Fiatallis, Fiat-Hitachi, Link-Belt (earth moving equipment), New Holland, O&K and Steyr.

Forward Looking Statements

The information included in this news release contains forward-looking statements and involves risks and uncertainties that could cause actual results to differ materially from those in the forward-looking statements. The company's outlook is predominantly based on its interpretation of what it considers key economic assumptions. Crop production and commodity prices are strongly affected by weather and can fluctuate significantly. Housing starts and other construction activity are sensitive to interest rates and government spending. Some of the other significant factors for the company include general economic and capital market

conditions, the cyclical nature of its business, foreign currency movements, the company's and its customers' access to credit, political uncertainty and civil unrest in various areas of the world, pricing, product initiatives and other actions taken by competitors, disruptions in production capacity, excess inventory levels, the effect of changes in laws and regulation (including government subsidies and international trade regulations), the effect of conversion to the Euro, technological difficulties, changes in environmental laws, and employee and labor relations. Additionally, CNH's achievement of the anticipated benefits of the merger of New Holland and Case, including the realization of expected annual operating synergies, depends upon, among other things, its ability to integrate effectively the operations and employees of New Holland and Case, and to execute its multi-branding strategy. Further information concerning factors that could significantly impact expected results is included in the following sections of the company's Form 20-F for 1999, as filed with the Securities and Exchange Commission: Business – Business Strategy, Employees, Environmental Matters, Seasonality and Production Schedules, and Competition; Legal Proceedings; and Management's Discussion and Analysis of Financial Condition and Results of Operations.

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CNH Global N.V.
Revenues and Net Sales
March 31, 2000
(Unaudited - Dollars in Millions)

	Three Months Ended		
	2000 Actual	1999 Pro Forma	% Change
Revenues:			
Net sales			
Agricultural equipment	\$1,476	\$1,495	(1%)
Construction equipment	947	924	2%
Total net sales	<u>2,423</u>	<u>2,419</u>	-
Financial services	186	189	(2%)
Eliminations and other	<u>(1)</u>	<u>(3)</u>	
 Total revenues	 <u><u>\$2,608</u></u>	 <u><u>\$2,605</u></u>	 -
Net sales:			
North America	\$1,125	\$1,098	2%
Western Europe	928	966	(4%)
Latin America	149	142	5%
Rest of World	<u>221</u>	<u>213</u>	4%
 Total net sales	 <u><u>\$2,423</u></u>	 <u><u>\$2,419</u></u>	 -

CNH GLOBAL N.V.
CONSOLIDATED STATEMENTS OF INCOME
(Millions, except per share data)
(Unaudited)

	CONSOLIDATED		EQUIPMENT OPERATIONS		FINANCIAL SERVICES	
	Three Months Ended		Three Months Ended		Three Months Ended	
	March 31,		March 31,		March 31,	
	2000	1999	2000	1999	2000	1999
	Actual	Pro Forma	Actual	Pro Forma	Actual	Pro Forma
Revenues						
Net sales	\$2,423	\$2,419	\$2,423	\$2,419	\$ -	\$ -
Finance and interest income	185	186	28	27	186	189
Total	2,608	2,605	2,451	2,446	186	189
Costs and Expenses						
Cost of goods sold	2,043	2,016	2,043	2,016	-	-
Selling, general and administrative	306	331	260	300	46	31
Research and development	89	91	89	91	-	-
Restructuring charge	8	5	8	5	-	-
Interest expense	206	195	138	131	97	94
Other, net	49	37	28	20	21	17
Total	2,701	2,675	2,566	2,563	164	142
Equity in income (loss) of unconsolidated subsidiaries and affiliates:						
Financial Services	-	-	14	30	-	-
Equipment Operations	-	(4)	-	(4)	-	-
Income (loss) before taxes and minority interest	(93)	(74)	(101)	(91)	22	47
Income tax provision (benefit)	(35)	(14)	(43)	(31)	8	17
Minority interest	1	(2)	1	(2)	-	-
Net income (loss)	\$ (59)	\$ (58)	\$ (59)	\$ (58)	\$ 14	\$ 30
Basic and diluted earnings (loss) per share (EPS):						
EPS before goodwill and restructuring	\$ (0.25)	\$ (0.25)				
EPS before restructuring	\$ (0.36)	\$ (0.36)				
EPS	\$ (0.40)	\$ (0.39)				

See Notes to Interim Financial Statements.

CNH GLOBAL N.V.
CONDENSED CONSOLIDATED BALANCE SHEETS

(Millions)
(Unaudited)

	CONSOLIDATED		EQUIPMENT OPERATIONS		FINANCIAL SERVICES	
	March 31, 2000	December 31, 1999	March 31, 2000	December 31, 1999	March 31, 2000	December 31, 1999
Assets						
Cash and cash equivalents	\$ 456	\$ 466	\$ 380	\$ 387	\$ 76	\$ 79
Accounts, notes receivable and other - net	7,198	7,173	2,743	2,546	4,780	4,768
Inventories	2,531	2,422	2,531	2,422	-	-
Property, plant and equipment - net	1,852	1,875	1,843	1,867	9	8
Equipment on operating leases - net	575	557	-	-	575	557
Investment in Financial Services	-	-	1,086	1,080	-	-
Investments in unconsolidated affiliates	309	328	287	305	22	23
Goodwill and intangibles	3,525	3,495	3,371	3,338	154	157
Other assets	1,248	1,362	865	983	468	417
Total Assets	\$ 17,694	\$ 17,678	\$ 13,106	\$ 12,928	\$ 6,084	\$ 6,009
Liabilities and Equity						
Short-term debt	\$ 4,456	\$ 4,953	\$ 3,178	\$ 3,879	\$ 1,543	\$ 1,160
Accounts payable	1,466	1,362	1,445	1,373	21	28
Long-term debt	5,221	4,558	2,119	1,098	3,115	3,474
Subordinated advance to capital	1,400	1,400	1,400	1,400	-	-
Accrued and other liabilities	3,545	3,695	3,358	3,468	319	267
	<u>16,088</u>	<u>15,968</u>	<u>11,500</u>	<u>11,218</u>	<u>4,998</u>	<u>4,929</u>
Equity	1,606	1,710	1,606	1,710	1,086	1,080
Total Liabilities and Equity	\$ 17,694	\$ 17,678	\$ 13,106	\$ 12,928	\$ 6,084	\$ 6,009

See Notes to Interim Financial Statements.

CNH GLOBAL N.V.
CONSOLIDATED STATEMENTS OF INCOME
(Millions, except per share data)
(Unaudited)

	CONSOLIDATED		EQUIPMENT OPERATIONS		FINANCIAL SERVICES	
	Three Months Ended		Three Months Ended		Three Months Ended	
	March 31,		March 31,		March 31,	
	2000	1999	2000	1999	2000	1999
	CNH	New Holland	CNH	New Holland	CNH	New Holland
Revenues						
Net sales	\$2,423	\$1,335	\$2,423	\$1,335	\$ -	\$ -
Finance and interest income	185	57	28	-	186	85
Total	2,608	1,392	2,451	1,335	186	85
Costs and Expenses						
Cost of goods sold	2,043	1,064	2,043	1,064	-	-
Selling, general and administrative	306	156	260	142	46	14
Research and development	89	42	89	42	-	-
Restructuring charge	8	5	8	5	-	-
Interest expense	206	43	138	25	97	46
Other, net	49	(11)	28	(11)	21	-
Total	2,701	1,299	2,566	1,267	164	60
Equity in income (loss) of unconsolidated subsidiaries and affiliates:						
Financial Services	-	-	14	16	-	-
Equipment Operations	-	-	-	-	-	-
Income (loss) before taxes and minority interest	(93)	93	(101)	84	22	25
Income tax provision (benefit)	(35)	34	(43)	25	8	9
Minority interest	1	(1)	1	(1)	-	-
Net income (loss)	\$ (59)	\$ 60	\$ (59)	\$ 60	\$ 14	\$ 16
Basic and diluted earnings (loss) per share (EPS):						
EPS before goodwill and restructuring	\$ (0.25)	\$0.44				
EPS before restructuring	\$ (0.36)	\$0.43				
EPS	\$ (0.40)	\$0.40				

See Notes to Interim Financial Statements.

CNH GLOBAL N.V.
Notes to Interim Financial Statements

- (1) CNH Global N.V. combines the operations of New Holland N.V. ("New Holland") and Case Corporation ("Case") as a result of their business merger on November 12, 1999 ("the merger date"). Effective with the closing of the merger, New Holland changed its name to CNH Global N.V. ("CNH" or "the Company").

The accompanying financial statements reflect the consolidated results of CNH and its consolidated subsidiaries and have been prepared in accordance with generally accepted accounting principles in the United States, or U.S. GAAP. Prior to the merger date, New Holland presented its consolidated financial statements in accordance with International Accounting Standards, or IAS. CNH has presented New Holland's historical financial results in U.S. GAAP, and certain reclassifications have been made to conform the historical financial statements to the CNH presentation. The accompanying financial statements reflect the historical operating results of New Holland in accordance with U.S. GAAP, including the results of operations of Case since the merger date.

CNH has prepared the accompanying unaudited pro forma income statement data to illustrate the estimated effects of the acquisition of Case by New Holland as if this transaction had occurred as of January 1, 1999. The pro forma data reflects the impact of the fair market value adjustments to the Case assets and liabilities acquired, as well as incremental interest expense for the related merger financing. These adjustments are being amortized over the periods estimated to be benefited and primarily include additional depreciation of fixed assets and the amortization of (i) the fair value adjustments for acquired receivables and inventories, (ii) identifiable intangibles, and (iii) goodwill.

CNH has presented the accompanying unaudited pro forma financial data for illustrative purposes only. This pro forma data is based on a preliminary allocation of the purchase price and is not necessarily indicative of (i) the results of operations that would have occurred had the transaction been effective as of January 1, 1999, or (ii) the results of operations that CNH will attain in the future. In addition, the pro forma financial data does not reflect any synergies, cost savings or restructuring actions that may occur as a result of the merger.

The supplemental financial information captioned "Equipment Operations" includes the results of operations of CNH's agricultural and construction equipment operations, with the Company's financial services businesses reflected on the equity basis. The supplemental financial information captioned "Financial Services" reflects the consolidation of CNH's credit subsidiaries.

- (2) New Holland acquired Case for approximately \$4.6 billion in cash, including related costs and expenses. CNH financed the acquisition with total borrowings of \$3.0 billion under short-term credit facilities, a subordinated advance to capital of \$1.4 billion from a wholly owned subsidiary of Fiat S.p.A. and available cash of \$200 million. This acquisition was accounted for as a purchase and, accordingly, the purchase price was allocated to the assets and liabilities of Case based upon their respective estimated fair values, including identifiable intangibles, with the remainder allocated to goodwill.

The allocation of purchase price resulted in goodwill of approximately \$2.4 billion. Goodwill allocated to Case's equipment operations of approximately \$2.3 billion is being amortized on a straight-line basis over 30 years. Goodwill allocated to Case's financial services operations of approximately \$100 million is being amortized on a straight-line basis over 20 years.

In connection with the acquisition, CNH management is assessing and formulating a plan to integrate the operations of the Case and New Holland businesses. As the plan is completed and management commits to the activities of the plan, the Company anticipates that it will (i) record additional adjustments to goodwill for identified actions relative to the Case business, and (ii) incur charges beginning in 2000 to exit certain activities and to further restructure CNH operations.

CNH GLOBAL N.V.
Notes to Interim Financial Statements

- (3) CNH has three reportable operating segments: agricultural equipment, construction equipment and financial services. CNH evaluates segment performance based on operating earnings. CNH defines operating earnings as the income of Equipment Operations before interest, taxes and restructuring charges, including the income of Financial Services on an equity basis. A reconciliation of Equipment Operations' net income (loss) to operating earnings is as follows (in millions):

	Three Months Ended March 31,		
	2000	1999	
	Actual	Pro forma	New Holland
Net income (loss)	\$(59)	\$(58)	\$ 60
Income tax provision (benefit)	(43)	(31)	25
Interest expense	138	131	25
Restructuring charge	<u>8</u>	<u>5</u>	<u>5</u>
Operating earnings	<u>\$ 44</u>	<u>\$ 47</u>	<u>\$115</u>

The following summarizes operating earnings by segment (in millions):

	Three Months Ended March 31,		
	2000	1999	
	Actual	Pro forma	New Holland
Agricultural equipment	\$(32)	\$(41)	\$ 73
Construction equipment	62	58	26
Financial services	<u>14</u>	<u>30</u>	<u>16</u>
Operating earnings	<u>\$ 44</u>	<u>\$ 47</u>	<u>\$115</u>

- (4) The Company's 2000 and 1999 effective income tax rates were 37% and 36%, respectively. The tax rates differ from the Dutch statutory rate of 35% primarily due to differences in the geographical mix of profits, losses in jurisdictions for which no immediate tax benefit is recognizable, non-deductible expenses, and changes in valuation reserves attributable to prior-year losses. On a pro forma basis, the Company's 1999 effective tax rate of 19% was primarily impacted by differences in the geographical mix of profits, losses in certain non-U.S. jurisdictions for which no immediate tax benefit was recognizable, and changes in valuation reserves attributable to prior-year losses.

- (5) Earnings (loss) per common share ("EPS")
(in millions, except per share data):

	Three Months Ended March 31,		
	2000	1999	
	Actual	Pro forma	New Holland
<u>Basic and Diluted EPS</u>			
Net income (loss)	\$ (59)	\$ (58)	\$ 60
Restructuring charge, net of tax	<u>5</u>	<u>4</u>	<u>4</u>
Net income (loss) before restructuring	(54)	(54)	64
Goodwill	<u>17</u>	<u>17</u>	<u>1</u>
Net income (loss) before goodwill and restructuring	<u>\$ (37)</u>	<u>\$ (37)</u>	<u>\$ 65</u>
Weighted-average shares outstanding	149.0	149.0	149.0
EPS before goodwill and restructuring	\$(0.25)	\$(0.25)	\$0.44
EPS before restructuring	\$(0.36)	\$(0.36)	\$0.43
EPS	\$(0.40)	\$(0.39)	\$0.40

CNH GLOBAL N.V.
Notes to Interim Financial Statements

For the three months ended March 31, 2000, basic and diluted EPS were the same as the effects of the potentially dilutive securities and contingently issuable shares assumed upon conversion are antidilutive. For the three months ended March 31, 1999, basic and diluted EPS were the same as there were no potentially dilutive securities or contingently issuable shares.

- (6) On November 12, 1999, Fiat Netherlands Holding N.V., formerly New Holland Holdings N.V., the majority shareholder of CNH, contributed \$1.4 billion to CNH in the form of an advance to capital to partially finance the merger of New Holland and Case. The terms of this advance to capital provide that Fiat Netherlands Holding will receive common shares of CNH in exchange for its advance at the earlier of (1) any public equity offering by CNH, or (2) June 30, 2000. If CNH conducts a public equity offering before June 30, 2000, then Fiat Netherlands Holding will receive that number of CNH common shares that it could have purchased with \$1.4 billion at the public offering price, less any underwriting discount. Otherwise, Fiat Netherlands Holding will receive that number of CNH common shares that it could have purchased with \$1.4 billion at a price determined by averaging the daily closing prices (after excluding the highest and lowest prices) of CNH common shares on the New York Stock Exchange during the 20 trading days immediately preceding June 30, 2000. CNH may pay a discretionary return to Fiat Netherlands Holding on its advance to capital at a maximum annual rate of 6.25% when, as and if declared by the Board of Directors of CNH.
- (7) CNH fully, unconditionally and irrevocably guaranteed Case's \$900 million in outstanding debt securities that were issued pursuant to two registration statements under the U.S. Securities Act of 1933, as amended. The following tables present summary financial information for Case (in millions):

	Post-Acquisition Basis of Accounting	Pre-Acquisition Basis of Accounting	
	For the Three Months Ended March 31,	For the Three Months Ended March 31,	
	2000	1999	1998
Net sales	\$1,044	\$1,084	\$1,297
Gross profit*	\$ 105	\$ 152	\$ 278
Net income (loss).....	\$ (85)	\$ (48)	\$ 69

	Post-Acquisition Basis of Accounting	
	March 31, 2000	December 31, 1999
Current assets.....	\$4,047	\$4,172
Non-current assets.....	\$7,432	\$7,441
Current liabilities	\$2,747	\$2,519
Non-current liabilities	\$5,276	\$5,530
Minority interests	\$ 7	\$ 8

*Gross profit is defined as net sales less cost of goods sold.