

Mohawk Industries, Inc.

First Quarter 2008 Investor Presentation



Safe Harbor Statement



Certain of the statements in this presentation may include forward-looking statements as defined in the Private Securities Litigation Reform Act of 1995, which are subject to various risks and uncertainties including, but not limited to, those set forth in our press releases and our periodic filings with the Securities & Exchange Commission.

Mohawk Highlights





Mohawk Carpet

- Total flooring product offering
- Strong brand identity
- Pervasive sales coverage
- Vertically integrated manufacturing
- Superior distribution infrastructure
- Consistent financial performance and disciplined management

Mohawk Leader in Floorcovering





Dal-Tile Ceramic

2007

- Sales of \$7.6 billion
- EBITDA of \$1.1 billion

Leading Market Positions

Carpet

Ceramic

Stone Flooring and Countertops

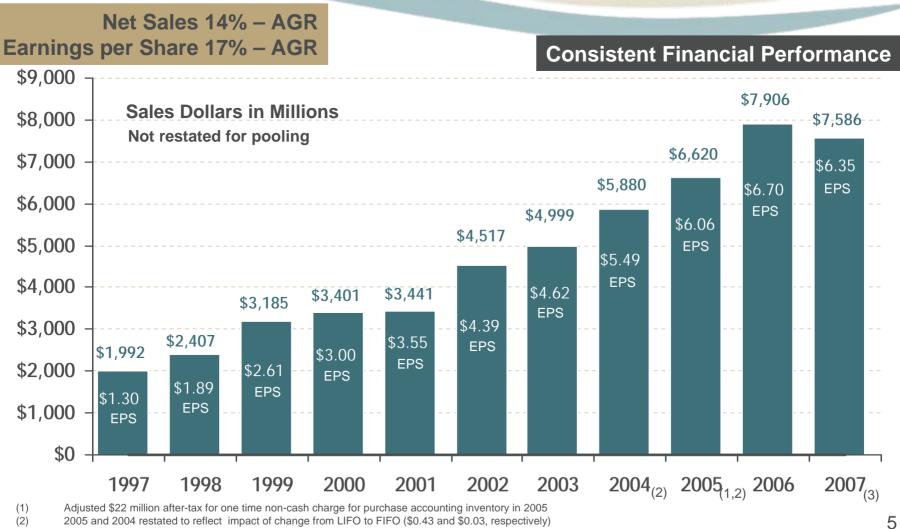
Laminate

Wood

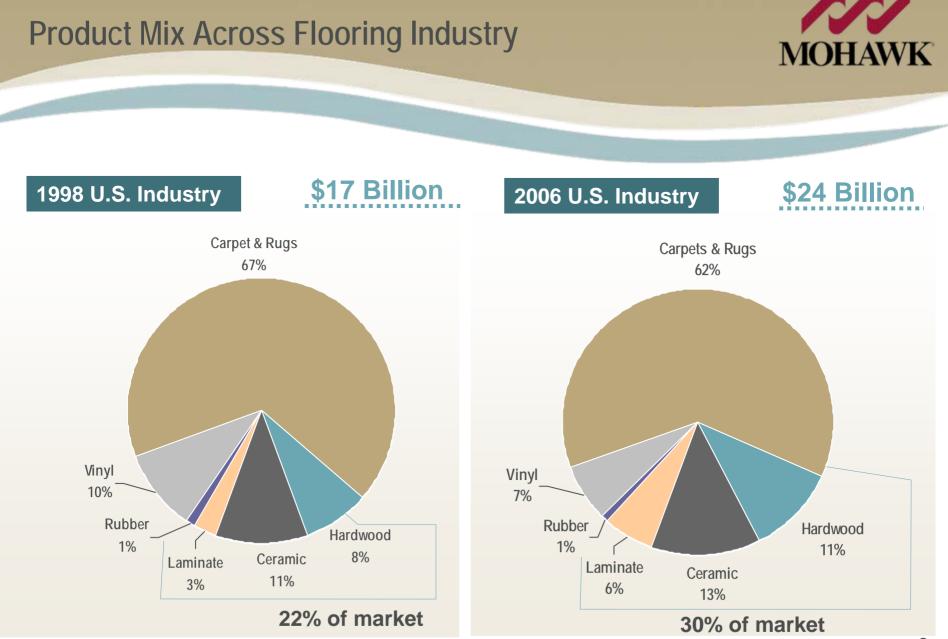
Rugs and Mats

Financial Discipline





(3)2007 restated to exclude one-time favorable tax impact of \$3.97/share



U.S. Floorcovering Growth

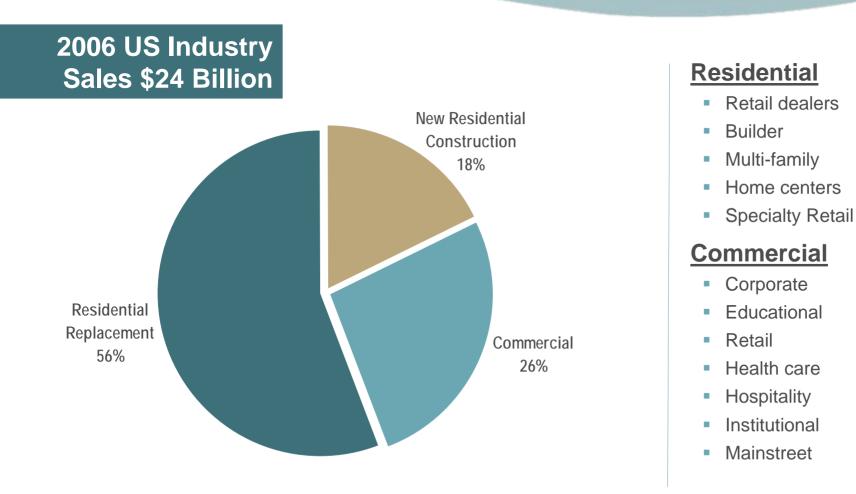
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And Specific Reserved	Consumer Advertising	Total Industry	3-4%	
		Carpet	1-2%	
		Rugs	5-7%	
		Laminate	6-7%	
		Ceramic Tile	5-7%	
		Hardwood	5-7%	
MOHAWK		Resilient	(2%)-(1)%	

Floorcovering Market Sales





2006 U.S. Flooring Manufacturers

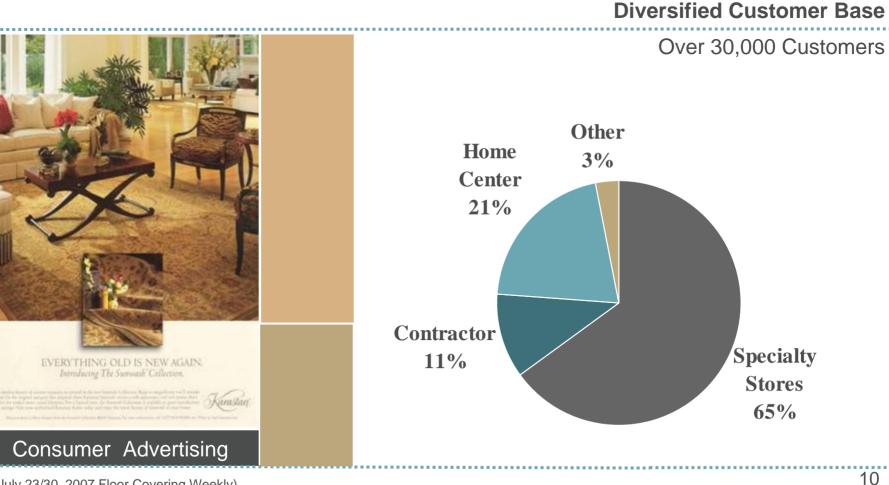


Dollars In Billions	Carpet and Rugs		Total Flooring		
Donars in Dimons	Dollars	% Total	Dollars	% Total	
Mohawk	\$4.0	26%	\$5.9	24%	
Shaw	\$4.8	32%	\$5.1	21%	
Armstrong			\$1.5	6%	
Beaulieu	\$1.1	7%	\$1.1	5%	
Mannington	\$0.1	1%	\$0.7	3%	
Interface	\$0.6	4%	\$0.6	3%	
Domco Tarkett			\$0.7	3%	
Pfleiderer			\$0.3	1%	
C&A Floorcovering	\$0.3	2%	\$0.3	1%	
The Dixie Group	\$0.3	2%	\$0.3	1%	
Total Top Ten	\$11.2	74%	\$16.5	68%	
Total Industry	\$15.1		\$24.2		

(Source: May 2007 Floor Focus and July 23/30, 2007 FCW)

Floorcovering Retailers





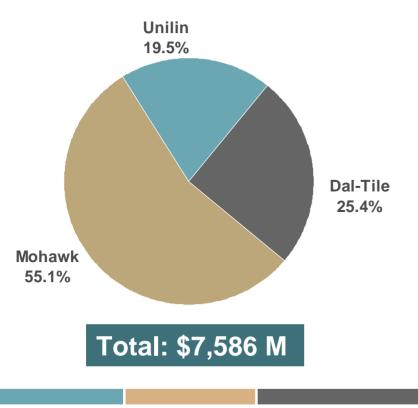
(Source: July 23/30, 2007 Floor Covering Weekly)

Mohawk Business Segments



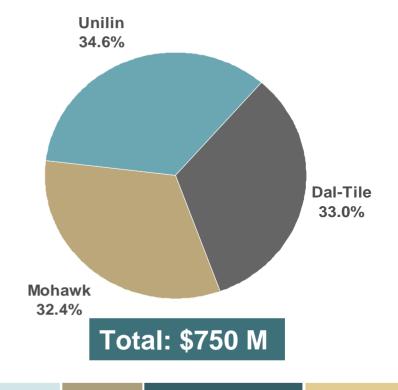


(Before corporate elimination)



2007 Operating Income

(Before corporate elimination)



Mohawk Product Categories



We offer all price points and products

Carpet

Tufted

- Woven
- Printed
- Modular Tile

Cushion

- Bonded
- Felt
- Urethane

Vinyl

- Sheet
- Tile

Ceramic

- Floor & Wall
- Porcelain
- Quarry
- Mosaic

Wood

- Engineered
- Solid
- Hand-scrapped

Laminate

- Planks
- Mosaic
- Tiles

Rugs

- Tufted
- Woven
- Printed

Wood Panels

- Roofing
- Melamine
- Chip Board

Mats

- Bath
- Entrance
- Indoor

Stone

- Floor
- Countertops
- Basins

Accessories

- Wall Trim
- Installation Products
- Tools

Best in Class Distribution Network





State of the art logistics system

300 distribution points, 1000 trucks

Over 2,300 sales representatives in N.A.



Mohawk Growth Strategy





- 1992 to 2000: Focus on soft surface acquisitions
 2000: Added hard surface sales force with sourced products
 2002: Acquired Dal-tile leading ceramic position
 2005: Acquired Unilin leading laminate position
 - 2007: Acquired Columbia Wood Flooring leading wood position

Business Environment



		Cycle Management	
	Slowing GDP growth		
U.S. Economy -	 Housing contraction 	Right size infrastructure	
	 Credit tightening 	Build organizational excellence	
	 Increasing business investment 	Enhance distribution efficiency	
	 Commercial growth 	Improve productivity and technology	
Flooring	 Residential in cyclical downturn Postponed remodeling investments New housing construction decline Escalating material costs 	Reduce sales and marketing expenses	
		Improve service and fill rates	
		Maximize inventory turns	
		Pass through cost inflation	
	Trading down (change in price & mix)		



Business Focus



Business Segments

Mohawk

Dal-Tile

Unilin

Key Priorities

Drive sales and profit growth

Enhance customer relationship management

Develop new market opportunities

Expand growth product categories



Investments

Leverage our brands

Specialize sales teams

Provide product innovation and differentiation

Enhance international position

Improve management execution

Mohawk Segment Residential Carpet





World class brands

- Ralph Lauren
- Karastan
- Mohawk
- Mohawk Hardwood
- Mohawk Laminate

- Mohawk Ceramic
- Mohawk Floorscapes
- Mohawk Color Center
- Mohawk Floorz







Mohawk Segment Retail Programs



Retail Programs



Continue to improve in-store experience

Improve training to help retail partners

Integrate all product categories

Leverage Mohawk Brand to increase customer traffic

Provide differentiated products and innovations







Mohawk Segment Commercial Business



Business Segments

Educational

Retail

Health care

Hospitality

Government



World Class Brands

Karastan Contract

Durkan Hospitality

Lees Commercial

Mohawk Commercial

Bigelow Commercial

Mohawk Segment Home Business

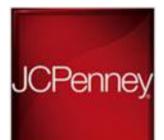


Sells All Top Retailers





WAL*MART[®]





Bath

Rugs



Coordinated Offerings

Area

Rugs

Mats



Dal-Tile Segment Competitive Advantages





- Broadest array of ceramic tile products
- Best known ceramic tile brand names
- Unmatched national distribution
- Rated #1 in the industry for customer service, quality and design
- Low cost, high quality, focused manufacturing facilities

Dal-Tile Segment Industry's Leading Brands





Sold through extensive residential dealer network



- 228 company-owned sales service centers
- 25 stone centers
- 9 design galleries
- Home centers (primarily Home Depot)



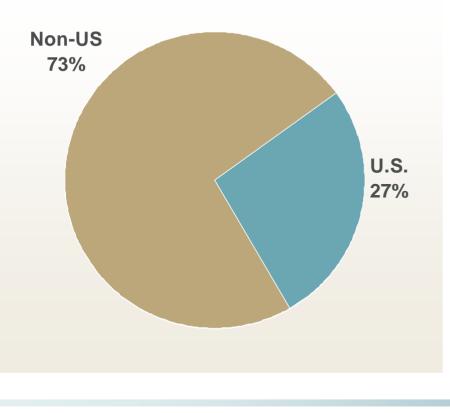
- 59 dependent distributors/188 locations
- 13 company-owned sales centers
- Home centers (primarily Lowe's)

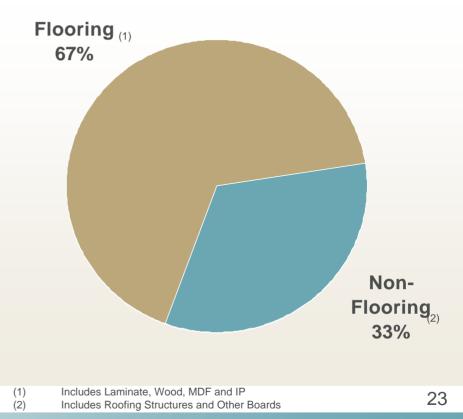
Unilin Segment Overview



Geographical Revenue Split

Product Revenue Split





Unilin Segment Competitive Advantages



Positioned for profitable growth:

- Highest growing U.S. flooring category
- Ranked category leader by retail channel
- Undisputed innovation leader
- Valuable intellectual property
- Vertically-integrated manufacturer



Unilin Segment Product Offering



Handscraped



Random Length Plank







Four Sided Bevel

Unilin Segment Wood Panels



Roofing Structures and Specialty Board

Roofing Structures

Insulated roof panels and hinged roofs

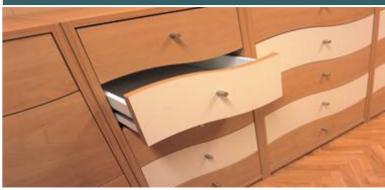
Flax, Specialty MDF, and Wood Chipboards

Furniture and specialty construction

Melamine-faced boards and panels

Furniture, DIY and construction industries

Melamine





Unilin Segment Columbia Wood



- Broad product offering of pre-finished wood
 - •(2) Solid wood plants / (2) Engineered wood plants
- Expanding differentiated products
- Using brands to support multiple channels
- Leveraging Mohawk distribution
- Using Asian production to penetrate European markets
- Existing capacity can support sizable growth
- Investing to achieve low-cost position



Sustainability Recycle, Renew, Reuse and Conserve





- 500 Mohawk products contain recycled materials
- Carpets utilize bio-based corn fiber
- Carpet fiber made from 3 billion recycled plastic bottles
- Laminate HDF consumes over 1 billion pounds of waste and recycled wood
- Recycled carpet converted to other plastic end uses
- Doormats utilize 30 million pounds of recycled tires
- Alternative energy sources replace petroleum-based fuels
- Reduction of emissions, water usage and energy consumption















Financial Review

Mohawk Industries Performance Highlights



cept EPS				and the second
2007	2006	2005	2004	2003
\$7,586	\$7,906	\$6,620	\$5,880	\$4,999
(4%)	19%	13%	18%	11%
\$2,115	\$2,231	\$1,768	\$1,624	\$1,393
28%	28%	27%	28%	28%
\$750	\$839	\$672	\$639	\$542
10%	11%	10%	11%	11%
\$435	\$456	\$387	\$371	\$310
(5%)	18%	4%	20%	9%
\$6.35	\$6.70	\$5.72	\$5.49	\$4.62
(5%)	17%	4%	19%	5%
				30
	2007 \$7,586 (4%) \$2,115 28% \$750 10% \$435 (5%) \$6.35	20072006\$7,586\$7,906(4%)19%\$2,115\$2,23128%28%28%28%10%11%\$435\$456(5%)18%\$6.35\$6.70	200720062005\$7,586\$7,906\$6,620(4%)19%13%\$2,115\$2,231\$1,76828%28%27%\$750\$839\$67210%11%10%\$435\$456\$387(5%)18%4%\$6.35\$6.70\$5.72	2007200620052004\$7,586\$7,906\$6,620\$5,880(4%)19%13%18%\$2,115\$2,231\$1,768\$1,62428%28%27%28%\$750\$839\$672\$63910%11%10%11%\$435\$456\$387\$371(5%)18%4%20%\$6.35\$6.70\$5.72\$5.49

(1) Reflects Net Earnings before one-time tax benefit of \$272 million or \$3.97 per share

Mohawk Segment Results



(Dollars in millions)				Service and Provide Service Se	
		2007	2006	2005	2004
	Mohawk Segment				
	Sales	\$4,206	\$4,742	\$4,717	\$4,369
	% Change	(11%)	1%	8%	17%
	Operating Income	\$255	\$387	\$427	\$428
	Margin	6%	8%	9%	10%
	Dal-Tile Segment				
	Sales	\$1,938	\$1,942	\$1,735	\$1,512
	% Growth		12%	15%	19%
	Operating Income	\$259	\$271	\$260	\$220
	Margin	13%	14%	15%	15%
	Unilin Segment ⁽¹⁾			·	
	Sales	\$1,488	\$1,237	\$1,102	\$993
	% Growth	20%	12%	11%	25%
	Adj. Operating Income	\$272	\$214	\$180	\$163
	Margin	18%	17%	16%	16%

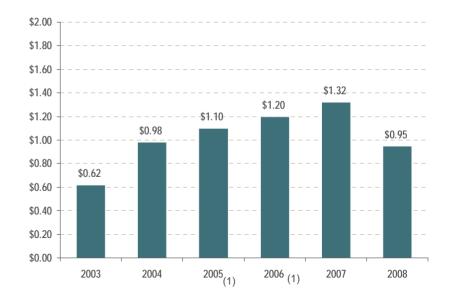
(1) 2005 and 2004 data reflect full-year proforma results from Oct. 31, 2005 acquisition. 2005 Adj. Operating Income adjusted for \$34 million one-time, non-cash charge for purchase accounting

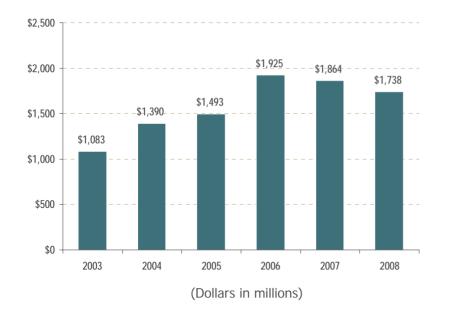
Mohawk First Quarter 2008 Net Sales and Earnings per Share

First Quarter Net Sales

Adjusted First Quarter EPS





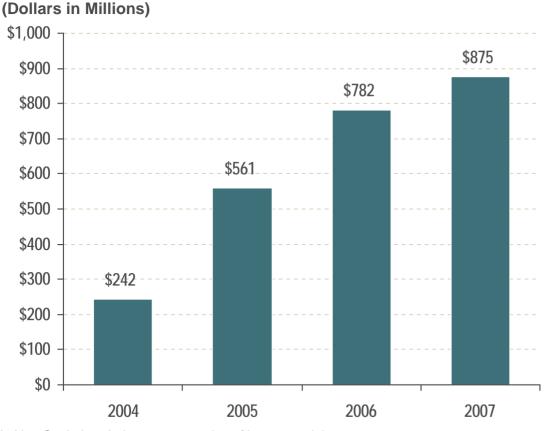




Mohawk Operating Cash Flow



Significant Growth Since 2004



2007 Data

- 43 days sales outstanding
- 4.1 inventory turns
- 19% working capital⁽¹⁾/sales
- \$306 mm depreciation and amortization
- \$875 mm generated in 2007 under difficult market conditions



Mohawk Industries, Inc.

