



Federal-Mogul Corporation

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October 30, 2012

Gabelli & Co. Automotive Aftermarket Symposium



Safe Harbor Statement



Statements contained in this presentation, which are not historical fact, constitute "Forward-Looking Statements." Actual results may differ materially due to numerous important factors that are described in Federal-Mogul's most recent report to the SEC on Form 10-K, which may be revised or supplemented in subsequent reports to the SEC on Forms 10-Q and 8-K. Such factors include, among others, fluctuations in domestic or foreign vehicle production, fluctuations in the demand for vehicles containing our products, the company's ability to generate cost savings or manufacturing efficiencies to offset or exceed contractually or competitively required price reductions or price reductions to obtain new business, conditions in the automotive industry, the success of the company's segmentation and corresponding effects and general global and regional economic conditions. Federal-Mogul does not intend or assume any obligation to update any forward-looking statements.



Federal-Mogul at a Glance



Year Founded: 1899

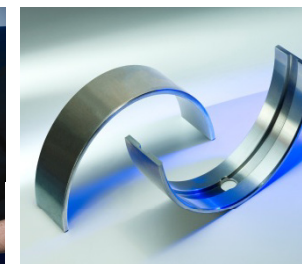
Sales and Headcount	<u>Region</u>	<u>Employees</u>	<u>Sales</u>
	Global	45,000	\$6.9B
	North America	36%	43%
	Europe	38%	45%
	Asia	23%	10%
	South America	3%	2%

Global Locations: 105 Manufacturing and 19 distribution sites worldwide in 25 countries

Research & Development: 26 Globally-networked technology center sites in North America, Europe and Asia

Key Industries: Automotive, aerospace, energy, heavy-duty, industrial, marine, power generation, railway

Ticker Symbol: FDML – NASDAQ Global Select Market

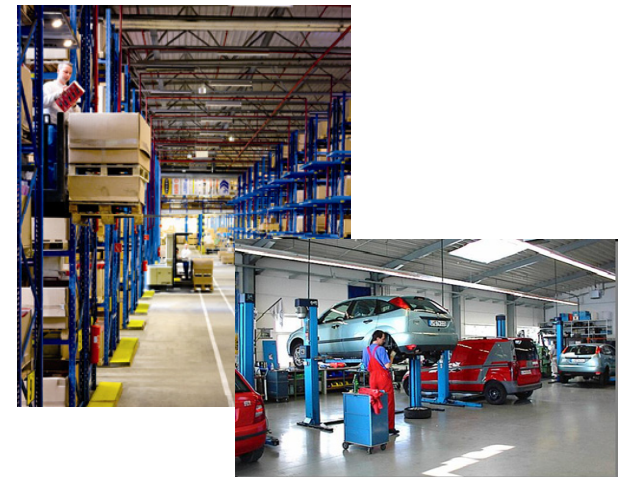


Global Market and Industry Presence



Segmentation Complete

- Federal-Mogul began operational segmentation in Q3 2012. New structure enables dedicated and focused customer service to original equipment and aftermarket customers
- Resources, management and support structure are aligned to support needs of the business segments
- Businesses focused on operating units, eliminating complexity to speed decision-making
- Aligned segment engineering, manufacturing and logistics to needs of OE and Aftermarket businesses
- Financial results and comparable prior year data presented on two-segment basis



Federal-Mogul Business Segments



Powertrain

- Pistons, rings, liners, valve seats & guides, bearings, bushings, ignition, sealing and systems protection products
- High-precision technology products for improved fuel economy, reduced emissions and enhanced durability



Vehicle Components Solutions

- Engine and sealing components, braking, wipers, steering & suspension, fluids and chemicals for aftermarket customers.
- Integrated braking, wipers, chassis and sealing businesses serving OE/OES and aftermarket customers



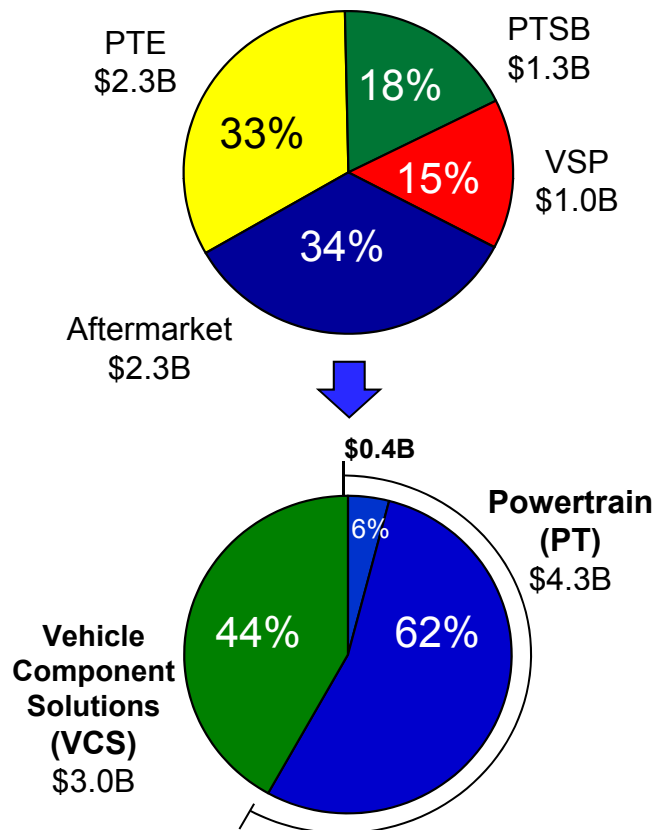
Federal-Mogul Reporting Segments



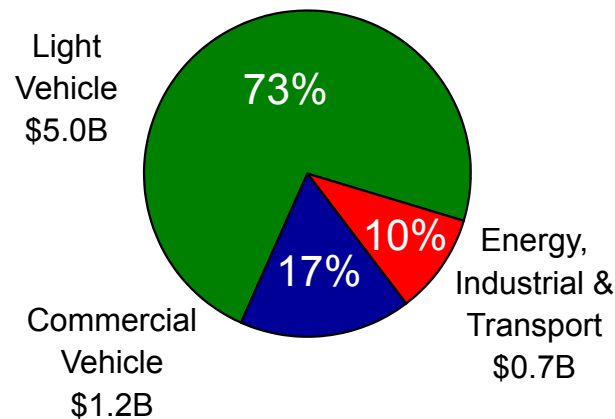
Diversified Global Business

2011 Global Sales \$6.9 Billion

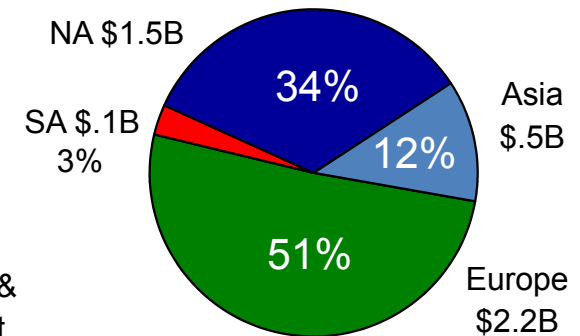
Former Business Segments



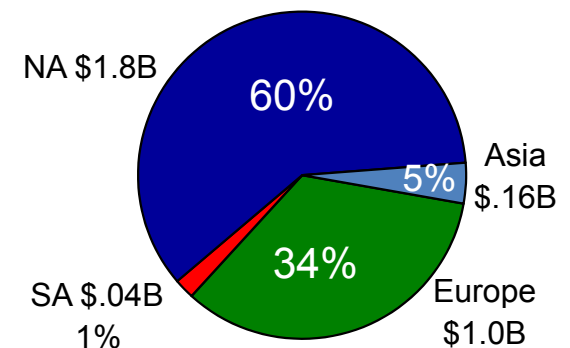
Total F-M Market



PT Revenue \$4.3B - Region



VCS Revenue \$3.0B - Region



	2011 Revenue	
	\$ Sales	% of net
PT	\$ 4.3	62%
VCS	3.0	44%
Elimination	(0.4)	-6%
Net Sales	\$ 6.9	100%

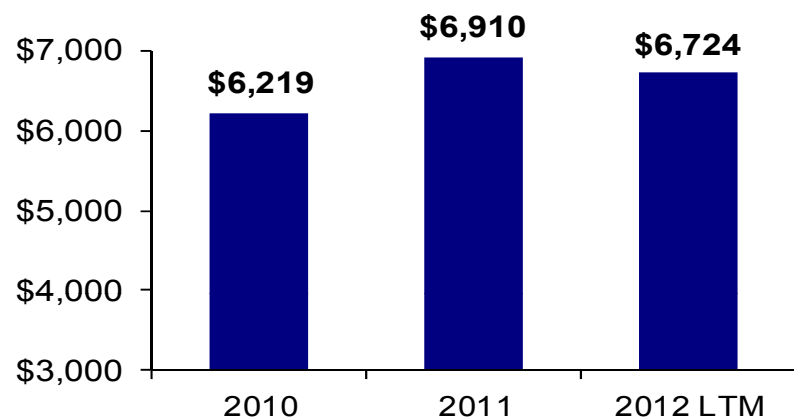
Business, Market and Region Diversification

Financial Performance

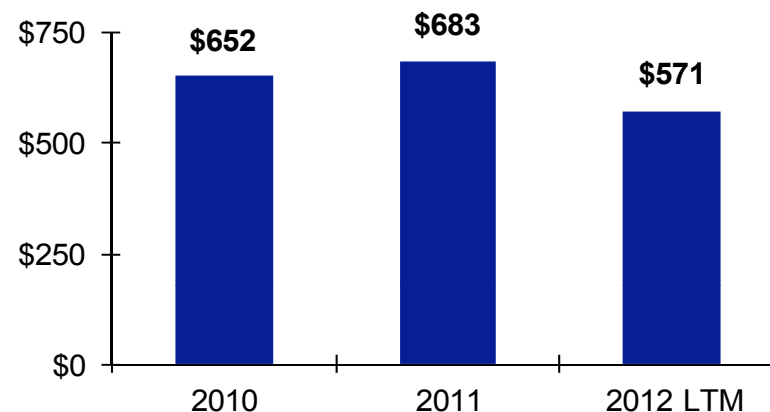


(\$ millions)

Sales

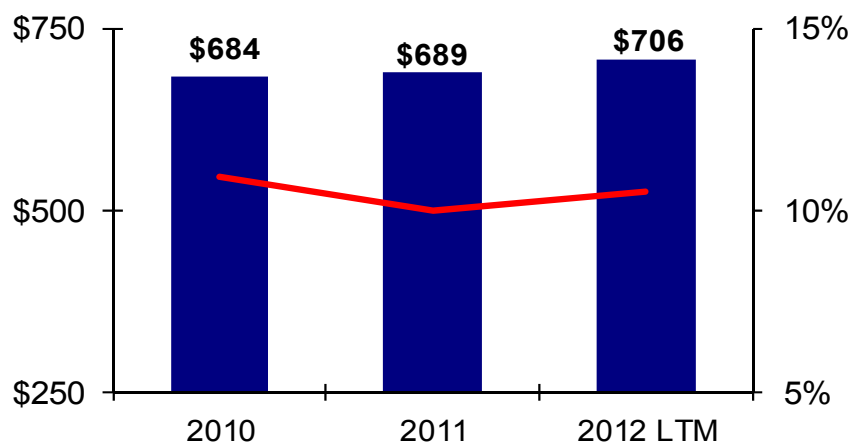


Operational EBITDA



SG&A

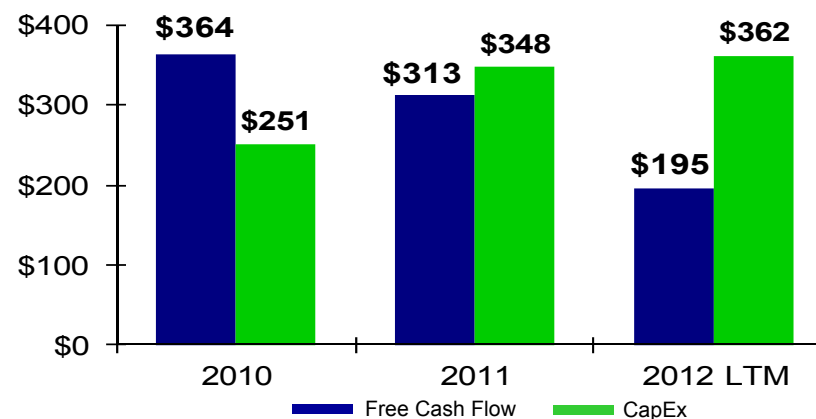
% of Sales



LTM – Last 12 months ended Sept. 2012

FCF & Capital Investment

Free Cash Flow = EBITDA, less CapEx and Restructuring



Solid Financial Results



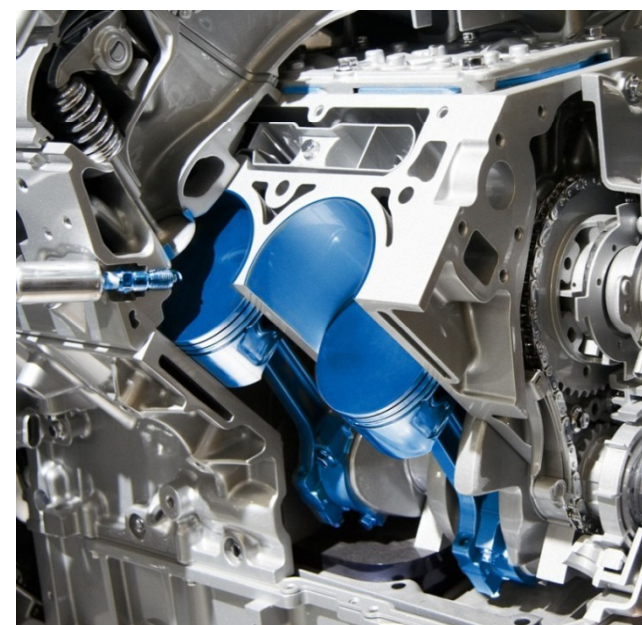
Segments at a Glance

Powertrain



Sales and Headcount (12/31/2011)	<u>Region</u>	<u>Employees</u>	<u>Sales</u>
	Global	32,200	\$4.3B
	North America	30%	34%
	Europe	39%	51%
	Asia	28%	12%
	South America	3%	3%

Global Locations:	72 manufacturing sites
Research & Development:	16 globally-networked technology centers in Americas, Europe and Asia
Key Industries:	Automotive, aerospace, energy, heavy-duty, industrial, marine, power generation, railway
Main Products:	Pistons, rings, liners, valve seats and guides, bearings, spark plugs, static gaskets, dynamic seals, heat shields, systems protection

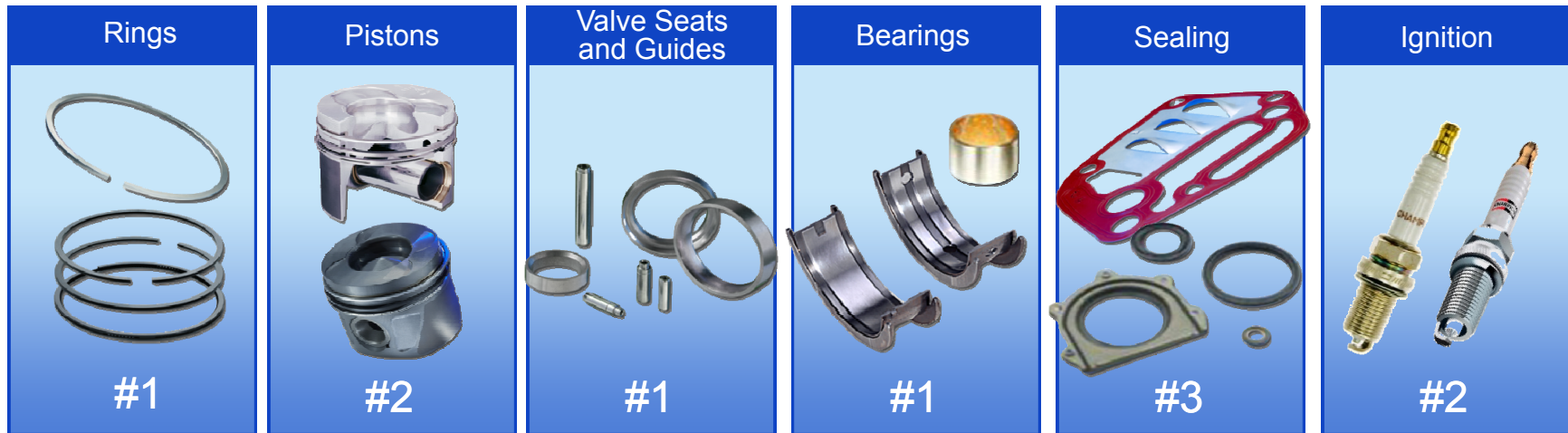


Industry-leading powertrain technology to improve fuel economy, reduce emission and enhance durability

Federal-Mogul Powertrain Segment



Powertrain Market Share Leadership Through Technology Differentiation



- #1 or #2 in majority of powertrain product segments
- More than 1,700 active patents for leading powertrain technologies
- PACE award winning products –
 - 2006 Monosteel Piston
 - 2007 GDC Rings
 - 2010 HPEEM Pin Bores, DuraBowl Pistons
 - 2011 LKZ Rings
 - 2012 2-D Ultrasonic Testing for Pistons
 - 2013 3 Finalists: IROX, Unipistons, Diesel Pistons



ERNEST & YOUNG
Quality In Everything We Do



Technology and Market Share Leadership



Powertrain Segment Growth Drivers

Customer and Market Diversification



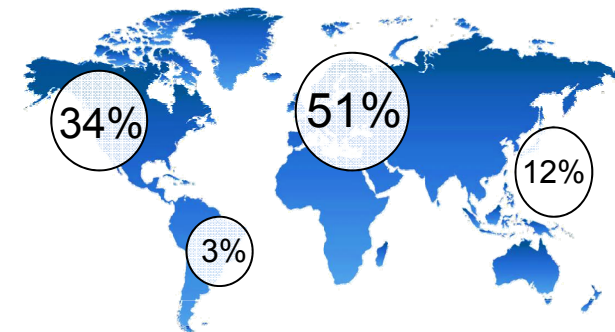
Strong market share and relationships with all major American, Asian and European OEMs

- F-M well-positioned with all major vehicle makers in all markets to grow as global automotive production increases
- No single customer represented more than 10% of Federal-Mogul Powertrain's global revenue in 2011
- Region and market diversification with 72 global manufacturing plants, 20 technical centers for strong presence near all major customers

Top Powertrain Customers



Global Revenue Diversification



Market and Customer Diversification



Powertrain Segment

Key Messages



- Solid vehicle market production growth through 2016
- Fuel economy and emissions content driving better than market sales growth
 - Combustion engine technologies still #1 for foreseeable future
 - Regulations increasing demand for further improvement through 2025
 - Engine downsizing creates higher content product mix opportunity
- Strong customer, product line and regional market revenue distribution
- Leading technologies with #1 or #2 position in all major product categories
- Extensive technology and intellectual property with focus on core product lines



Segments at a Glance

Vehicle Components Segment



Sales and Headcount (12/31/2011)	Region	Employees	Sales
	Global	12,800	\$3.0B
	North America	53%	60%
	Europe	35%	34%
	Asia	9%	5%
	South America	3%	1%

Global Locations: 33 manufacturing sites and 19 distribution centers

Research & Development: 10 globally-networked technology centers in Americas, Europe and Asia

Main Products: Engine and sealing components, brake friction, wipers, steering & suspension, fluids and chemicals for aftermarket customers. Integrated friction, wipers, chassis and sealing businesses serving OE/OES and aftermarket customers



Federal-Mogul Vehicle Components Segment



VCS Strategies for Market Leadership



Total Customer Focus

- Brand-loyal community of users
- Online resources
- Mobile apps
- Local training
- Tech support for ease of installation
- Sales support
- Comprehensive programs



Aligned Resources & Expertise

- Integrated engineering
- World-class, lower-cost manufacturing footprint
- Optimized manufacturing facilities for specific customer market
- State-of-the-art logistics
- Integrated supply chain

Winning Portfolio

- #1 or #2 in all categories
- Premium brand market penetration
- Mid-grade and private label offerings
- Product differentiation to meet customer and regulatory requirements
- Broad and deep SKU coverage
- Full lifecycle OE and aftermarket portfolio



Vehicle Components Segment Strong, Diversified Market Position



Aftermarket Customers



Engine



Global
#1

Gaskets



Global
#1

Friction



Global
#2

Chassis



#1 NA
#2 EU

Wipers



#2 NA
#3 EU

Ignition



#2 NA
#3 EU

Leading Aftermarket Brand Portfolio



Vehicle Components Manufacturing Footprint Restructuring Program



- Federal-Mogul implementing \$60 million restructuring program involving multiple sites
- Restructuring program to consolidate brake friction and wipers manufacturing to lower cost locations, including a newly acquired Mexico site
- Program will improve cost competitiveness on friction and wiper products, increasing low cost plant capacity utilization
 - \$8 million restructuring expense recorded year-to-date in 2012
- Anticipate related employee severance, capital investment and other restructuring program expenses over next 12-18 months



Vehicle Components Segment

Key Messages



- Strong customer, product and brand position with over 500,000 SKUs distributed through more than 20 brands
- Experienced management team focused on needs of end customer for value-added portfolio, delivery and availability
- Strong OE vehicle production CAGR and vehicles in operation increasing in all major regions through 2016
- Braking regulations driving enhanced content for OE and aftermarket products
 - Low or zero copper brake formulas creating new sales opportunities
 - Stopping distance regulations further increasing technology content
- Accelerating operations restructuring to best cost footprint



Federal-Mogul Corporation (FDML)

Long-Term Value Drivers



Two operating segments structured to serve unique end-customer needs while capitalizing on intellectual property, portfolio and administrative synergies. Strong customer diversification with no customer representing more than 6% of total revenue in 2011.

OE powertrain-focused segment with growth faster than underlying markets driven by regulations and demand for high technology content to improve fuel economy, reduce emissions and enhance durability.

Aftermarket-focused segment with global car parc growth and aging vehicle fleets. Integrated engineering, manufacturing and OE/OES sales for brake friction, wipers, chassis and sealing products.

Dedicated focus on unique customer needs provides opportunity for improved management specialization and resource allocation to support customer needs. Developing improved portfolio and accelerating best cost footprint realignment

Strong operating performance and track record for cash generation. Solid liquidity ensures capacity to fund growth or make acquisitions.



Proven Track Record and Winning Strategy

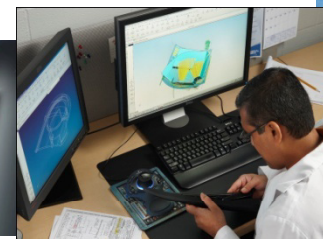
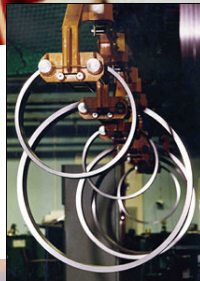
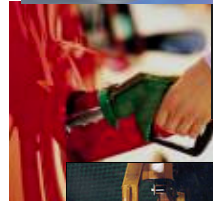


Federal-Mogul's Strategy



Customer Focus & Profitable Growth:

World-class products and services, leading technology and innovation, engineering and manufacturing excellence and strong financial performance to satisfy customer, shareholder and employee needs.



F-M Strategy Creates Stakeholder Satisfaction

