

PERIOD HIGHLIGHTS

SECOND QUARTER RESULTS / FISCAL YEAR 2012¹

	Quarters ended September 30		Six months ended September 30	
(in millions of \$, except per share data)	2011	2010	2011	2010
Sales	86.0	83.2	177.9	165.7
EBITDA ²	13.6	11.3	28.5	23.3
Net income	4.8	2.7	10.6	6.0
Per share – diluted (\$)	0.16	0.09	0.35	0.20
Cash flows from operations	10.6	9.3	23.4	19.9
Weighted average shares outstanding (basic, in '000s)	30,390	30,007	30,303	30,122

¹ According to International Financial Reporting Standards ("IFRS")

² Earnings before interest, taxes, depreciation and amortization, excluding restructuring charges

- Q2 consolidated sales of \$86.0 million, up 3.4 % from \$83.2 million a year ago, reflecting higher Aerostructure and Industrial sales. Excluding a \$3.5 million negative currency impact, sales increased 7.6%.
 - **Landing Gear** product sales decreased slightly 2.7% to \$52.2 million, as unfavourable currency fluctuations and lower customer requirements for regional jet and commercial helicopter programs were partially offset by increased activity for certain large commercial aircraft, mainly the B-777 and the A-320.
 - **Aerostructure** product sales grew 8.2% to \$25.2 million due to higher sales for business jet programs and the JSF program, which more than offset lower sales to other military programs, including the F-16 and F-22, as well as unfavourable currency fluctuations.
 - **Industrial** sales totalled \$8.4 million, up 34.3% from \$6.2 million a year earlier. This increase reflects higher demand for heavy equipment in the mining industry and higher sales to the gas turbine sector.
- Q2 EBITDA totalled \$13.6 million, or 15.8% of sales, versus \$11.3 million, or 13.6% of sales, last year. This improvement mainly results from a better product mix and a better absorption of manufacturing overhead costs resulting from higher sales volume.
- Q2 net income was \$4.8 million, or \$0.16 per share, fully diluted, versus \$2.7 million, or \$0.09 per share, fully diluted, a year ago.
- Cash flows from operations reached \$10.6 million in the second quarter of fiscal 2012, up from \$9.3 million last year.
- Healthy balance sheet with cash and cash equivalents of \$45.4 million and long-term debt, including the current portion, of \$114.4 million. Net debt-to-equity ratio of 0.30:1 as at September 30, 2011, compared with 0.28:1 three months earlier.

A WORD FROM THE PRESIDENT

Héroux-Devtek recorded strong second quarter and first half financial results, a performance that clearly validates our focus on value-added products and services as well as earlier investments in productivity enhancement initiatives, as we constantly seek greater efficiency in order to offset the high value of the Canadian currency. Although the global macro-economic environment remains volatile, underlying demand in our core markets is robust with higher production rates for several large commercial aircraft programs, the ramp-up of new aircraft programs on which we are actively involved, and solid order books in our main industrial markets.



Gilles Labbé, President & CEO

November 4, 2011

PROFILE

Héroux-Devtek Inc. (TSX: HRX), a Canadian company, serves two main market segments: Aerospace and Industrial Products, specializing in the design, development, manufacture and repair and overhaul of related systems and components. Héroux-Devtek supplies both the commercial and military sectors of the Aerospace segment with landing gear systems (including spare parts, repair and overhaul services) and airframe structural components and assemblies. The Corporation also supplies the Industrial segment with large components for power generation equipment and precision components for other industrial applications. Approximately 70% of the Corporation's sales are outside Canada, mainly in the United States. The Corporation head office is located in Longueuil, Québec with facilities in the Greater Montreal area (Longueuil, Dorval, Laval and St-Hubert); Kitchener and Toronto, Ontario; Arlington, Texas; Springfield, Cleveland and Cincinnati, Ohio; as well as Querétaro, Mexico.

GROWTH STRATEGY

Héroux-Devtek seeks growth externally through acquisitions that can be integrated into its existing operations or that bring complementary technology, leading to greater added value.

Internally, the corporation aims to:

- Develop valued-added, proprietary products through design engineering;
- Establish or enhance its presence in certain product markets, such as the aftermarket repair and overhaul of commercial and military landing gear, design and manufacturing of landing gear and structural assemblies for commercial and military aircraft OEMs; and
- Diversify the customer base for its existing product lines, which generally means finding new OEM customers for its landing gear, airframe structural and industrial components.

FIVE-YEAR FINANCIAL SUMMARY

(in millions of Cdn \$, except per share data)	Trailing 12 months ¹	Fiscal 2011 ¹	Fiscal 2010 ²	Fiscal 2009 ²	Fiscal 2008 ²
Sales	369.7	357.6	320.4	337.6	307.9
EBITDA	62.4	57.1	48.4	54.6	44.3
Net Income	23.8	19.1	16.0	21.4	19.0
Per share – diluted (\$)	0.78	0.63	0.52	0.67	0.59

¹ According to IFRS

² According to previous Canadian generally accepted accounting principles ("GAAP")

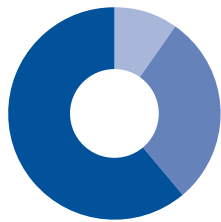
OUTLOOK

Conditions remain favourable in the commercial aerospace market. Large commercial aircraft manufacturers have announced several production rate increases on leading programs up to calendar 2014, new orders are significantly above those of a year ago and both Boeing and Airbus are forecasting increased deliveries for calendar 2011. The business jet market continues to see positive signs, such as greater aircraft utilization and fewer used aircraft for sale, but shipments are only expected to increase in calendar 2012. The military aerospace market has stabilized as governments address their deficits. As to the JSF program, despite the two-year probation on the short take-off and vertical landing (STOVL) variant, Héroux-Devtek anticipates to produce a higher number of shipsets in fiscal 2012, compared to fiscal 2011 due to the ramp-up of the other two variants and a higher share of the total production. Finally, the Corporation's main industrial markets are showing further momentum, as new orders and backlogs for its main customers continue to increase.

As Héroux-Devtek further broadens its product and service offering, it will be in an increasingly favourable position to capture business opportunities in its strategic markets. The pending start-up of its new facility in Mexico will be another significant factor in its value proposition, while a healthy balance sheet enables the Corporation to consider other strategic acquisitions that would enhance its product portfolio and its technologies. For the current fiscal year ending March 31, 2012, management continues to anticipate an internal sales growth of approximately 5%, assuming the Canadian dollar remains at parity versus the U.S. currency. More importantly, the projected ramp-up of many important programs could further accelerate growth beyond this fiscal year.

SALES BY PRODUCTS*

(second quarter)

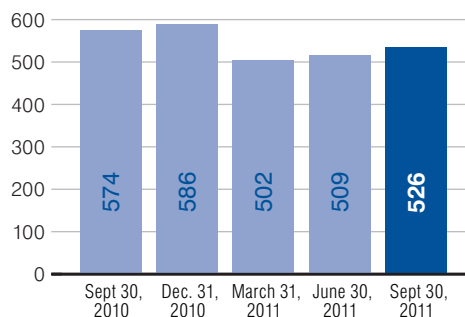


	(\$ mln)	y/y % ch.
● Landing Gear	52.2	- 2.7 %
● Aerostructure	25.2	+ 8.2 %
● Industrial	8.4	+ 34.3 %

*Excluding sales of other Aerospace products totalling \$0.2 million

FUNDED BACKLOG

(\$ mln)



STOCK PERFORMANCE



F-35

ANALYST COVERAGE

Ben Cherniavsky	RAYMOND JAMES
Cameron Doerksen	NATIONAL BANK FINANCIAL
Tim James	TD NEWCREST
David Newman	CORMARK SECURITIES
Benoit Poirier	DESJARDINS SECURITIES
Anoop Prihar	GRIFFITHS MCBURNEY & PARTNERS
Anthony Zicha	SCOTIA CAPITAL

INVESTOR RELATIONS

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STOCK INFORMATION

Stock exchange & symbol: TSX: HRX
Price as of November 3, 2011: \$6.49
High/Low: \$9.20 / \$5.74
(52 weeks ended November 3, 2011)
Number of shares outstanding: 30,399,426
(November 3, 2011)
Market capitalization: \$197.3 million